

Southern Family Insurance Company

INSOLVENCY REPORT

February 12, 2016

Fred Staubitz
Accounting Manager
Florida Department of Financial Services
Division of Rehabilitation and Liquidation
P.O. Box 110
Tallahassee, Florida 32302-0110

Receivership Information/Reference:

Name of Receivership Southern Family Insurance Company

Receivership Number 508

Date of Rehabilitation April 25, 2006 Date of Liquidation June 1, 2006

Guaranty Association Florida Insurance Guarantee Association ("FIGA")

Scope:

As provided in the Amendment to the Provider Contract between the "Receiver of Florida Preferred Property Insurance Company", (the Receiver being the Florida Department of Financial Services, Division of Rehabilitation and Liquidation), hereinafter referred to as "RECEIVER", and Berkowitz Pollack Brant Advisors and Accountants ("BPB"), (formerly known as Berkowitz Dick Pollack & Brant Certified Public Accountants and Consultants, LLP), hereinafter referred to as "PROVIDER" effective August 4, 2015, under Section 5, SCOPE OF WORK, states in part:

- 1) Prepare an insolvency summary report ("Insolvency Report"), pursuant to the requirements of 631.398(3), Florida Statutes, relating to the history and causes of insolvency, including a statement of the business practices of Southern Family Insurance Company, which led to its insolvency.
- 2) For the Receivership of Southern Family Insurance Company, ("SFIC") PROVIDER will review SFIC's records in the RECEIVER's possession for information relating to the cause(s) of SFIC's insolvency and prepare and submit an approved, written summary report on those causes.

The authority under which the insolvency report is written is Section 631.398, Florida Statutes which states as follows:

The 2006 Florida Statutes

Title XXXVII Chapter 631

INSURER INSOLVENCY: GUARANTY OF PAYMENT INSURANCE

631.398 Prevention of insolvencies.--To aid in the detection and prevention of insurer insolvencies or impairments:

- (1) Any member insurer; agent, employee, or member of the board of directors; or representative of any insurance quaranty association may make reports and recommendations to the department or office upon any matter germane to the solvency, liquidation, rehabilitation, or conservation of any member insurer or germane to the solvency of any company seeking to do an insurance business in this state. Such reports and recommendations are confidential and exempt from the provisions of s. 119.07(1) until the termination of a delinquency proceeding.
- (2) The office shall:
- (a) Report to the board of directors of the appropriate insurance guaranty association when it has reasonable cause to believe from any examination, whether completed or in process, of any member insurer that such insurer may be an impaired or insolvent insurer.
- (b) Seek the advice and recommendations of the board of directors of the appropriate insurance guaranty association concerning any matter affecting the duties and responsibilities of the office in relation to the financial condition of member companies and companies seeking admission to transact insurance business in this state.
- (3) The department shall, no later than the conclusion of any domestic insurer insolvency proceeding, prepare a summary report containing such information as is in its possession relating to the history and causes of such insolvency, including a statement of the business practices of such insurer which led to such insolvency.

History.--ss. 28, 39, ch. 83-38; ss. 187, 188, ch. 91-108; s. 4, ch. 91-429; ss. 2, 6, ch. 93-118; s. 385, ch. 96-406; s. 1351, ch. 2003-261.

The locations and dates of our review of files in the RECEIVER's possession were as follows:

Beginning in October 2009, the Receiver produced the records of SFIC electronically to employees of BPB, Richard A. Pollack, CPA, David J. Siegel, CPA and Martin Prinsloo, CPA. The accounting and business records of SFIC, Poe Financial Group, Inc. ("PFG"), Poe Insurance Managers, Inc. ("PIM"), Mariah Claims Services, Inc. ("Mariah") and other affiliates of SFIC were produced to BPB by the Receiver as needed and utilized by employees of BPB to assist the Receiver and Receiver's Counsel.

Business: Historical information related to the company is as follows:

- **1.** <u>Date and Location of Incorporation:</u> Originally incorporated in the State of Florida in 1996 as Southern Family Insurance Company.
- **2.** Date Company began doing business in Florida: During 1996 the Company applied for and was issued a Certificate of Authority by the Florida Office of Insurance Regulation to operate as a property and casualty insurance company in the State of Florida. The Company began operations in 1996.¹
- **3.** <u>Lines of business:</u> The Company was licensed to write commercial lines, homeowners, fire, allied and several other lines of insurance in the state of Florida.²
- **4.** <u>Certificates of Authority:</u> The Company was granted a Certificate of Authority by the Florida Office of Insurance Regulation ("OIR") to operate as a property and casualty insurance company in 1996.³
- **5. Geographic Areas:** The Company's geographic area of insurance coverage was Florida.
- **6.** Operating Results: According to the 2005 Annual Statement and the March 31, 2006 quarterly financial statements of the company:
 - a) Net Premiums Earned⁴ was \$4,952,892 for the three months ended 3/31/2006 and \$35,686,528 for the year ended December 31, 2005.
 - b) Net Underwriting Losses⁵ were (\$20,396,234) for the three months ended 3/31/2006, and (\$20,198,486) for the year ended December 31, 2005.

^{1.} Per Independent Auditors' Report, Note 1. Issued by Deloitte & Touche LLP on March 29, 2005.

^{2.} ibid.

^{3.} ibid.

^{4.} Net of reinsurance

^{5.} ibid.

c) Net Income (Loss) was (\$18,536,954) for the three months ended 3/31/2006 and (\$10,662,391) for the year ended December 31, 2005.

7. Ownership:

SFIC was a wholly owned subsidiary of Poe Insurance Holdings, Inc. ("PIH"). PIH is a wholly owned subsidiary of PFG, a Florida Corporation.⁶

8. Affiliates

All of SFIC's direct written premium business was processed by PIM. PIM was a managing general agency owned by PFG. Mariah, a wholly owned subsidiary of PFG, managed all of SFIC's claims processing operations.⁷

Management: People involved with the ownership and management of the Company were as follows:8

Name: William F. Poe Jr. Job Title: President, Director

Dates of Employment: 1996 to 2006

Name: Charles E. Poe

Job Title: Treasurer, Director

Dates of Employment: 1996 to 2006

Name: Thomas S. Krzesinski

Job Title: Secretary

Dates of Employment: 1996 to 2006

Name: Jan J. Meder

Job Title: Chief Financial Officer, Director

Dates of Employment: 1996 to 2006

Name: James E. Wurderman Job Title: Chairman, Director

Dates of Employment: 1996 to 2006

Name: William F. Poe, Sr.

Job Title: Director

Dates of Employment: 1996 to 2006

7. ibid.

^{6.} ibid.

^{8.} Per FPPIC's Quarterly Statement as of March 31, 2006

Background/Events of Impact:

SFIC suffered extensive losses from eight hurricanes that struck Florida in 2004 and 2005. The Company's capital and surplus was below risk based capital levels as reported as of December 31, 2005. As a result of its financial condition SFIC ceased writing new and renewal policies on or about March 5, 2006. SFIC consented to go into Receivership for the purpose of rehabilitation on April 25, 2006. The company recorded adverse loss development in the first quarter of 2006 and reported negative capital and surplus as of March 31, 2006. SFIC was unable to obtain additional capital and DFS filed a petition to place SFIC in liquidation. SFIC was ordered into Receivership by the Court for purposes of liquidation effective June 1, 2006.

Underwriting Results:

According to the SFIC's Financial Statements, there were Net Underwriting Losses of (\$95,280,314) for 2004, (\$20,198,486) for 2005 and (\$20,396,234) for the three months ended March 31, 2006.

Reinsurance:

Quota Share:

For all residential policies SFIC was covered by a 60% quota share reinsurance contract for the period of July 1, 2004 to June 30, 2005. The 60% quota share agreement was replaced with 78.025% of residential quota share reinsurance coverage for the period of July 1, 2005 to June 30, 2006.

SFIC's commercial policies were covered by a 35% quota share treaty effective 7/1/2004 to 6/30/2005. From 7/1/2005 to 6/30/2006 SFIC's commercial policies were covered by a 58.5% commercial quota share reinsurance contract. SFIC's machinery and equipment policies were covered by a 100% quota share treaty.

Catastrophe Excess of Loss:

SFIC had a commercial property Excess of Loss Reinsurance Contract effective July 1, 2004 through October 1, 2005; this coverage was replaced with a new reinsurer effective October 1, 2005. The contract provided \$5 million of coverage excess of \$5 million per occurrence. Additional layers of \$5 million excess of \$10 million, \$5 million excess of \$15 million, \$5 million excess of \$20 million and \$5 million excess of \$25 million per risk of commercial property reinsurance coverage was provided by automatic facultative contracts.

SFIC had a Personal Lines Catastrophe Excess of Loss Reinsurance Contract effective July 1, 2005

^{9.} Per SFIC company information on the Receiver's website - http://myfloridacfo.com/Division/Receiver/Companies/SouthernFamily/CompanyInformation.htm

through July 1, 2006. The contract was by occurrence or hurricane with one layer of \$150 million in excess of \$150 million. The contract allowed for one reinstatement of the occurrence limit for an additional 100% of premium.

As a Florida property insurer, the Company participated in the Florida Hurricane Catastrophe Fund ("FHCF"), a mandatory state pool. The FHCF provided per occurrence reinsurance coverage to the Company in the event of hurricane losses exceeding certain limits. SFIC contracted for the maximum coverage amount of 90% for both 2004 and 2005.

Financial Highlights:

The following financial information is per the 2005 Annual Statement, which includes 2004 results, and the March 31, 2006 Quarterly Statement of the company:

Description	Year Ended 12/31/2004	Year Ended 12/31/2005	3 Mos. Ended 3/31/2006
Total Admitted Assets	\$ 142,881,231	\$ 71,783,862	\$ 62,506,724
Total Liabilities	124,110,518	67,271,829	77,324,675
Surplus (Deficit)	\$ 18,770,713	\$ 4,512,033	\$ (14,817,951)
Premiums Earned	\$ 75,998,650	\$ 35,686,528	\$ 4,952,892
Total Underwriting Deductions	(171,278,964)	(55,885,014)	(25,349,126)
Net Underwriting Loss	\$(95,280,314)	\$(20,198,486)	\$(20,396,234)
Net Investment Gain	3,077,404	9,883,087	867,076
Other Income	1,154	89,739	
Federal and foreign income taxes incurred, (Recovered)	(18,969,024)	<u>436,731</u>	(992,204)
Net Loss	\$ (73,232,733)	\$ (10,662,391)	\$ (18,536,954)

Causes of Insolvency:

SFIC was incorporated and received its certificate of authority from the DFS in 1996. The Company began operations by removing homeowners' and commercial policies from Citizens Property Insurance Corporation ("Citizens") under a series of agreements known as take-out agreements. The Company concluded the take-out process in 1999 but continued to renew policies originally taken out from Citizens and wrote new business from the voluntary market.

SFIC was a wholly owned subsidiary of PIH. PIH was a wholly owned subsidiary of PFG. All of the Company's direct written and assumed business was processed by PIM and all claims were managed by Mariah, affiliates of SFIC.¹⁰

SFIC was a profitable company prior to the 2004 hurricane season. As of June 30, 2004 SFIC reported Surplus of \$93,139,899 in its Quarterly Statement. After experiencing heavy losses from the four hurricanes (hurricanes Charley, Francis, Jeanne and Ivan) that made landfall in Florida in the third quarter of 2004 SFIC reported Surplus of \$18,770,713 in its 2004 Annual Statement. SFIC continued to record losses from the 2004 hurricanes and reported adverse loss development in every quarter of 2005.

Four more hurricanes made landfall in Florida in 2005, (hurricanes Katrina, Dennis, Rita and Wilma); hurricane Wilma was by far the costliest. SFIC reported a loss of \$(10,662,391) for the year ended December 31, 2005 and an additional loss of \$(18,536,954) for the first quarter of 2006. SFIC's net loss for the quarter ended 3/31/2006 included approximately \$10 million of adverse loss development from prior years' claims

Adverse loss development occurs when estimates for unpaid claims are understated in the period in which the loss occurs. Under statutory accounting principles, the cost of claims must be recorded in the period in which the loss event occurred. Unpaid claim costs must be estimated and recorded as both an expense and a liability as of the financial statement reporting date. If the estimate for unpaid claims is understated, the cost of the claims over and above the estimate is recorded in the period in which it is paid or recognized, causing the expense to be recorded in the wrong period. SFIC consistently underestimated and under-reported the cost of the 2004 claims understating the loss in 2004 and overstating SFIC's Surplus as of December 31, 2004.

SFIC reported adverse loss development after December 31, 2004 as follows:

Year to date as of - March 31, 2005 - \$ 3.668 million June 30, 2005 - \$ 6.050 million September 30, 2005 - \$ 20.497 million December 31, 2005 - \$ 23.441 million

^{10.} Per Independent Auditors' Report, Note 1. Issued by Deloitte & Touche LLP on March 29, 2005.

SFIC reported adverse loss development after December 31, 2005 as follows:

Quarter ended - March 31, 2006 -

\$ 10.133 million

The Receiver's investigation of SFIC's accounting practices found that the understatement of SFIC's loss reserves as of December 31, 2004 was significant and that other accounting irregularities including improperly accounting for premium payments as capital contributions also occurred. The Receiver filed complaints seeking the recovery of damages from SFIC's professionals, officers and directors which resulted in settlements and recoveries for the SFIC Estate.

Summary and Conclusion:

SFIC was a Florida corporation that was formed in 1996 and was headquartered in Tampa, Florida. Authorized as a domestic property and casualty insurer, SFIC wrote homeowners multi-peril, allied lines, fire insurance and commercial coverage. In May 2006 SFIC reported an insolvent financial condition on its quarterly financial statement as of March 31, 2006. As a result of its financial condition, the Company ceased offering new and renewal policies on or about March 6, 2006. SFIC was found to be insolvent and ordered into liquidation on June 1, 2006. As of June 1, 2006 SFIC had approximately 44,500 policies in force.

In conjunction with the OIR, FIGA and Citizens, the Receiver developed a plan to provide for an orderly transition of eligible policyholders from SFIC to other insurers or to Citizens. The plan was submitted to and approved by the Court on June 2, 2006. Under the Liquidation Plan, eligible policyholders were automatically transitioned to Citizens effective July 1, 2006 without the need for a new application or additional underwriting review. Effective June 1, 2006, the Second Judicial Circuit Court in Leon County, Florida, entered orders placing SFIC in receivership for purposes of liquidation. The Florida Department of Financial Services is the court-appointed Receiver of SFIC.

APPENDIX

Statutory Annual Statement as of December 31, 2005, pages 10 – 115.

Statutory Quarterly Statement as of March 31, 2006, pages 116 – 143.

ANNUAL STATEMENT

OF THE

Southern Family Insurance Company

Of

Tampa

in the state of FL

to the Insurance Department of the State of

For the Year Ended December 31, 2005

2005



ANNUAL STATEMENT

For the Year Ended December 31, 2005 of the Condition and Affairs of the

Southern Family Insurance Company

	J			
NAIC Group Code2578, 2578	NAIC Company Code	10661	Employer's ID Number 59-	-3365558
(Current Period) (Prior Period)		d all Culus. Clasida	Country of Demialo	He
Organized under the Laws of Florida	State of Domicile or Por	•	Country of Domicile	US
Incorporated/Organized March 1, 1996		Commenced Business	. August 16, 1996	
	302 Knights Run Ave., Suite #70 (Street and Number) (City or Town	00Tampa FL 336 a, State and Zip Code)	302	
Main Administrative Office	302 Knights Run Ave., Suite #70	0 Tampa FL 336	502 813	-259-4000
		n, State and Zip Code)		(Telephone Number
	302 Knights Run Ave., Suite #70 (Street and Number or P. O. Box)			
	302 Knights Run Ave., Suite #70	, , , ,		-259-4000
		n, State and Zip Code)		(Telephone Number
	www.poefinancialgroup.com	,	,	
Statutory Statement Contact	Jan Jacob Meder		813	-259-4000
•	(Name)		(Area Code) (Telephone	Number) (Extension
	jmeder@poefg.com		813	-259-4071
	(E-Mail Address)		(Fe	ax Number)
Policyowner Relations Contact	302 Knights Run Ave., Suite #70	0 Tampa FL 336	302 813	-259-4000
		n, State and Zip Code)	(Area Code) (Telephone	Number) (Extension
	OFFI	CERS		
Name	Title	Name		Title
1. William F. Poe Jr.	President	2. Jan Jacob Meder	Chief Financi	al Officer
3. Thomas S. Krzesinski S	Secretary	Charles E. Poe	Treasurer	
	OT	HER		

DIRECTORS OR TRUSTEES

James E. Wurdeman (Chairman) Jan J. Meder William F. Poe

William F. Poe Jr.

Charles E. Poe

State of...... Florida
County of.... Hillsborough

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 filling with the NAIC, when required, that is an exact copy of the enclosed statement (except for formatting differences due to electronic filling). The electronic filling may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Sigr	nature)	(Signature)		(Signature)	
Willam	F. Poe Jr.	Jan Jacob Medi	er .	Thomas S. Krzesinski	
1. (Print	ted Name)	(Printed Nan	ne)	(Printed Name)	
Pre	sident	Chlef Financial O	fficer	Secretary	
1)	Title)	(Tille)		(Tille)	
Subscribed and sworn to be	efore me	a. Is ihis a	n original filing?	Yes [X] N	lo []
This da	y of	b, If no	1. State the amendment number		
		-	2. Date filed	 	
			3. Number of pages attached		
		-			

ASSETS

	7,00		Current Year		Prior Year
		1	2	3	4
			Nonadmitted	Net Admitted	Net
		Assets	Nonadmitted Assets	Assets (Cols. 1 - 2)	Net Admitted Assets
4	Bonds (Schedule D)			517,172	
1.					
2.	Stocks (Schedule D):				
	2.1 Preferred stocks			0	310,248
	2.2 Common stocks			0	32,028,282
3.	Mortgage loans on real estate (Schedule 8):				
	3.1 First liens.			0	
					l
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less \$0 encumbrances)	шшкалишчиоманоман	numerrane ranne manne	0	
	4.2 Properties held for the production of income (less \$0 encumbrances)	1000111001100110001100011000	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		анизана шил паана жана
	4.3 Properties held for sale (less \$0 encumbrances)				

5.	Cash (\$(22,864,011), Sch. E-Part 1), cash equivalents (\$0, Sch. E-Part 2) and short-term investments (\$59,464,945, Sch. DA)	36,600,934		36,600,934	31,630,403
6.	Contract loans (including \$0 premium notes)		l	ł	harangaanaan in bran manni
	Other invested assets (Schedule BA)		l	2 410 134	7,632,521
7.	•			1	
8.	Receivables for securities	i		1	
9	Aggregate write-ins for invested assets				
10.	Subtotals, cash and invested assets (Lines 1 to 9)	39,528,240	0	39,528,240	86,798,909
11.	Title plants less \$0 charged off (for Title insurers only)		»	0	
12.	Investment income due and accrued	160,913	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	160,913	350,847
13	Premiums and considerations;				ļ
10.	13.1 Uncollected premiums and agents' balances in course of collection	6 417 902		8 117 202	10 202 120
	13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$,0 earned but unbilled premiums)			,	
	, , , , , , , , , , , , , , , , , , , ,	ì	1		
	13.3 Accrued retrospective premiums			0	1794011111744111111111111111111111111111
14.	Reinsurance;				
	14.1 Amounts recoverable from reinsurers	12,098,327		12,098,327	8,011,733
	14.2 Funds held by or deposited with reinsured companies			0	
	14.3 Other amounts receivable under reinsurance contracts		,,,,		
15	Amounts receivable relating to uninsured plans		1	l	
	Current federal and foreign income tax recoverable and interest thereon		i		
	-		ř .		
	Net deferred tax asset				6,844,144
17.	Guaranty funds receivable or on deposit	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	нинымышымышыны
18.	Electronic data processing equipment and software			,,,	
19.	Furniture and equipment, including health care delivery assets (\$0)				
	Net adjustment in assets and liabilities due to foreign exchange rates			n	
	Receivables from parent, subsidiaries and affiliates			0	
21.			1		
22.	Health care (\$0) and other amounts receivable	!		0	
23.	Aggregate write-ins for other than invested assets	12,350,963	0	12,350,963	1,688,52
24.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	91,087,920	19,304,058	71,783,862	142,881,23
25.	From Separale Accounts, Segregated Accounts and Protected Cell Accounts				
26.	TOTALS (Lines 24 and 25)		1	1	
		··-	1	11.00,002	1
		F WRITE-INS	1	1	
0901	. эттиминатия		>140×11111111111111111111111111111111111	0	
0902	. поманяющими на применяющими на применающими на применяющими на применающими			0	
0903	C DECENDENCE COMPERCION DE CONTROL DE CONTRO			0	
	Summary of remaining write-ins for Line 9 from overflow page				
	Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)			0	
	"		-		
	. Other Receivables		i		
2302	. State Income Tax Estimated Payments Recoverable			0	1,308,00
2303	. Assessments Recoverable	11,915,322		11,915,322	
2398	. Summary of remaining write-ins for Line 23 from overflow page	o		0	
	. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)			12,350,963	1.689.52
_000	. To the family part and to any hear and the property and any the second			,	

LIABILITIES, SURPLUS AND OTHER FUNDS

	LIABILITIES, SURPLUS AND OTHER FUNDS	1 Current Year	2 Prior Year
1.	Losses (Parl 2A, Line 34, Column 8)	23,862,608	70,905,905
	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3.	Loss adjustment expenses (Part 2A, Line 34, Column 9)	878,512	3,127,338
4.	Commissions payable, contingent commissions and other similar charges		***************************************
5.	Other expenses (excluding taxes, licenses and fees)	222,282	220,628
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	927,000	525,000
7.1	Current federal and foreign income taxes (including \$0 on realized capital gains (losses))	***************************************	
7.2	Net deferred tax liability		····
8.	Borrowed money \$0 and interest thereon \$0.		***************************************
9.	Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$51,806,409 and including warranty reserves of \$0).	16,936,944	38,639,355
10.	Advance premiums	-аптынатыны жашаты	
11.	Dividends declared and unpaid:		
	11.1 Slockholders		
	11.2 Policyholders		***************************************
12.	Ceded reinsurance premiums payable (net of ceding commissions)	12,413,173	9,296,18
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	10,523,188	7,42!
	Amounts withheld or retained by company for account of others		161,35
	Remittances and items not allocated		
	Provision for reinsurance (Schedule F, Part 7)	***************************************	***************************************
	Net adjustments in assets and liabilities due to foreign exchange rates.		
	Orațis outstanding.		
	Payable to parent, subsidiaries and affiliates.		
	Payable for securities		
	•		
	Liability for amounts held under uninsured accident and health plans		1124401113424111111111111111111111111111
	Capital notes \$0 and interest thereon \$0	1	
	Aggregate write-ins for liabilities,		
	Total liabilities excluding protected cell liabilities (Lines 1 through 23)		
	Protected cell liabilities		
26,	Total liabilities (Lines 24 and 25)	67,271,829	124,110,51
27.	Aggregate write-ins for special surplus funds	0	
28.	Common capital stock	100	10
29.	Preferred capital stock	***************************************	
30.	Aggregate write-ins for other than special surplus funds	0	
31.	Surplus notes		
32.	Gross paid in and contributed surplus	55,846,716	49,846,71
33,	Unassigned funds (surplus)	(51,334,783)	(31,076,10
34.	Less treasury stock, at cost:		
	34.10.000 shares common (value included in Line 28 \$0)	440146611411141111011144111110014441	···
	34.20.000 shares preferred (value included in Line 29 \$0)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 39)		I
	TOTALS (Page 2, Line 26, Col. 3)		
	DETAILS OF WRITE-INS		!
93A4	DETAILS OF WAITERING		<u> </u>
		1	
	номосимо анивом реторительного получения выполняющий на применения по применения выполняющей на применения выстрания выполняющей на применения выполн		
	Summary of remaining write-ins for Line 23 from overflow page		
	Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)		
	,		14555144444115444411544111445511
2702.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	
3001.			
3002.			
3003.	мариканын а нынанынанын кажыманын кан кан кан кан кан кан кан кан кан ка		
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	***************************************
	Totals (Lines 3001 Ihru 3003 plus 3098) (Line 30 above)		1

STATEMENT OF INCOME

	3!ATEMENT OF INCOME		
	UNDERWRITING INCOME	1 Current Year	2 Dries Venn
١,			Prior Year 75,998,650
1.	Premiums earned (Part 1, Line 34, Column 4)	30,000,026	
١,	DEDUCTIONS Losses incurred (Part 2, Line 34, Column 7)	12 912 699	148,082,626
	Loss expenses incurred (Part 3, Line 25, Column 1)		
l	Other underwriting expenses incurred (Part 3, Line 25, Column 2)		17,388,367
4.	Officer and symmetry expenses incurred (Part 3, Line 25, Column 2)		0
5.	Total underwriting deductions (Lines 2 through 5)	66 886 01/	171,278,964
	Not income of protected cells		
	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)		(95,280,314)
8.	INVESTMENT INCOME	(20,130,400)	(80,200,014)
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	2 004 328	2,763,511
	Net realized capital gains (losses) less capital gains tax of \$0 (Exhibit of Capital Gains (Losses))		313,893
11.	Net investment gain (loss) (Lines 9 + 10)		3.077,404
'''	OTHER INCOME		112111111111111111111111111111111111111
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered \$0		
14.	amount charged off \$0)	0	(
13,	Finance and service charges not included in premiums		
14.	Aggregate write-ins for miscellaneous income	89.739	1,154
	Total other income (Lines 12 through 14)		1,154
	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign		
	income taxes (Lines 8 + 11 + 15)	(10,225,660)	(92,201,757)
17.	Dividends to policyholders		
18.	Net income, after dividends to colicyholders, after capital gains tax and before all other federal and foreign		
	income taxes (Line 16 minus Line 17)	(10,225,660)	(92,201,757)
	Federal and foreign income taxes incurred.		
20.	Net income (Line 18 minus Line 19) (to Line 22)	(10,662,391)	(73,232,733)
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	18,770,713	62,519,949
	GAINS AND (LOSSES) IN SURPLUS		
22.	Net income (from Line 20)	(10,662,391)	(73,232,733)
23.	Net transfers (to) from Protected Cell accounts		
24.	Change in net unrealized capital gains or (losses) less capital gains tax of \$(1,498,108)	(2,687,117)	1,072,438
25,	Change in net unrealized foreign exchange capital gain (loss)		
26.	Change in net deferred income tax		
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26 Column 3)		
28.	Change in provision for reinsurance (Page 3, Line 18, Column 2 minus Column 1)		
29.	Change in surplus notes		
30.	Surplus (contributed to) withdrawn from protected cells		
31.	Cumulative effect of changes in accounting principles	***************************************	***************************************
32.	Capital changes:		
	32.1 Paid in	,.,,,,,,	
	32.2 Transferred from surplus (Stock Dividend)		
	32,3 Transferred to surplus		
33.	Surplus adjustments;		
	33.1 Paid in	6,000,000	23,500,000
	33.2 Transferred to capital (Stock Dividend)		
1	33.3. Transferred from capital		
34.	Net remittances from or (lo) Home Office.		
35.	Dividends to stockhotders		
36.	Change in freasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1)		***************************************
37.	Aggregate write-ins for gains and losses in surplus	0	0
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	(14,258,680)	(43,749,236)
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35)		
	DETAILS OF WRITE-INS		
0501.			
0502.	должина приволян ия солжиния политичности принадать принадать принадать политичности		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	шиния принци		
	Summary of remaining write-ins for Line 5 from overflow page	0	0
	Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0
	Miscellaneous Income	89,739	
1402.		100000000000000000000000000000000000000	шолином начинатония
1403.	Summary of remaining write-ins for Line 14 from overflow page	0	n
1498.	Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	89,739	1.164
1-700.			
3704	TODAY FINANCIAL TO POST TO POS		
3701. 3702.	нанания санина санина в настройните същение в настройните на предостава на предостава на предостава на предоста	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
3701. 3702. 3703.			
3702. 3703.			0
3702. 3703. 3798.		0	0

	CASH FLOW		
		1 Current Year	2 Prior Year
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	23,286,941	79,990,011
2.	Net investment income	2,205,128	3,037,099
3.	Miscellaneous income	89,739	1,155
4.	Total (Lines 1 through 3)	25,581,808	83,028,265
5.	Benefit and loss related payments.	94,972,579	89,248,153
6.			
7.	Commissions, expenses paid and aggregate write-ins for deductions	13.887.498	21,685,895
8.	Dividends paid to policyholders		
9.	Federal and foreign income taxes paid (recovered) \$0 net of tax on capital gains (losses)	(26,447,213)	8,616,327
10.	. , , ,		119,550,376
11.	Net cash from operations (Line 4 minus Line 10)	(56,831,056)	
, , ,	CASH FROM INVESTMENTS	, , , , , , , , , , , , , , , , , , , ,	
12.	Proceeds from investments sold, matured or repeld:		
	12.1 Bonds	17,705,285	92,926,384
	12.2 Slocks	34,084,822	41,028,996
	12.3 Mortgage loans	The special section of the special section of the s	
	12.4 Real estate		,,,,,,
	12.5 Other invested assets.	6,015,293	3,086,374
	12.6 Net gains or (losses) on cash, cash equivalents and short-term Investments		(11,394
	12.7 Miscellaneous proceeds		123,882
	12.8 Total investment proceeds (Lines 12.1 to 12.7)		137.154.242
1 3.		,,	Ammaniam 101 104)242
10.	Cost of investments acquired (long-term only): 13.1 Bonds	907 196	60,574,001
		662,271	51,518,870
	13.2 Slocks		
	13.4 Real estate	390,000	3.800.000
	13.5 Other invested assets.	.	
	13.6 Miscellaneous applications	4 040 457	115.892.871
	13.7 Total investments acquired (Lines 13.1 to 13.6)	l	
14.	Net increase (decrease) in contract loans and premium notes.		21,261,371
15.	Net cash from Investments (Line 12.8 minus Lines 13.7 and 14)	55,819,403	21,201,311
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES	•	
16.	Cash provided (applied):		-
	16.1 Surplus notes, capital notes.	1	
	16.2 Capital and paid in surplus, less treasury stock		23,500,000
	16.3 Borrowed funds	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	411155111111111111111111111111111111111
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	***************************************	
	16.5 Dividends to stockholders		
	16.8 Other cash provided (applied)		
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	5,982,183	23,268,040
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18,	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	4,970,530	8,007,300
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year		
	19.2 End of year (Line 18 plus Line 19.1)	36,600,934	31,630,403

Note: Supplemental disclosures of cash flow information for non-cash transactions:
20.0001

UNDERWRITING AND INVESTMENT EXHIBIT

DADTA	- PREMIUMS	EADMED
PARI 1	- PREMIUMS	FARNED

19.1, 19.2 Private passenger auto liability		PA	RT 1 - PREMIUMS E			
2. Alled times		Line of Business	Premiums Written per	Unearned Premiums December 31 Prior Year- per Col. 3 Last	Unearned Premiums December 31 Current Year- per Col. 5	Premiums Earned During Year
2. Alled times	1.	Fire	3,072,682	7,972,573	3,345,819	7,699,436
3. Famourises multiple perit			4,730,03B		10,106,646	19,742,778
4. Homeownet multiple peril			•			0
6. Commercial multiple period. 6. Mortgage guarenty. 6. Cosen marine. 6. Cosen marine. 7. Other marine. 7. Other marine. 8. Other marine. 8. Other marine. 8. Other marine. 8. Other marine. 9. O		, ,		5.540,763	3,477,269	.,8,230,374
6. Cover marries	1					0
8. Coam martines						0
9. Infland markins		***				0
10. Financial guaranty						0
11.1 Medical malpractice - occurrence.						0
11.2 Macical matpractice - claims-made		• •			71411111111111111111111111111111111111	0
12. Eurityasika		,				
13. Group accident and health (group and individual)		·		,	, recommendation	
14. Cecat accident and health (group and inclividual)		*				
15. Other accident and health	Ì	·		aanssa aansa aa a		
16. Workers' compensation.					***************************************	
17.1 Other liability - occurrence	15.			(11111111111111111111111111111111111111		,,,
17.2 Other liability - claims-made	16.	· · · · · · · · · · · · · · · · · · ·	i			
18.1 Products liability - occurrence	17.1			6,633	7,210	13,940
18.2 Products liability - claims-made.	17.2	Other llability - claims-made				0
19.1, 19.2 Private passenger auto liability	18.1	Products liability - occurrence	MAN 1 00 00 00 00 00 00 00 00 00 00 00 00 0			0
19.3, 19.4 Commercial auto liability	18.2	Products liability - claims-made	.,,,,,	«припункция при		0
21. Auto physical damage	19.1, 19.2	Private passenger auto liability			.,,,,,,,	0
22. Aircraft (all perils)	19.3, 19.4	Commercial auto liability	444AAAAAA		«пиничиний	0
23. Fidelity	21.	Auto physical damage		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		00
24. Surety	22.	Aircraft (all perils)	110000000000000000000000000000000000000	111111111111111111111111111111111111111		0
26. Burglary and theft	23.	Fidelity				0
27. Boiler and machinery	24.	Surety		***************************************		
28. Credit	26.	Burglary and theft	MARKET MA			0
29. International	27.	Boiler and machinery				0
30. Reinsurance - nonproportional assumed property	28.	Credit	,/AIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	>>(1)	ынанынаныныначачача	0
31. Reinsurance - nonproportional assumed liability. 32. Reinsurance - nonproportional assumed financial lines. 33. Aggregate write-ins for other lines of business. 34. TOTALS. DETAILS OF WRITE-INS 3301. 3302. 3303. 3308. Summary of remaining write-ins for Line 33 from overflow page	29.	International		»«шинонния		00
32. Reinsurance - nonproportional assumed financial lines	30.	Reinsurance - nonproportional assumed property	»:::::::::::::::::::::::::::::::::::::			0
33. Aggregate write-ins for other lines of business	31.	Reinsurance - nonproportional assumed liability				0
34. TOTALS	32.	Reinsurance - nonproportional assumed financial lines				0
34. TOTALS	33.	Aggregate write-ins for other lines of business	,,,,0	0	0	0
Setall S OF WRITE-INS	1					35,686,528
3301. 3302. 3303. 3308. Summary of remaining write-ins for Line 33 from overflow page						
3302. 3303. 3398. Summary of remaining write-ins for Line 33 from overflow page	3301.					0
3303		100111-100111-1001-10011-	(-117) major (-117)			0
3398. Summary of remaining write-ins for Line 33 from overflow page				***************************************	,	0
		Summary of remaining write-ins for Line 33 from overflow page		0	o	0
1 3388. THISIS (LINES 5.00) (THI 3303 DIUS 5380) [LINE 33 SDOVEI	3399.	•		1		

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

(a) Gross premiums (less reinsurance) and unearmed premiums on all unexpired risks and reserve for return premiums under rate credit or retrospective rating plans based upon experience.

	return premiums under r	ate credit or retrospec	tive rating plans based	з ирап өхрөпөлсө.	4	5
	Line of Business	Amount Unearned (Running One Year or Less from Date of Policy) (b)	Amount Unearned (Running more than One Year from Date of Policy) (b)	Earned But Unbilled Premlum	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols, 1 + 2 + 3 + 4
1.	Fire	3,345,819			.,	3,345,819
2.	Allied lines	10,106,648	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		поставления	10,106,646
3.	Farmowners multiple peril			MONTH AND ADDRESS OF THE ADDRESS OF		0
4.	Homeowners multiple peril	3,477,269				,3,477,269
5.	Commercial multiple peril	>*************************************				0
6.	Mortgage guaranty			шыншыншыншы	11111111111111111111111111111111111111	0
8.	Ocean marine			.,,,,		0
9.	Inland marine					0
10.	Financial guaranty			***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0
11.1	Medical malpractice - occurrence			***************************************		0
11.2	Medical malpractice - claims-made	***************************************	***************************************	,		0
12.	Earthquake					0
13.	Group accident and health	налиньыманиами				0
14.	Credit accident and health (group and Individual)	,				0
15.	Other accident and health	>*************************************				0
16.	Workers' compensation	.p.		мин		0
17.1	Other liability - occurrence	7,210	миненинения	***************************************		7,210
17.2	Other flability - claims-made	,			>*************************************	0
18.1	Products liability - occurrence		***************************************			0
18.2	Products liability - claims-made	,		(1441)		0
19.1, 19.2	Private passenger auto liability		***************************************		***************************************	0
	Commercial auto liability		1121>	***************************************		0
21.	Auto physical damage	***************************************			***************************************	0
22.	Aircraft (all periis)	401111111111111111111111111111111111111	>>478477771184444777		4-111	0
23.	Fidelity	************		1111 Meet 1411 111 111 111 111 111 111 111 111 1		0
24.	Surety		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************	0
26.	Burglary and theft	(1444)444()11115) 14441111154		***************************************		0
27.	Boiler and machinery		,	***************************************	нанимы кан пессия поли	0
28,	Credit	. M. 14411111111111111111111111111111111				0
29.	International					0
30,	Reinsurance - nonproportional assumed property	шыаныышааныылаан				0
31.	Reinsurance - nonproportional assumed liability			***************************************		0
32.	Reinsurance - nonproportional assumed financial lines			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0
33.	Aggregate write-ins for other lines of business	0	0	0	0	0
34.	TOTALS	16,936,944	0	0	0	16,936,944
35.	Accrued retrospective premiums based on experience					
36.	Earned but unbilled premiums				***************************************	***************************************
37.	Balance (sum of Lines 34 through 36)	***************************************	(1 p	4		16,936,944
L	<u> </u>	DETAILS OF V				
3301.						0
3302.						0
OUL.						

			DETAILS OF Y	YRITE-INS				
ſ	3301,						0	
	3302.	Administration of the state of					0	
	3303.	**************************************				***************************************	0	
	3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	00	0	0	
١	3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	

⁽a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force. Are they so returned in this statement? Yes [X] No []. State here basis of computation used in each case; Oally Pro-Rate

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Gross Premiums (Less Return Premiums), Including Policy and Membership Fees Written and Renewed During Year Net Premiums Written (Cols. 1 + 2 + 3 Business Line of Business From Affiliates From Non-Affiliates To Affiliates To Non-Affiliates -4-5) (a) .3,072,682 ..19,096,135 .16.023.453 ..90,357,593 .4,730,03895,087,631 2. Farmowners multiple peril... 3. Homeowners multiple peril. ..31,876,092 ..25.709.212 Commercial multiple peril. Mortgage guaranty... 9. Inland merine 10. 11.1 Medical malpractice - occurrence 11.2 Medical malpractice - claims-made. 12. 13. Group accident and health... Credit accident and health (group and individual) Other accident and health. 16 Workers' compensation... 17.1 Other liability - occurrence.. 17.2 Other liability - claims-made 18.1 Products liability - occurrence... Products liability - claims-made 19.1, 19.2 Private passenger auto liability. 19.3, 19.4 Commercial auto liability. Auto physical damage. 22. Aircraft (all perils). 24. Surety.... Burglary and theft. Boiler and machinery ...1.648.209 .1.648.209 28. .XXX. 30. Reinsurance - nonproportional assumed property... 31. Reinsurance - nonproportional assumed flability. 32. Reinsurance - nonproportional assumed financial lines. 33. Aggregate write-ins for other lines of business .134,076,175 ..0 .13.984.117 TOTALS. .148,060,292 DETAILS OF WRITE-INS 3301. 3302. 3303 3398. Summary of remaining write-ins for Line 33 from overflow page Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)...

⁽a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [| No [X]

If yes: 1. The amount of such installment premiums \$......0.

^{2.} Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$...........0,

Comment of the comm				PARI 2	PARI 2 - LUSSES PAID AND INCURRED	INCURRED			•	c
Discriments Reference of the control of t		•	•		ess Salvage	7	n	٥	-	o Percentage of
1,500,186			Direct	Reinsurance	Reinsurance	Net Payments	Net Losses Unpaid Current Year	Net Losses Unpaid	Losses incurred Current Year	Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 4)
1,55,561,562 1,5,564 1,5,504				Assumen	7800vereu 326.304	269.399	337.117	751.977	(145,461)	(1.9)
1,50,386 2,564 2,35,64 22 2,422 2,					96,033,198	79,327,368	23,551,400	66,553,202	36,325,566	184.0
44,271,540 5,861 33,864,52 7,727,911 77,751 7,727,911 77,751 7,727,911 7,727,9		nowners muttale peril	***************************************			. 0	***************************************	H	0	***************************************
1,500,386			44,221,950		33,548,152	10,679,759	(84,323)	3,322,525	7,272,911	88.4
Control Cont			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		910,927	. 609,459	33,414	277,951	364,922	***************************************
Control Cont						0	***************************************	PARALLA TRANSPORTE CONTRACTOR CON	0	
Control Cont					***	0	***************************************	***************************************	0	
Color Colo				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0			0	
Control Cont		incial guaranty			***	. 0	***************************************		0,	
Color Colo		ical malpractice - occurrence		-		0	-		0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
27.78.586 DETAILS OF WITHELINS DETAILS OF WITH DETAILS OF						0		******	0	
Color Colo		thquake.				0	***************************************		0	
Color Colo				***************************************	***************************************	0			0	
XXX C		dit accident and health (group and individual)				0		***************************************	0	
XXX XXX <td></td> <td>er accident and health.</td> <td></td> <td>***************************************</td> <td>***************************************</td> <td>0</td> <td></td> <td></td> <td>00</td> <td></td>		er accident and health.		***************************************	***************************************	0			00	
Color Colo			***************************************		***************************************	0	***************************************	***************************************	0	
Color Colo						. 0	25,000	250	24,750	177.5
XXX. XXX. DETAILS OF WRITE-INS 0 </td <td></td> <td>er liability - claims-made</td> <td>***************************************</td> <td>***************************************</td> <td></td> <td>0</td> <td></td> <td>***************************************</td> <td>0</td> <td>***************************************</td>		er liability - claims-made	***************************************	***************************************		0		***************************************	0	***************************************
XXX. XXX. DETAILS OF WRITE-LINS 0<						. 0	***************************************		0	***************************************
XXX XXX C <td>18.2 Pro.</td> <td>ducts liability - claims-made</td> <td></td> <td></td> <td></td> <td>. 0</td> <td></td> <td>***************************************</td> <td>0</td> <td>***************************************</td>	18.2 Pro.	ducts liability - claims-made				. 0		***************************************	0	***************************************
XXX. C	1, 19.2 Priv	ate passenger auto liability	,	*	***************************************	. 0			0	
XXX. XXX. 0 </td <td>3, 19.4 Con</td> <td>mmercial auto liability</td> <td></td> <td>* *************************************</td> <td>***</td> <td>0</td> <td></td> <td></td> <td>0</td> <td></td>	3, 19.4 Con	mmercial auto liability		* *************************************	***	0			0	
Z78,596 ————————————————————————————————————	21. Auf	o physical damage				. g			0	***************************************
XXX. Control of	22. Airc	raft (all penis)			***************************************		114441714444444444444444444444444444444		0	
XXX 0	23. Fig.	ality				0	***************************************		0	***************************************
XXX. XXX. Control of a con	24. Sur	ety							0	***************************************
XXX. XXX. 0 </td <td>Z6. Bur</td> <td>glary and theft</td> <td>002.000</td> <td></td> <td>202 026</td> <td></td> <td>***************************************</td> <td></td> <td>0</td> <td>***************************************</td>	Z6. Bur	glary and theft	002.000		202 026		***************************************		0	***************************************
XXX. 0		er and machinery	966,877		086,8,330	-				
XXX. XXX. 0 </td <td>2 2</td> <td>Off</td> <td></td> <td></td> <td>***************************************</td> <td>-</td> <td></td> <td></td> <td>C</td> <td></td>	2 2	Off			***************************************	-			C	
XXX. XXX. 0 </td <td></td> <td>strategies accommendate accommendate</td> <td>XXX</td> <td></td> <td></td> <td>C</td> <td></td> <td></td> <td>Ċ</td> <td></td>		strategies accommendate accommendate	XXX			C			Ċ	
XXX 0	7 7	Institution = (refigiopolitorial about the property	XXX		**	0			0	
Aggregate with-instruction of the control of the	20 Nois	issuance - connonortional assumed financial lines	XXX			0			0	
TOTALS. TOTA		vegate write he for other lines of hisiness	_	0	. 0	0	00	0	0	
DETALS OF WRITE-INS DETALS OF WRITE-INS 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	ľ		221,978,201	55		. 90,885,985	23,862,608	70,905,905	43,842,688	12
Summary of renaling withering for Line 33 from overflow page — <td>l</td> <td></td> <td></td> <td></td> <td>DETAILS OF WRITE-INS</td> <td></td> <td></td> <td></td> <td></td> <td></td>	l				DETAILS OF WRITE-INS					
Summary of remaining with-ins for Line 33 from overflow page	1			***************************************	***************************************	. 0		***************************************	0	***************************************
Summary of remaining write-ins for Line 33 from overflow page			***************************************	***************************************		0	***************************************		0	***************************************
Summary of remaining white for Line 33 from overflow page						0			0	
				0	0,	0	0	0	0	XXX

Annual Salement for the year 2005 of the Southern Family Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT PART 24 - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Proc. Proc				-	-			house of D. t. Mot Donorton		•	0
The control of the		1		Керопе	Cosses	*	1	incurred but hot hepured		•	
1 Attachment and production Control of the co			.	7	5 Deduct Reinsurance	Net Losses Excluding	n	•	-		
Figure Use of Spiritors Control Contro					Recoverable from	incurred but		Doingsuppose	Boing	Net Losses	Unpaid Loss
2. Marketine Control State of Cont		Line of Business	Direct		Unauthorized Companies	(Cols. 1 + 2 - 3)	Direct	Assumed	Ceded	(Cols. 4 + 5 + 6 - 7)	Expenses
2. Authority control ACCUPATION <	Ĺ	Fire	_	***************************************	. 83,451	59,072	595,239	***************************************	317,194		56,384
4. Convenient miles port 5. September of miles port 5	٠٠٠	Alied lines.		***************************************	410,678,460	23,039,534	1,048,858		536,992	23,551,400	293,862
4. Commonion motion solution states and antipological motion solution solution states and antipological motion states and antipological	· (7)	Farmowners multiple peril.			***************************************	- 0		***************************************	111.14101111111111111111111111111111111	0	
6. Commonication of the comm	4	Homeowners multiple peril.		1	. 26,796,793	(1,486,673)	3,656,097	***************************************	2,253,747	(84,323)	221,749
6. Montpose parametry		Commercial multiple peril	_	ŧ	16,715	16 785	31,516		14,887	33,414	6,512
8. Out in control contr	· «	Mortnage prigranty	-			0			***************************************	0	
9. Financial grants/ Common of protection of p		Coean marine				0		***************************************		- 8	
1. Principal granted scoretors		Inland marine				g				0	
1.2 Microbial disposition control of properties and control of pro	-	Encapties Attendable				c				0	
11 Michael displaces - Calendrates 1 1 Michael displaces - Calendrates 1 1 Michael displaces - Calendrates - Calendrates 1 1 Michael displaces - Calendrates 1 1 Michael displaces - Calendrates 1 1 1 1 1 1 1 1 1	- ÷	Hedinal graduation over the second			***************************************					C	
1. Emission secretaristics 2. Comparing a contract of the	_ ;	Medical Halplacace - accurative	***************************************			0		***************************************		C	
1. Cartification and health 20 cartification 2	=	Medical maipractice - clariffs-made				2	***************************************				
1. Order acceptant and health 1. Order acceptant acceptant and health 1. Order acceptant	_		***************************************			- 0		***************************************		2	
14. Oral accider and health (group and indebtidation) (9) 0 15. Oracle activity (9) 0 17. Oracle activity (20) 25,000 18. To Oracle activity (20) 25,000 18. To Oracle activity (20) 0 18. A contracted activity (20) 0 18. A contracted activity (20) 0 2. A contracted activity (20) 0 <	, =	Group accident and health.				3		***************************************		(a)(a)	
15	<u>,-</u>	Credit accident and health (group and Individual)							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	9	
15		Other accident and health	***************************************			0			***************************************	(a)	
17.2 Own leading controveds Stop Doe 475,000 25,000<	Ť	Workers' compensation				0			***************************************	0	
17.2 Organ leably - camera- 0<	-	Other liability - occurrence	500.000		475.000	25.000		***************************************		25,000	2
18.1 Products febrilly - Cocking roads 18.1 Products febrilly - Cocking roads 18.2 Products febrily - Cocking roads 18.2 Packed stable - Cocking roads 18.2 Packed roads <th></th> <td>Other lishility - claims made</td> <td></td> <td></td> <td></td> <td>C</td> <td></td> <td></td> <td></td> <td>0</td> <td></td>		Other lishility - claims made				C				0	
(1.2) Products leading - carter market (1.2) (1.2) (1.2) Products leading - carter market (1.2)		Products lishility - or currence				ď				0	
One parameter and packed with packed and pa		Descriptor fishelito states made				0				ď	
Comparison of the control of the c	d	Drivate verseaners and lishility				C				0	
Auto Physical damage. 40.00 ministrat page 10.00 mini	5	Thate passenger also liability		***************************************						C	
Urota (piysas) at singles 0 <th>n c</th> <td>COMMITTEE CIST SALVE HADRING</td> <td></td> <td></td> <td>***************************************</td> <td></td> <td>***************************************</td> <td></td> <td></td> <td>0</td> <td></td>	n c	COMMITTEE CIST SALVE HADRING			***************************************		***************************************			0	
Violating Viol	u č	Auto priystical dalinage					***************************************				
Lineary. Jurishy. Color and machinery. Color and ma	7 6	Aircraft (all pents).	***************************************	***************************************				***************************************			
Subtraction Description AVX Beging	7	: Idelity	***************************************	***************************************							
Subject and their body larget and machinety. 70,096 70,096 89,105 0 89,105 0	M)	Surety				- 0	***************************************		***************************************	0	
Control of the state of the s	∾i	Surglary and theft.								, o	***************************************
Control of the first of the f	7	Boller and machinery		***************************************	70,096		89,105		39,105	0	
International assumed property XXX	2	2.redit					***************************************			7	
Reinsurance - nonproportional assumed property XXX Reinsurance - nonproportional assumed labelity XXX Applications assumed labelity XXX XXX Applications assumed labelity XXX	N	International							***************************************	. 0	***************************************
Reinstrance nonproportional assumed liability. XXX Reinstrance assumed liability. XXX Company of the composition	כי	Reinsurance - nonproportional assumed property				- 0	XXX			0	
Reinstrance - nonproportional assumed financial lines XXX Image: Contract of the cont	ю —	Reinsurance - nonproportional assumed liability		***************************************		- 0	XXX			0	***************************************
Aggregate write-ins for other lines of business. 0 0 0 0 48gregate write-ins for other lines of business. 0 3211325 23.862,609 ————————————————————————————————————	ന്	Reinsurance - nonproportional assumed financial lines				0	XX			. 0	
TOTALS TOTALS	ന്	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
DETAILS OF WRITE-INS DETAILS OF WRITE-INS	4	TOTALS			438,120,515	2	5,420,815	0	3,211,925	23,862,608	878,512
Summary of remaining write-ins for Line 33 from overflow page Totals Line 3305 thus 3330 sites 33809. Line 33 above) Totals Line 3305 thus 3330 sites 33809. Line 34 by control of the control of					DETAILS OF	- WRITE-INS					
Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of remaining write-ins for Libe 33 from overflow page. Summary of the Summary of Remaining write-ins for Libe 33 from 0	8			111111111111111111111111111111111111111		0		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	
Summary of remaining write-ins for Line 33f from overflow page Challe Line 33f from overflow page Charles Charle	Ę					- 0				0	
Summity of remaining write-ins for Line 33 from overflow page	3 8					0				00	***************************************
Total (lines 3301 thin 3808) (Lines 3301 thin 2808) (Lines 3404) (Lines 3404 thin 2808) (Li	}	Summary of remaining write-ins for line 33 from overflow page.	_		0	0	0	0	0	. 0	0"
Total size and the account of the ac	3 8	Totals (Lines 3301 than 3303 plus 3398) (Line 33 above)			0	0	0	0	0	0	0
	3	indiana (minos con and code pide code) (minos de code)	-								

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	PART 3 - E	1	2	3	4
		Loss Adjustment Expenses	Olher Underwriting Expenses	Investment Expenses	Total
1.	Claim adjustment services:	Experience	ENPOSITO O	широдово	10.01
1.	1.1 Direct	27 884 385			27,864,36
		27,804,303	***************************************		25
	1.2 Reinsurance assumed				
		25,800,202			25,800,203
	1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	2,064,419	0	0	2,064,41
2,	Commission and brokerage:				
	2.1 Direct excluding contingent		33,657,418	41-4333	33,657,41
	2.2 Reinsurance assumed excluding contingent		·*······		
	2,3 Reinsurance ceded excluding conlingent	***************************************	27,436,780		27,436,78
	2.4 Contingent - direct	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,		
	2.5 Contingent - reinsurance assumed	BW96646BW6BC4HD964BWH		***************************************	
	2.6 Contingent - reinsurance ceded		854,008	жан ын аны жарынар.	854,00
	2.7 Policy and membership fees		1,184,119		1,184,11
	2.8 Net commission and brokerage (2.1 + 2.2 • 2.3 + 2.4 + 2.5 • 2.6 + 2.7)		6,550,749	0	
3.	Allowances to managers and agents			11)841)8407111119401119849411	
4.	Advertising	********	161.757	100000000000000000000000000000000000000	
5.	* '				161,7{
6.	Surveys and underwriting reports		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		********************
7.	Audit of assureds' records	***************************************			
8.	Salary and related items:				1
	8.1 Salaries			***************************************	
	8.2 Payroll laxes	,	anssaanamanaan	эмэннэмичинэминин	
9,	Employee relations and welfare	***************************************	.,,		***************************************
10.	Insurance.			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,
11.	Directors' fees				
12.	Travel and travel items.				
13.	Rent and rent items				
			2.096		
14.	Equipment				2,09
15.	Cost or depreciation of EDP equipment and software				
16,	Printing and stationery		l		
17.	Postage, telephone and telegraph, exchange and express				29,3
18.	Legal and auditing	ими принципринципринципринципринципринципринципринципринципринципринципринципринципринципринципринципринципринц	70,562		70,50
19.	Totals (Lines 3 to 18)	0	276,889	0	276,8
20.	Taxes, licenses and fees:				
	20.1 State and local insurance taxes deducting guaranty association credits				
	of \$0		2,824,576		2,824,5
	20.2 Insurance department licenses and fees		14,214		14,2
	20.3 Gross guaranty association assessments	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
	20.4 All other (excluding federal and foreign income and real estate)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	89,275		89,2
	20.5 Total layers, licenses and fees (20.1 ± 20.2 ± 20.3 ± 20.4).	0	2 928 065	0	2.928.0
21.	Real estate expenses			.,	
	Real estate expenses			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
22.					
23.	Reimbursements by uninsured accident and health plans				
24.	Aggregate write-ins for miscellaneous expenses			115,018	
25.	Total expenses incurred	2,064,419	9,977,907	115,018	(a)12,157,3
26.	Less unpaid expenses - current year	878,612	1,149,281		2,027,7
27.	Add unpaid expenses - prior year	3,127,338	(562,371)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	2,564,9
28.	Amounts receivable relating to uninsured accident and health plans, prior year				
29.	Amounts receivable relating to uninsured accident and health plans, current year			mananananananananananana	
30.	TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)				
		•			
		WRITE-INS	1=0 ===		4
	Contributions		150,000		
	Investment Management Expense	1		115,018	115,C
403.	Consulting Fees		72,204		72,2
249B.	Summary of remaining write-ins for Line 24 from overflow page	0	0	0	
	Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above)	l o	222.204	115.018	397.2

(a) Includes management fees of \$.....1,678,690 to affiliates and \$.......0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	EXHIBIT OF RET INVESTMENT INCO		
		1	2
		Collected During Year	Earned During Year
	110	(a)582,449	
1.	, o-		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
1.1	Bonds exempt from U.S. tex.		
	Other bonds (unaffiliated)		
1.3	Bonds of affiliates		
2.1	Preferred stocks (unaffiliated)		4,768
2.11	Preferred stocks of affiliates		
2.2	Common stocks (unaffiliated)		351,801
2.21	Common slocks of affiliates		
3,	Mortgage loans		
4.		(d)	1
5.	Contract loans,		
l .	Cash, cash equivalents and short-term investments		
7.	Derivative instruments		
8.	Other invested assets		
9.	Aggregate write-ins for investment income		
	Total gross investment income		
	Investment expenses		
12.	Investment taxes, licenses and fees, excluding federal income taxes		
13.	Interest expense		
14.	Depreciation on real estate and other invested assets		
15.	Aggregate w/ite-ins for deductions from investment income		
16.	Total deductions (Lines 11 through 15)		
17.	Net investment income (Line 10 minus Line 16)		2,004,328
	DETAILS OF WRITE-INS		
0901.	макала <mark>н</mark> ия иниципунания иниципунания и при при при при при при при при при п		
0902.	полительно на при на п		
	рининия и и и и и и и и и и и и и и и и и		
	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)	0	0
1501.	Мидериментиров в применя на применя при применя при при применя при		
1502.			
	парат салмания политичного провоздения политичного в странения политичного в странения политичного в странения политичного в странения в с		
1598.	Summary of remaining write-Ins for Line 15 from overflow page,		00
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above)		0
(a)	Includes \$327 accrual of discount less \$11,193 amortization of premium and less \$11,988 paid for accrued interest or		
(b)	Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued dividends on p		
(c)	Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on pure	chases.	
(d)	Includes \$0 for company's occupancy of its own buildings; and excludes \$0 interest on encumbrances.		
(e)	Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on pure	chases.	
(f)	Includes \$0 accrual of discount less \$0 amortization of premium.		
(g)	Includes \$0 investment expenses and \$0 investment taxes, licenses and fees, excluding federal income taxes, attractions are suppressed in the s	ibutable to Segregated and Sep	arate Accounts,
(h)	Includes \$0 interest on surplus notes and \$0 interest on capital notes.		
(i)	Includes \$0 depreciation on real estate and \$0 depreciation on other invested assets.		

EXHIBIT OF CAPITAL GAINS (LOSSES)

	FVIIIDI	I OI GALIIAL	CHING LOCOL	.0/	
		1	2	3	4
		Realized			
		Gain (Loss)	Other	Increases	
		on Sales	Realized	(Decreases) by	
		or Maturity	Adjustments	Adjustment	Total
1.	U.S. government bonds	1,375,730		(14,994)	1,360,736
1.1	Bonds exempt from U.S. tax,			,	0
1.2	Other bonds (unaffiliated)	795,868	128,357	(146,283)	777,942
1.3	Bonds of affiliates		.,,		0
2.1	Preferred stocks (unaffiliated)	1,827	141115554445556411115511144118441184	(4,767)	(2,940)
2.11	Preferred stocks of affiliates		4411556441564415656416655111111	***************************************	0,
2.2	Common stocks (unaffiliated)	4,730,016		(3,646,055)	1,083,961
2.21	Common stocks of affiliates	and another annual manual manual	ишиншиномашичканиччин		0
3.	Mortgage loans	панинымининыминимы	,		0
4.	Real estate	теаниот панины несание с част	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	5-44-4	0
5.	Contract loans	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,	>1441111 X1 > 144311110 > 14411111 > 1441111 > 14411111 > 14411111 > 14411111 > 14411111 > 14411111 > 1441111 > 14411111 > 14411111 > 14411111 > 14411111 > 14411111 > 144111 > 1441111 > 1441111 > 1441111 > 1441111 > 1441111 > 1441111 > 1441	0
6.	Cash, cash equivalents and short-term investments	(36,540)		14114D100111D11111111111111111111111111	(36,540)
7.	Derivative instruments			····	
8.	Other invested assets	871,115		(468,209)	402,906
9.	Aggregate write-ins for capital gains (losses)	12,385	0	00	12,385
10.	Total capital gains (losses)	7,750,401	128,357	(4,280,307)	3,598,450
		DETAILS OF WR			
0901.	PW M2 Fund Final Settlement Gain (sold in 2004)	12,385			12,385
0902.	, , ,		***************************************	***************************************	0
0903.	WIREPOST	441111114444111111111111111111111111111	 		0
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
	Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)				12,385

EXHIBIT OF NONADMITTED ASSETS

		1 Current Year	2 Prior Year	3 Change in Total
		Total Nonadmitted Assets	Total Nonadmitted Assets	Nonadmitted Assets (Col. 2 - Col. 1)
1.	Bonds (Schedule D)			0
2.	Stocks (Schedule D):			
	2.1 Preferred stocks	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0
	2,2 Common stocks	***************************************	***************************************	0
3.	Mortgage loans on real estate (Schedule B):			
	3.1 First liens	шинаничнина	419-(417) 1419-1419-1419-1419-1419-1419-1419-1419	0
	3,2 Other than first liens			0
4.	Real estate (Schedule A):			
	4.1 Properties occupied by the company			0
	4.2 Properties held for the production of income		>100.5.4333351.0000331.1000033334.10000 3	0
	4.3 Properties held for sale			0
5.	Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6.	Contract loans			0
7.	Other invested assets (Schedule BA),,,,		MISSIBINIS DECEMBER OF THE STREET	0
8	Receivables for securities			0
9.	Aggregate write-ins for invested assets			
40.	Subtotats, cash and invested assets (Lines 1 to 9)		0	0
11.	Title plants (for Title insurers only)			
12.	Investment Income due and accrued			0
13.	Premiums and considerations:			
,	13.1 Uncollected premiums and agents' balances in the course of collection			0
	13.2 Deferred premiums, agents' balances and installments booked but			
	deferred and not yet due	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0
	13.3 Accrued retrospective premiums	,,,		0
14.	Reinsurance:			
	14.1 Amounts recoverable from reinsurers			0
	14.2 Funds held by or deposited with reinsured companies	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
	14.3 Other amounts receivable under reinsurance contracts		>14444444141944194414111111111111111111	0
15.	Amounts receivable relating to uninsured plans	• пини меницими праводить		0
16.1	Current lederal and foreign income tax recoverable and interest thereon			0
16.2	Net deferred tax asset	19,304,058	7,762,741	(11,541,317)
17.	Guaranty funds receivable or on deposit			
18.	Electronic data processing equipment and software		37	37
19.	Furniture and equipment, including health care delivery assets		1155-655500-6665216-666559016-6669	0
20.	Net adjustment in assets and liabilities due to foreign exchange rates		114100000000000000000000000000000000000	0
21.	Receivable from parent, subsidiaries and affiliates		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0
22.	Health care and other amounts receivable)) 2 (((((((((((((((((
23.	Aggregate write-ins for other than invested assets		o	-
	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23)			
25.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26.	TOTALS (Lines 24 and 25)			
2.0.		- WRITE-INS	The state of the s	11,011,200
0901				0
		1		0
		1		0
	. Summary of remaining write-ins for Line 9 from overflow page	1		0
		1		
	, Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)			0
2301			,4447,	
2302				
	Our and a few between the land to the 100 few and the state of the sta	l		
	. Summary of remaining write-ins for Line 23 from overflow page	1		
2399	. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	1	<u> </u>	<u> </u>

Note 1 - Summary of Significant Accounting Policies

Accounting Practices

The accompanying financial statements of Southern Family Insurance Company (Company) have been prepared in conformity with accounting practices prescribed or permitted by the Florida Department of Financial Services.

The state of Florida requires insurance companies domiciled in the state of Florida to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners[NAIC] Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Florida Office of Insurance Regulation. Many changes were made to this NAIC Manual effective January 1, 2001. See Note 2B for a description of the impact of these accounting changes.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. Actual results could differ from these estimates.

Accounting Policies

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business. Expenses incurred in connection with acquiring new insurance business including acquisition costs, such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Furthermore, the company uses the following additional accounting policies:

- Short-term investments are stated at book value.
- Bonds listed by the NAIC are stated at SVO values, otherwise at amortized value using the scientific method.
- Common stocks are stated at market value.
- Preferred stocks are stated at market value.
- Mortgage loans -Not Applicable
- Loan backed securities -Not Applicable Investments in subsidiaries -Not Applicable
- Joint ventures, partnerships, & limited liability companies are stated at market value.
- Derivatives Not Applicable
- The Company does not anticipate investment income as a factor in premium deficiency calculations.
 Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
- 12. Change in capitalization policy Not Applicable

Note 2 - Accounting Changes and Correction of Errors

Accounting Changes Other than Codification and Correction of Errors

Not applicable.

Accounting Changes as a Result of the Initial Implementation of Codification January 1, 2001

Accounting changes adopted to conform with the provisions of the new NAIC Accounting Practices and Procedures Manual are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. As a result of these changes, the Company reported a cumulative effect of changes in accounting principles that decreased unassigned funds by \$5,042,799 at January 1, 2001. This adjustment was for the recording of a net deferred tax liability.

Note 3 - Business Combinations and Goodwill

Statutory Purchase Method

Not Applicable

Statutory Mergers

Not Applicable

Writedowns for Impairment of Investments in Affiliates

Not Applicable

Note 4 - Discontinued Operations

A. Not Applicable

Note 5 -Investments

Mortgage Loans

Not Applicable

Troubled Debt Restructuring for Creditors

Not Applicable

C. Reverse Mortgages

Not Applicable

D. Loan-Backed Securities

Not Applicable

E. Repurchase Agreements

Not Applicable

F. Real Estate Impairments and Retail Land Sales

Not Applicable

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

Not Applicable

B. Writedowns for Impairment of Joint Ventures, Partnerships and LLCs

Not Applicable

Note 7 - Investment Income

A. Accrued investment income

The Company nonadmits investment income due and accrued if amounts are over 90 days past due.

B. Amounts Nonadmitted

Not Applicable

Note 8 - Derivative Instruments

A. Not Applicable

Note 9 -Income Taxes

A. Components of Deferred Tax Assets (DTAs) and Deferred Tax Liabilities (DTLs)

Description	Dec	ember 31, 2005	Dece	mber 31, 2004
Gross deferred tax assets	\$	20,917,846	\$	16,210,212
Gross deferred tax liabilities		85,662		1,603,327
Net deferred tax asset	\$	20,832,184	\$	14,606,885
Nonadmitted deferred tax assets		19,304,058		7,762,741
Net admitted deferred tax assets	\$	1,528,126	\$	6,844,144
Increase (decrease) in nonadmitted deferred tax assets	\$	11,541,317	\$	7,762,741

B. Unrecognized DTLs

Not Applicable

C. Current Tax and Change in Deferred Tax

The provisions for income taxes incurred on earnings for the years ended December 31 are:

Description	20	05	2004
Federal income taxes on operations	\$	436,669	\$ (18,973,996)
Foreign		62	4,972
Current year income taxes incurred	\$	436,731	\$ (18,969,024)

The main components of the 2005 deferred tax amounts were as follows:

DTAs	T	Statutory		Tax	Difference	 Tax Effect
Unpaid losses and LAE	\$	24,741,121	-\$	23,630,167	\$ 1,110,954	\$ 388,834
Unearned premiums	1	16,936,944		13,549,555	3,387,389	1,185,586
AMT Credit Carryforward	1	1,138,841		0	1,138,841	1,138,841
NOL carryforward		51,463,100		0	51,463,100	18,012,085
Charitable donation carryforward		550,000		0	550,000	192,500
Gross DTAs						\$ 20,917,846

DTLs	Statutory	Tax	Difference	Tax	Effect
Unrealized gains	\$ 244,748	0	\$ 244,748	\$	85,662
Gross DTLs			 	\$	85,662

DTAs Resulting From Book/Tax Differences In	Decemi	ber 31, 2005	Decen	nber 31, 2004	Change
Unpaid losses and LAE	\$	388,834	\$	1,236,398	\$ (847,564)
Unearned premiums		1,185,586	1	2,704,755	(1,519,169)
AMT Credit Carryforward		1,138,841			1,138,841
Capital Losses		0		587,099	(587,099)
NOL carryforward		18,012,085		11,541,960	6,470,125
Charitable donation carryforward		192,500		140,000	52,500
Gross DTAs	\$	20,917,846	\$	16,210,212	\$ 4,707,634
Nonadmitted DTAs	\$	19,304,058	\$	7,762,741	\$ 11,541,317

DTLs Resulting From Book/Tax Differences In	December	31, 2005	Dec	cember 31, 2004	Change
Unrealized gains	\$	85,662	\$	1,583,769	\$ (1,498,107)
K-1 book to tax adjustment				19,558	 (19,558)
Gross DTLs	\$	85,662	\$	1,603,327	\$ (1,517,665)
Deferred tax on change in unrealized					1,498,107
Gross DTLs					\$ (19,558)

The change in gross DTAs of \$4,707,634 and gross DTLs of (\$19,558) is the change in deferred income taxes of \$4,727,192.

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The book to tax adjustments were as follows:

Description	De	cember 31, 2005	D	ecember 31, 2004
Expected tax	\$	(3,578,981)	\$	(32,270,615)
Tax exempt interest deduction		(31,263)		(152,122)
Dividends received deduction	i	(96,102)		(177,836)
Proration of tax exempt inv. income		19,105	-	49,494
Other		318,059		(9,492)
AMT reduction		(1,138,841)	1	801,223
Foreign taxes		62		4,972
Prior year tax adjustments		217,500		(50,868)
Total statutory income taxes	\$	(4,290,461)	\$	(31,805,244)
Federal & foreign income taxes incurred		\$ 436,731	\$	(18,973,996)
Change in net deferred income taxes		(4,727,192)		(12,836,220)
Total statutory income taxes	\$	(4,290,461)	\$	(31,805,244)

- E. Operating Loss and Tax Credit Carryforwards
 - (1) At December 31, 2005, the Company had \$51,463,100 of unused operating loss carryforwards available to offset against future taxable income.
 - (2) At December 31, 2005, the Company had no Income tax expense for current and prior years available for recoupment in the event of future net losses.

F. Consolidated Federal Income Tax Return

In 2004, the Company was a member of a consolidated group for income tax purposes consisting of its immediate parent, Poe Insurance Holdings, and Its sister companies of Atlantic Preferred Insurance Company and Fiorida Preferred Property Insurance Company (referred to as the insurance group). Effective November 22, 2005, the ultimate parent company, Poe Financial Group, Inc., revoked Its election to be taxed under Subchapter S of the Internal Revenue Code. As of that date all companies of the Poe Financial Group, including the insurance group, Poe Insurance Managers, LLC, Poe and Associates, LLC, and Mariah Claims Services, LLC became part of one consolidated group for income tax purposes. As part of the transaction, the existing tax sharing agreement for the insurance group was modified to Include all members of the group.

Note 10 -Information Concerning Parent, Subsidiaries and Affiliates

A. Nature of Relationships

The Company is a wholly owned subsidiary of Poe Insurance Holdings, LLC. Poe Insurance Holdings, LLC is a wholly owned subsidiary of Poe Financial Group, a Florida corporation.

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

In 2005, the Company received additional capital of \$6,000,000 from Poe Insurance Holdings, LLC.

Changes in Terms of Intercompany Arrangements

The tax sharing agreement was amended in 2005 to include all members of the consolidated group. See Note 9(F).

D. Amounts Due to or from Related Parties

At December 31, 2005, the Company reported \$1,389,161 due to affiliates.

E. Guarantees or Contingencies for Related Parties

Not applicable

F. Management, Service Contracts, Cost Sharing Agreements

The Company has a contract with Mariah Claims Services, LLC to process all claims and a managing general agency agreement with Poe Insurance Managers, LLC to handle policy issuance and underwriting.

G. Nature of Relationships that Could Affect Operations

All outstanding shares of the Company are owned by the Parent.

H. Amount Deducted for Investment in Upstream Company

Not applicable

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

The Company owns no investment in the Parent and has no investment in any affiliated companies.

J. Writedown for Impairments of Investments in Subsidiary, Controlled or Affillated Companies

Not applicable

Note 11 - Debt

A. Debt

Not applicable

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

A. Defined Benefit Plans

Not applicable

B. Defined Contribution Plans

Not applicable.

C. Multiemployer Plans

Not applicable

D. Consolidated/Holding Company Plan

Not applicable

E. Postemployment Benefits and Compensated Absences

The Company has no obligations to current or former employees for benefits after their employment but before their retirement.

Note 13 - Capital and Surplus, Shareholders Dividend Restrictions and Quasi-Reorganizations

A. Outstanding Shares

The Company has 1,000,000 shares of \$1 par value common stock authorized and 100 shares outstanding. The Company has no preferred stock authorized, issued or outstanding.

B. Dividend Rate of Preferred Stock

Not applicable

C., D., and E.

Dividend Restrictions

Not applicable

F. Mutual Surplus Advances

Not applicable

G. Company Stock Held for Special Purposes

Not applicable

H. Changes in Special Surplus Funds

Not applicable

1. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

Description	 mulative Increase crease) in Surplus	Current Year Increase (Decrease) in Surplus		
Unrealized gain or loss	\$ 159,086	\$	(2,782,200)	
2. Nonadmitted assets	(19,304,058)		(11,541,280)	
3. Provision for reinsurance	 Ò		0	
Total Increase (Decrease)	\$ (19,144,972)	\$	(14,323,480)	

The unrealized gain includes applicable deferred taxes. The nonadmitted assets include the nonadmitted deferred tax assets (see

J. Surplus Notes

The Company has no outstanding surplus notes as of December 31, 2005.

K. and L. Quasi Reorganizations

Not applicable

Note 14 - Contingencies

A. Contingent Commitments

The Company has no contracts, agreements, or transactions that would result in material contingent commitments.

B. Guaranty Fund and Other Assessments

The Company is subject to guaranty fund and other assessments from the state of Florida. The Company records obligations for these assessments when information is available that it is probable they will occur and the amount can be reasonably estimated. When assessments charged to the Company can be recovered in the future by means of policy surcharges or premium tax credits, the Company recognizes an asset for the expected recoveries.

In August 2005, the Company received notice of assessment from Citizens Property Insurance Corporation for losses incurred in the Citizens High Risk Account in 2004. The Company paid the assessment of \$14,697,097 in September 2005. In connection with this assessment, the Company submitted a rate filling to the Florida Office of Insurance Regulation in September 2005 to allow recovery of the assessment as an additional premium charged to the Company's customers beginning in 2006. Under the provisions of Statutory Accounting Principles #35, Guaranty Fund and Other Assessments, the Company has recorded an offsetting asset for the expected recovery of the assessment amount from policy holders.

C. Gain Contingencies

Not applicable

Other Contingencies and Writedowns for Impairment

The Company does not have any pending legal proceedings which are beyond the ordinary course of business.

Note 15 - Leases

A. Lessee Leasing Arrangements

The Company has not entered into any leasing arrangements as lessee which could have a material financial effect.

B. Lessor Leasing Arrangements

Not applicable

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

A. Face or Contract Amounts

Not applicable

B. Nature and Terms

Not applicable

C. Exposure to Credit-Related Losses

Not applicable

D. Collateral Policy

Not applicable

Note 17 -Sale, Transfer, and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not applicable

B. Transfers and Servicing of Financial Assets

Not applicable

C. Wash Sales

Not applicable

Note 18 -Gain or Loss from Uninsured Accident and Health Plans and the Uninsured Portion of Partially Insured Plans

A. Administrative Services Only (ASO) Plans

Not applicable

Administrative Services Contract (ASC) Plans

Not applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not applicable

Note 19 - Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators

A. All direct written premium, excluding Flood, is written through Poe Insurance Managers, LLC, an affiliated company, under a managing general agent (MGA) contract. The terms of the agreement give the MGA authority for premium collection. Flood premium is written through National Flood Services, Inc. Information concerning the two relationships is provided below:

Name and Address	FEI Number	Exclusive Contract	Type of Business Written	Type of Authority Granted	 t Premium Written
Poe Insurance Managers, LLC Tampa, Florida	20-3830778	Yes	Homeowners Fire Allied Lines Boller & Machinery Other Liability	P	\$ 31,876,092 19,096,135 71,227,811 1,648,209 352,225 124,200,472
National Flood Services, Inc. Kalispell, MT	81-0453933	No	Flood	Р	\$ 23,859,820

Note 20 -September 11 Events

A. No losses were incurred as a result of the terrorist attacks of September 11, 2001.

Note 21 - Other Items

A. Extraordinary Items

Hurricane Losses

The 2005 financial statements of the Company include estimates of losses from Hurricanes Dennis, Katrina, Rita and Wilma which all made landfall in Florida during the period from July through October, 2005. The effect of these storms on loss and loss adjustment expenses incurred during 2005 was approximately \$18 million, net of reinsurance. The 2005 financial statements also include adverse loss development from the hurricanes of 2004 (Charley, Frances, Ivan and Jeanne). The net effect of the 2004 storms on loss and loss adjustment expenses incurred during 2005 was approximately \$24 million.

B. Troubled Debt Restructuring for Debtors

Not applicable

- C. Other Disclosures
 - 1. Citizens Property Insurance Corporation (Citizens) Takeout Bonus Release

The Company removed homeowners and commercial policies from Citizens (formerly the Florida Residential Property & Casualty Joint Underwriting Association) beginning in 1996 under a series of take out agreements. The agreements specify that the Company is to receive take out bonuses'on a per policy basis provided the Company performs under the terms of its agreement, including offering policyholders renewals for three years. The takeout bonus funds were placed in an escrow account, where under Florida statutes, they remained assets of Citizens until the take out bonus conditions were satisfied by the Company. Takeout bonus funds released in prior years were as follows: 2002 \$791,878; 2001 \$4,568,000; 2000 \$4,860,000; and 1999 \$6,876,000. In accordance with Florida statutes, the transfers were accounted for as a direct contribution to capital and surplus (page 4, line 32). There were no takeout bonus funds released in 2005 or remaining in escrow at December 31, 2005.

The Companyl federal income tax returns for 1996 through 2001 were under examination by the Internal Revenue Service (IRS). The IRS specifically focused on the issue of the taxation of the policy take-out bonuses. During the examination, the Company filed documents with the IRS stating that the takeout bonuses received from Citizens qualify for deferral from federal taxes under Section 118 of the Internal Revenue Code, as a non shareholder capital contribution. In March 2001, the IRS published a Technical Advice Memorandum that explains the rationale for the IRS position that the takeout bonuses are taxable income to the Company at the time they are deposited into escrow and interest income on the escrowed funds are taxable to the Company as accrued. The IRS completed its examination of the years 1996-1999 in June 2001 and the years 2000-2001 in June 2003. The examination reports were consistent with the aforementioned Technical Advice Memorandum and they concluded that the Company income tax liability for the policy takeout bonuses and interest earnings was \$5.9 million. In September 2002, the Company received a notice of tax due from the IRS for \$5.9 million plus interest. The tax assessed represented income taxes on policy take out bonuses received by the Company from 1999 through 2002. The Company position is that these take out bonuses are non-shareholder contributions to capital under Internal Revenue Code Section 118. The Company appeal to the IRS was denied, resulting in generation of the IRS notice. The Company plans to defend its position in federal district court. As a precedent to this legal action, the Company paid the \$5.9 million tax to the IRS in October 2002 and paid \$2.8 million of interest on the taxes in December 2003. The Company believes it has a reasonable basis for its position on the bonus tax issue. As part of the Company's continuing

defense of its tax position, a lax refund request was filed and was denied by the IRS. In December 2005, the Company filed a lawsuit in federal district court seeking a ruling on its position that the bonus amounts are capital under Section 118.

2. Income Tax Carryforwards and Nonadmitted Assets

> As a result of large losses generated by the occurrence of eight hurricanes striking Florida in 2004 and 2005, the Company incurred net operating losses for federal and state income tax purposes. Under the provisions of Statement of Statutory Accounting Principles #10, Income Taxes (SSAP10), the Company ability to record assets for the income tax benefits of tax losses is limited as follows:

Current income tax benefits are limited to recoveries of income taxes paid in prior years. The carryback period for federal tax recoveries is two years. There is no provision for carrybacks of Florida state income taxes.

Tax benefits in excess of federal taxes recovered from carrybacks to prior years are classified as deferred tax assets and subject to mathematical limit tests. The primary test being a requirement not to exceed 10% of third quarter reported surplus. State income tax loss carryforwards are not permitted to be reported as deferred tax assets and therefore are completely excluded from the financial statements.

Under the terms of a tax sharing agreement, the Company expects to realize its tax loss carryforwards through generation of its own taxable income and from taxable income generated from other members of the group.

Capital and Surplus Levels 3.

> Due to hurricane losses incurred in 2004 and 2005, the Company's capital and surplus has declined substantially. The parent company made a capital infusion of \$6 million in 2005 and the parent company is actively engaged in discussions with potential investors and lenders to obtain additional capital for the Company and its affiliates. As of the filing date of these financial statements, the parent company was evaluating proposals and it was continuing its efforts toward raising capital, but no financial capital transactions have been concluded.

Because of the capital decline, the Company has fallen below required levels of risk based capital, and under Florida Statute 624.4085, the Company must file a risk based capital plan with the Florida Office of Insurance Regulation that identifies corrective actions to eliminate the RBC deficiency.

4.	Agents	Balance	Certification

	(1) AgentsBalances or Uncollected Premiums per Statement	\$ 6,117,293					
	(2) Premiums collected from "Controlled" or "Controlling" persons	\$ 6,117,293					
	(3) Premiums Collected by "Controlled" or "Controlling" Person within 15 working days immediately preceding reporting period	\$ 7,552,116					
	Amount of Applicable:						
	(4) Trust Fund (5) Letter of Credit (6) Financial Guaranty Bond	\$118,973 -0- -0-					
	(7) Total of Lines (4), (5), & (6)	\$118,973					
	(2) minus (3) minus (7); should not exceed zero	-0-					
5.	Special Disability Trust Fund Reporting Form (Section 625.091, Florida Statutes)						
	 List the amount of credit taken for Special Disability Trust Fund recreserves for: 	overles by the insurer in the determination of its loss					
	The prior calendar year:	-0-					
	The current reporting period on a year-to-date basis:	-0-					
	2. List the amount of payments received by the insurer from the S	Special Disability Trust Fund for:					
	The prior calendar year:	-0					
	The current year-to-date:	-0-					
	3. List the amount assessed by the Special Disability Trust Fund	for:					
	The prior calendar year:	-0-					
	The current calendar year:	-0-					

Uncollectible Premiums Receivable

The Company premiums receivable are all current and the Company does not foresee any problems with the collectibility of its receivables

Ε. **Business Interruption Insurance Recoveries**

Not applicable

Note 22 - Events Subsequent

There were no events occurring subsequent to the end of the current year through the date of this filing meriting disclosure.

Note 23 -- Reinsurance

A. Unsecured Reinsurance Recoverables

The Companys unsecured reinsurance balances (including ceded case and IBNR reserves) in excess of 3% of policyholders' surplus with any one reinsurer are displayed below:

NAIC Code	FEI Number	Name of Reinsurer	Amount (in 000's)
26921	22-2005057	Everest Reinsurance Company	\$ 37,354
19453	13-5616275	Transatlantic Reinsurance Company	15,784
25364	13-1675535	Swiss Reinsurance American Corporation	1,366
10227	13-4924125	American Re-Insurance Company	1,959
20370	51-0434766	Axis Reinsurance Company	8,380
39136	06-1325038	Converium Reinsurance (North America), Inc.	572
21482	05-0316605	Factory Mutual Insurance Company	932
22969	36-2667627	GE Reinsurance Corporation	354
21032	13-5009848	GMAC Re (US) o/b/o Motors Ins Corporation	204
23876	36-3347420	Mapfre Reinsurance Corporation	206
23680	47-0698507	Odyssey America Reinsurance Corporation	34,802
10357	52-1952955	Platinum Underwriters Reinsurance, Inc.	1,828
25364	13-1675535	Swiss Re Underwriters Agency (US)	1,223
42439	13-2918573	The Toa Reinsurance Company of America	196
72700	AA-1126033	Lloyd's Underwriter Syndicate No. 0033 HIS	505
	AA-1126570	Lloyd's Underwriter Syndicate No. 0570 ATR	417
	AA-1126958	Lloyd's Underwriter Syndicate No. 0958 GSC	356
	AA-1128003	Lloyd's Underwriter Syndicate No. 2003 SJC	417
	AA-1128001	Lloyd's Underwriter Syndicate No. 2001 AML	5,141
	AA-1128121	Lloyd's Underwriter Syndicate No. 2121 HYL	188
	AA-9991310	Florida Hurricane Catastrophe Fund	355,715
	AA-9992201	National Flood Insurance Program	12,709
	AA-9392201	Transital Floor insulation Flogram	\$ 480,608
	<u>i</u>		Ψ 400,000

B. Reinsurance Recoverables in Dispute

There are no reinsurance recoverables in dispute.

- C. Reinsurance Assumed and Ceded and Protected Cells
 - The following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2005.

	Assumed		Ced	led	Assumed Less Ceded		
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	
a. Affiliates	-	-	-	-	-	-	
b. All Other	-	-	51,806,409	11,606,830	(51,806,409)	(11,606,830)	
c. Totals	-	-	51,806,409	11,606,830	(51,806,409)	(11,606,830)	
d. Direct Une	Direct Unearned Premium Reserve \$68,743,353						

- 2. The Company has accrued contingent reinsurance profit commission of (\$1,046,939) at December 31, 2005.
- 3. The Company does not use protected cells as an alternative to traditional reinsurance.
- D. Uncollectible Reinsurance

The Company has not written off any balances due from reinsurers.

E. Commutation of Ceded Reinsurance

Not applicable

Retroactive Reinsurance

Not applicable

G. Reinsurance Accounted for as a Deposit

Not applicable

Note 24 -- Retrospectively Rated Contracts and Contracts Subject to Redetermination

A., B., C., and D. Not applicable

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses

The estimated cost of loss and loss adjustment expenses attributable to insured events of prior years increased by \$23,443,000 during 2005, as shown in the chart below. This increase occurred in all lines of business except Fire. Increases or decreases of this nature occur as the result of claim settlements during the current year, and as additional information is received regarding individual claims, causing changes from the original estimates of the cost of these claims. The adverse loss development for 2005 was due to \$24 million of additional losses from 2004 hurricanes. The increase in losses from 2004 storms was caused by increases in property repair costs and discoveries of additional damages as repairs were made. The volume of claims, both to the Company and statewide were a factor in the loss increases. The Company has taken measures to improve loss adjusting and estimating for hurricane losses incurred in 2005.

	2005 Calend	ar Year Losses &	2005 Loss Year		
(000's omitted)	Losses	LAE	Total	Losses and	Shortage
(Lines of Business)	Incurred	Incurred	Incurred	LAE Incurred	(Redundancy)
Fire	(146)	(55)	(201)	466	(667)
Allied Lines	36,326	1,792	38,118	22,789	15,329
Homeowners	7,273	· 336	7,609	(814)	8,423
Commercial multiple peril	365	(9)	356		356
Other Liability	25	0	25	25	0
Totals	43,843	2,064	45,907	22,466	23,441

No additional premiums or return premiums have been accrued as a result of the prior-year effects.

Note 26 -Intercompany Pooling Arrangements

A. Not applicable

Note 27 - Structural Settlements

A. and B. Not applicable

Note 28 - Health Care Receivables

A. and B. Not applicable

Note 29 - Participating Accident and Health Policies

A. Not applicable

Note 30 - Premium Deficiency Reserves

A. Not applicable

Note 31 - High Deductibles

A. Not applicable

Note 32 – Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses A., B., and C. Not applicable

Note 33 - Asbestos and Environmental Reserves

A. through F.

Not applicable

Note 34 - Subscriber Savings Accounts

A. Not applicable

Note 35 - Multiple Peril Crop Insurance

A. Not applicable

Annual Statement for the year 2005 of the Southern Family Insurance Company SUMMARY INVESTMENT SCHEDULE

		·	Gross Investment h	loldings	Admitted Assets as Reported in the Annual Statement		
		Investment Categories	1 Amount	2 Percentage	3 Amount	4 Percentage	
<u>-</u>		- 					
	Bond			0.0		0.0	
	.1	U.S. treasury securities	***************************************				
1.	.2	U.S. government agency obligations (excluding mortgage-backed securities):		0.0		0.0	
		1.21 Issued by U.S. government agencies		-		· ·	
		1.22 Issued by U.S. government sponsored agencies					
	.3	Foreign government (including Canada, excluding mortgage-backed securities)	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0.0		0.0	
1	.4	Securities Issued by states, territories and possessions and political subdivisions in the U.S.:					
		1.41 States, territories and possessions general obligations				0.0	
		1.42 Political subdivisions of states, territories & possessions & political subdivisions general obligations				0.0	
		1.43 Revenue and assessment obligations					
		1.44 Industrial development and similar obligations		0,0	•••••		
1	.5	Mortgage-backed securitles (includes residential and commercial MBS):					
		1.51 Pass-through securities:					
		1.511 Issued or guaranteed by GNMA					
		1.512 Issued or guaranteed by FNMA and FHLMC					
		1,513 All other	вышения	0.0	min	0.0	
		1.52 CMOs and REMICs:					
		1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	.,	0.0		0.0	
		1,522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed					
		securities issued or guaranteed by agencles shown in Line 1.521		Į.			
		1.523 All other	•••••	0.0		0.0	
2. C	Olhe	er debt and other fixed income securities (excluding short-term):					
2	2.1	Unaffiliated domestic securities (Includes credit lenant loans rated by the SVO)					
2	2.2	Unaffiliated foreign securities		0.0		0.0	
2	2.3	Affiliated securities.		0.0		,0.0	
3, E	qui	ty interests:					
3	3.1	Investments in mutual funds		0.0	шьялиныминали	0.0	
3	3,2	Preferred stocks:					
		3.21 Affiliated	***************************************	0.0		0.0	
		3.22 Unaffiliated		0.0	***************************************	0.0	
3	3.3	Publicly traded equity securities (excluding preferred stocks):					
		3.31 Affiliated		0.0	·····	0.0	
		3.32 Unaffiliated		0.0		0.0	
3	3,4	Other equity securities:					
		3.41 Affiliated	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0.0	***************************************	0.0	
		3.42 Unaffiliated	*******	0.0	***************************************	0.0	
3	3.5	Other equity interests including tanglible personal property under lease:				ļ	
		3.51 Affiliated		0.0		0.0	
		3.52 Unaffilialed		0.0	»:::::::::::::::::::::::::::::::::::::	0.0	
4. N	viori	gage loans:					
4	4.1	Construction and land development	***************************************	0,0	***************************************	0.0	
4	1.2	Agricultural		0.0		0.0	
4	4.3	Single family residential properties		0.0	.,,,,,	0.0	
4	1.4	Multifamily residential properties	B1944B2B19444H2H2999	0:0		0.0	
4	1.5	Commercial loans.				0.0	
	4.6	Mezzanino real estate loans		0.0		0.0	
		estale investments:					
	5.1	Property occupied by company	DAUDHIIIIII MARAMAA	0.0	1944	0.0	
	5.2	Property held for production of income (including \$0 of property acquired in satisfaction of debt)					
	5.3	Property held for safe (including \$0 property acquired in satisfaction of debt)		1			
		Property retail to sale (including \$			441/441/441411414		
		ejyables for securities.	1				
		h, cash equivalents and short-term investments			36,600,933		
		ri, casin equivarents and snort-term investments		l	1	i	
9. (VI/IE	er invested assets			39,528,239		

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	Yes [X]	No []			
1.2	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					
1.3	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] State regulating? Florida	No[]	N/A []			
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? If yes, date of change:	Yes[]	No (X)			
3.1	If not previously filed, furnish herewith a certified copy of the instrument as amended. State as of what date the latest financial examination of the reporting entity was made or is being made.	12/31/2002				
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.	12/31/2002				
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					
3.4	reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). By what department or departments? Florida Office of Insurance Regulation	06/07/2004				
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 a 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 [X]	No[]			
	4.12 renewals?	Yes [X]	No ()			
4.2	During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affitiale, 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? 4.22 renewals?	Yes[X] Yes[X]	No[] No[]			
5.1	Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?	Yes[]	No [X]			
5.2	If yes, provide the name of the entity, NA/C company code, and state of domicite (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.					
	1 2 3 Name of Entity NAIC Co. Code State of Domicile	-				
6.1	Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended	٦				
6.2	or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) If yes, give full information:	Yes[]	No (X)			
71	Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?	 Yes { }	No [X]			
7.1 7.2	boss any razeign (non-britted states) person of entity directly of finalistic collections of the reputing entity? If yes,					
	 7.21 State the percentage of foreign control. 7.22 State the nationality(les) of the foreign person(s) or entity(les); or if the entity is a mutual or reciprocal. 		%			
	the nationality of its manager or attorney in-fact and Identify the type of entity(les) (e.g., individual,					
	corporation, government, manager or altomay-in-fact)					
	Nationality Type of Entity					
8.1 8.2	Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Soard? If response to 8.1 is yes, please identify the name of the bank holding company.	Yes[]	No[X]			
		_ 	No [X]			
8.3 8.4	Is the company affiliated with one or more banks, thrifts or securities firms? If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency (i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)) and Identify the affiliate's primary federal regulator.	165[]	MO[A]			
	1 2 3 4 5 6	7				
	Affiliate Name Location (City, State) FRB OCC OTS FDIC	SE.	C			
9.	What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?					
10,	Detoite & Touche, LLP, 201 E. Kennedy Blvd., Tampa, FL 33602-5821 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 advantal opinion/certification?					
11.1	Actuary/Consultant: Butler, Dunlap & Lindquist, LLC, 1882 Capital Circle NE, Suite 201, Tallahassee, FL 32308 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?	Yes[]	No [X]			
	11.11 Name of real estate holding company: 11.12 Number of parcels involved	_				
	11.13 Total book/adjusted carrying value		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
11.2	If yes, provide explanation.					
		_				
12. 12.1	FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY: What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?					
	· ·	_				
12.2	Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?	Yes[]	No[]			
12.3 12.4	Have there been any changes made to any of the trust indentures during the year? If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes []	Yes[] No[]	No[] N/A[X]			
		• •				
13.	BOARD OF DIRECTORS 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[]			
14.	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 []			
15.	Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties					
	of such person?	Yes [X]	No[

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

FINANCIAL

	Total amount toaned during the year (inclusive 16.11 To directors or other officers	e of Separate Accounts, exclus	sive of policy loans):			\$	0
	16.12 To stockholders not officers					\$	
	16.13 Trustees, supreme or grand (Fraternal Total amount of loans outstanding at the end		Accounts, exclusive of policy loans):			\$	
	16.21 To directors or other officers					\$	
	16.22 To stockholders not officers 16.23 Trustees, sugreme or grand (Fraternal)	only)				\$ \$	
	Were any assets reported in this statement su		on to transfer to another party without the liab	bilily for			
	such obligation being reported in the statemen					Yes []	No [X]
	If yes, state the amount thereof at December: 17.21 Rented from others	or the current year.				\$	0
	17.22 Borrowed from others						0
	17.23 Leased from others 17.24 Other					\$ \$	
	Does this statement include payments for ass	essments as described in the	Annual Statement Instructions other than gu	aranty			
	fund or guaranty association assessments? If answer is yes:					Yes[]	No [X]
	18.21 Amount paid as losses or risk adjustm	ent				\$	
	18.22 Amount paid as expenses					\$ \$	
	18,23 Other amounts paid Does the reporting entity report any amounts:	due from parent, subsidiaries o	or affiliates on Page 2 of this stalement?			Yes(]	
	If yes, Indicate any amounts receivable from p						.,.,,.,
			INVESTMENT				
	Were all the stocks, bonds and other securitie		ent year, over which the reporting entity has	exclusive control,			
	in the actual possession of the reporting entity		n by Schedule E-Part 3-Special Deposits?			Yes []	No [X]
	If no, give full and complete information relation Marketable securities are held by the corresponding to the cor		wever, the company maintains exclusive con	itrol.		_	
						_	
	Were any of the stocks, bonds or other assets control of the reporting entity, except as show						
	assets subject to a put option contract that is	currently in force? (Exclude se		·		Yes[]	No{X}
	If yes, state the amount thereof at December 21.21 Loaned to others	31 of the current year:					
	21,22 Subject to repurchase agreements						
	21.23 Subject to reverse repurchase agreem						
	21,24 Subject to dollar repurchase agreemer 21,25 Subject to reverse dollar repurchase a						
	21.26 Pledged as collateral						
	21.27 Placed under option agreements 21.28 Letter stock or securities restricted as	to sale					
	21.29 Other					***************************************	
21.0	For category (21.28) provide the following: 1		2		3		
	Nature of Rest	triction	Description		Amount		
22.1	Does the reporting entity have any hedging tr	ansactions reported on Sched	ule DB?			Yes ()	No [X]
	If yes, has a comprehensive description of the	e hedging program been made			Yes []	No[]	N/A [X]
23,1	If no, attach a description with this statement. Were any preferred stocks or bonds owned a		nt year mandalorily convertible into equity, o	or, at the option of the			
	issuer, convertible into equity?		, , ,			Yes []	No[X]
23.2 24.	If yes, state the amount thereof at December Excluding items in Schedule E, real estate, m	•	Is hald obveically in the reporting entity's offi	ces, vaulis or safety			
24.	deposit boxes, were all stocks, bonds and oti	her securities, owned througho	out the current year held pursuant to a custo	dial agreement with a			
	qualified bank or trust company in accordance Financial Condition Examiners Handbook?	e with Part 1-General, Section	i IV,H-Custodial or Safekeeping Agreements	of the NAIC		Yes[X]	No[]
24.01	For agreements that comply with the requirer	ments of the NAIC Financial C	ondition Examiners Handbook, complete the	fallowing:			. ,
	1	-(-\	Cuntodi	2 on'a Addrona			
	Name of Custodial Wachovia Trust Department	n(s)	225 Water St., 5th Floor, Jacksonville, FL	an's Address 32202		_	
	Salomon Smith Barney		100 N. Tampa St., Suile 3000, Tampa, FL				
	UBS Financial Services Banc of America Securities/Prime Brokerage		100 S. Ashley Dr., Suite 1800, Tampa, FL 9 West 57th St., New York, NY 10019	33001		-	
	Raymond James & Associates, Inc.		100 N. Tampa St., Suite 2400, Tampa, Fl.			_	
	Merrill Lynch For all agreements that do not comply with ti	or resultaments of the NAIC F	201 N. Franklin Street, Suite 3500, Tampa			_	
24.02	name, location and a complete explanation:	ie requirementa or me tancom		orido dio			
	1 Name(s)		2 Location(s)		Complete	3 Explanation(s)	
	Hamo(5)		Eddition(4)				-
	Have there been any changes, including name	•) identified in 24.01 during the current year?			Yes [X]	No []
24.04	If yes, give full and complete information rela	ting thereto:	2	3		4	
	Old Custodian	ŀ	Vew Custodian	Date of Change		eason	
	Banc of America Securities/Prime Brokerage			February 2005	Account closed		
24.05	Identify all investment advisors, brokers/deal accounts, handle securities and have authori			e invesiment			
	1		2			3	
					. А	ddress	
	Central Registration Depository Number(s) 104594	Robert Schumacher	Name		225 Water St., 5th Floo		L 32202
	104594 328648	Robert Schumacher Graham McKeel	<u> </u>		225 Water St., 5th Floo 100 N. Tampa St., Suil	or, Jacksonville, F le 3000, Tampa,	FL 33602
	104594 328648 733175	Graham McKeel Andrew Cappello	Name		225 Water St., 5th Floo 100 N. Tampa St., Suit 100 N. Tampa St., Suit	or, Jacksonville, F le 3000, Tampa, le 3000, Tampa,	FL 33602 FL 33602
	104594 328648	Graham McKeel	Name		225 Water St., 5th Floo 100 N. Tampa St., Suil	or, Jacksonville, F le 3000, Tampa, le 3000, Tampa, le 3000, Tampa,	FL 33602 FL 33602 FL 33602

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

	1091445	Lewis Mark Carron				100 N. Tampa St., Suite 2		
	7691	Michael D. Valdes 201 N. Franklin St., Sul				201 N. Franklin St., Sulte	3500, Tampa,	FL 33602
25.1	Does the reporting entity have any diversifier Exchange Commission (SEC) in the Investm	d mutual funds reported in Sche ent Company Act of 1940 [Sect	dule D, Part 2 (diversi lion 5(b)(1)])?	fied according to the	Securilies and		Yes[]	No (X)
25.2	if yes, complete the following schedule:							
	1 CUSIP#		2 Name of Mulual	Fund		3 Book/Adj.Carrying Value		
	BE 2000 TOTAL					0		
	25.2999. TOTAL					V ,		
25.3	For each mutual fund listed in the table above	/e, complete the following sched	JUIB;	2		3	4	
	'			2		Amount of Mulual	4	
		i				Fund's Book/Adjusted	1	
	Name of Mutual F	Fund	Nar	ne of Significant Hole	ding	Carrying Value	1	
	(from the above to			of the Mutual Fund		Altributable to Holding	Date of Va	tuation
26.	Provide the following information for all short	t-term and long-term bonds and	all preferred stocks. I	Do not substitute am	orlized value or stater	nent value for fair value.		
		¥	1	2	3			
				1	Excess of Statement			
	ļ		Statement		over Fair Value (-),			
	1		(Admitted)	Fair	or Fair Value over			
			Value	Value 59,996,120	Statement (+)14,003			
	26.1 Bonds					ł		
	26,3 Totals		59 982 117		14,003			
	statements from investment custodians and	securities dealers, specifically t	JBS Paine Webber, W	achovia and Smith E	samey.			
	Have all the filing requirements of the Purpo If no, list exceptions:	ses and Procedures Manual of	the NAIC Securilies V	aluation Office been	followed?		Yes[X]	No[]
			OTHER	<u> </u>				
28.1 28.2	List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.						\$ 1	159,691
	ĺ	1 Name				2 Amount Paid		
	Insurance Services Office, Inc.	Ivalite				158,085	İ	
20.1	Amount of payments for legal expenses, if a	mu2					* \$	36.562
	List the name of the firm and the amount pa for legal expenses during the period coveres	id if any such payment represer I by this stalement.	nted 25% or more of the	ne total payments	· · · · · · · · · · · · · · · · · · ·		1	
	1 2					_		
	Name Amount Paid Holland & Knight 36,562							
00.4	· · · · · · · · · · · · · · · · · · ·	neotics with motters bet !	Idolius hadias officer	o ar departments of	notemment if any?	50,002	\$	n
	Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? List the name of the firm and the amount peld 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.						¥	,,,,,,,,,U
		. 1				2		
		Name				Amount Paid	1	
	L						J	

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1 1.2	Does the reporting entity have any direct Medicare Supplement Insurance in force? If yes, indicate premium earned on U.S. business only.	Yes []	No[X]
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 1.5 1.6	Indicate amount of earned premium attribulable to Canadian and/or Other Alien not included in Hem (1.2) above. Indicate total incurred claims on all Medicare Supplement insurance. 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:	\$ \$.,,,.0
1.7	1.64 Total premium earned 1.65 Total premium earned 1.66 Number of covered lives Group policies:	\$	0
	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	\$ \$ \$	0
_	1.76 Number of covered lives Health test: 1 2	7	0
2,	Health test: 1 2	-	
3.1	2.4. Reserve Numerator	Yes []	No [X]
3.2	If yes, state the amount of catendar year premiums written on: 3.21 Participating 3.22 Non-participating policies		
4. 4.1 4.2 4.3 4.4	For Mutual Reporting Entities and Reciprocal Exchange only: Does the reporting entity issue assessable policies? Does the reporting entity issue non-assessable policies? If assessable policies are issued, what is the extent of the contingent liability of the policyholders? Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	Yes [] Yes []	
5. 5.1	For Reciprocal Exchanges only: Does the exchange appoint local agents?	Yes []	No[]
5.2	If yes, is the commission pald: 5.21 Out of Attorney's-in-fact compensation Yes [] 5.22 As a direct expense of the exchange Yes []	No [No []	N/A[] N/A[]
5.3	What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?	_	
5.4 5.5	Has any Altorney-In-fact compensation, contingent on fulfillment of certain conditions been deferred? If yes, give full information:	- Yes[]	No[]
6.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a calastrophe under a workers' compensation contract issued without limit of loss? N/A	_	
6.2	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: The company, as part of its Exposure Management Planning, bases its stewardship and PML analysis of hurricane event scenarios using EQECAT's US Wind catastrophe analysis. The company's commercial habitational property risks, condo and apartment buildings, in south Florida contribute to the combined PML scenario. Primary wind exposure, based upon such modeling, is believed to be south Florida, primarily Palm Beach and Broward counties. The company's secondary wind exposure is believed to be Manatee, Sarasota and Lee counties.	- - -	
6,3	What provision has this reporting entity made (such as a calastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable property insurance loss? The company protects itself from such excessive loss scenario by using: (1) quota share treaties on both its homeowners and commercial lines of business; (2) by participating (90% election) in the Florida Hurricane Catastrophe Fund (FHCF); (3) through occurrence limit and per risk excess coverages in both its lines of business; and (4) through catastrophe excess coverage. The company will continue to evaluate exposures and coverages for PML coverage prior to hurricane season - June 2008.	 	
6.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstalement, in an amount sufficient to cover its estimated orobable maximum loss attributable to a single loss event or occurrence?	 Yes [X]	No[]
6.5	if no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.	-	
7.1	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurence contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	Yes [X]	No[]
7.2 7,3	If yes, indicate the number of reinsurance contracts containing such provisions. If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes[X]	4 No[]
0.4	Her this reporting entity reinsured any rick with any other entity and agreed to release eyeh entity from lightlify, in whole or in part		

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

from any loss that may occur on this risk, or portion thereof, reinsured? Yes [] No[X] 8.2 If yes, give full information: 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement (I) it recorded a positive or negative underwriting result greater than 3% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 3% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results: A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term; A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer; Aggregate stop loss reinsurance coverage: An unconditional or unliateral right by either party to commute the reinsurance contract except for such provisions which are only triggered by a decline in the credit status of the other party; A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or Payment schedule, accounting retentions from multiple years or any features inherently designed to delay liming of the reimbursement Yes [] No [X] to the ceding entity? 9.2 Has the reporting entity during the period covered by the statement coded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under control with (i) one or more unaffillated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where: The written premium ceded to the reinsurar by the reporting entity or its attillate represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its Yes[} affiliates? No [X] 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filling for General Interrogatory 9: The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income: A summary of the reinsurance contract terms and indicate whether it applies in the contracts meeting the criteria in 9.1 or 9.2; and A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved. 9.4 Except for transactions meeting the requirements of paragraph 30 of SSAP No. 62, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either: Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No[X] 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is Irealed differently for GAAP and SAP. 10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurance a reserve equal to that which the N/A / X 1 original entity would have been required to charge had it retained the risks. Has this been done? Yesf 1 No.f. 1 11.1 Has this reporting entity guaranteed policies issued by any other reporting entity and now in force? Yes |] No[X] 11.2 If yes, give full information: 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 13.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for: 12.11 Unpaid losses 12.12 Unpaid underwriting expenses (including loss adjustment expenses) 12.2 Of the amount on Line 13.3, Page 2, state the amount which is secured by letters of credit, collateral and other funds: 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes[] No [] N/A [X] 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement: 12.41 From 12.42 To 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X] 12.6 If yes, state the amount thereof at December 31 of current year: 12.61 Letters of credit 12,62 Collateral and other funds 13.1 What amount of installment notes is owned and now held by the reporting entity? 13.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year? Yes [] No [X] 13.3 If was what amount? 14.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....2,075,000 14.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X] 14.3 State the number of reinsurance contracts (excluding Individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of this amount. 15.1 is the company a cedant in a multiple cedant reinsurance contract? Yes [X] No [] 15.2 If yes, please describe the method of allocating and recording reinsurance among the cedants: Consists of quota share and catastrophe excess treatles where allocation is based on actual premiums and losses of the individual companies. 15.3 If the answer to 15.1 is yes, are the methods described in item 15.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No [X] 15.4 If the answer to 15.3 is no, are all the methods described in 15.2 entirely contained in written agreements? Yes | | No [X] 15.5 If the answer to 15.4 is no, please explain: Personal lines catastrophe excess coverage and premium are allocated based on earned premium of the companies over the treaty period, adjusted by agreement between the companies. 16.1 Has the reporting entity guaranteed any financial premium accounts? Yes [] No [X1 16.2 If yes, give full Information:

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

7.1	Does the reporting entity write any warra	anty business?					Yes [1	No [X]
	if yes, disclose the following information	for each of the following	types of warranty covers	ige;					
		1	2	3	4	5			
		Direct Losses	Direct Losses	Direct Written	Direct Premium	Direct Premium			
		Incurred	Unpaid	Premium	Unearned	Earned			
	17.11 Home								
	17.12 Products		ми			***************************************			
	17.13 Automobile				iamineaminieamini				
	17.14 Other*	umigaajajajajajajajajajajaj							
	* Disclose type of coverage:						_		
8.1	Does the reporting entity include amount	its recoverable on unauth	orized reinsurance in Sc	hedule F-Part 3 that it ex	cludes from Schedule F	Parl 5?	Yes []	No[X]
	Incurred but not reported losses on cont	tracts not in force on July	1, 1984 or subsequently	renewed are exempt fro	m Inclusion in Schedule	F-Part 5.			
	Provide the following Information for this	exemption:							
	18.11 Gross amount of unauthorized re	einsurance in Schedule F	-Part 3 excluded from So	hedule F-Part 5					
	18.12 Unfunded portion of Interrogatory	y 18.11					,,,	,.,.	,,
	18.13 Paid losses and loss adjustment	expenses portion of Inter	rrogatory 18.11						
	18.14 Case reserves portion of Interrog	atory 18.11							
	18.15 Incurred but not reported portion	of Interrogatory 18.11							
	18.16 Unearned premium portion of Int	errogatory 18.11							
	18.17 Contingent commission portion of	of Interrogatory 18.11							
	Provide the following information for all	other amounts included i	n Schedule F-Part 3 and	excluded from Schedule	F-Part 5, not included a	oove:			
	18.18 Gross amount of unauthorized re	ainsurance in Schedule F	-Part 3 excluded from So	hedule F-Part 5					
	18.19 Unfunded portion of Interrogatory	y 18.18							
	18.2 Paid losses and loss adjustment	expenses portion of Inter	rrogatory 18.18						
	18.21 Case reserves portion of Interrog	gatory 18.18					нинавина		
	18,22 Incurred but not reported portion	of Interrogatory 18.18					нопишини		
	18.23 Unearned premium portion of Int	errogatory 18.18							
	18,24 Contingent commission portion of	of Interrogatory 18,18					*************		

FIVE-YEAR HISTORICAL DATA

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

	Show amounts in whole dollars only, no cents; sho	w percentages	s to one decim	iai piace, i.e.	17.0.	
		1	2	3	4	5
		2005	2004	2003	2002	2001
	Gross Premiums Written					
	(Page 8, Part 1B, Cols. 1, 2 & 3)					
1.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	352,225	334,956	276,627	154,960	62,095
2.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	114,183,766	145,814,074	116,872,140	62,746,916	21,899,740
3.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	33,524,301	32,064,891	40,753,236	43,042,531	44,084,277
4.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)				1,978,805	2,334,025
5.	Non-proportional reinsurance lines (Lines 30, 31 & 32)				>M41411441114422144110MI	
6.	Total (Line 34)	148,060,292	178,213,921	157,702,003	107,923,212	68,380,137
	Net Premiums Written					
	(Page 8, Part 18, Col. 6)					
7.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	14,517	12,029	11,189	6,224	2,430
8.	Property lines (Lines 1, 2, 9, 12, 21 & 25)		68,100,147	54,598,809	27,790,832	7,903,407
9.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	6,166,880	11,310,429	14,851,356	18,875,931	18,096,706
10.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)				1,978,805	2,334,025
11.	Non-proportional reinsurance lines (Lines 30, 31 & 32)				1	
	Total (Line 34)					
	Statement of Income			, , ,	, , , , , , , , , , , , , , , , , , , ,	
l	(Page 4)					
13.	Net underwriting galn (loss) (Line 8)	(20,198,486)	(95,280,314)	37,026.019	11,504,017	7.063,262
14.	Net investment gain (loss) (Line 11)		3.077,404	3.263,586	1	2,737,252
15.	Total other income (Line 15)	1 .	1,154		886	
16.	Dividends to policyholders (Line 17)				i	
17.	Federal and foreign income taxes incurred (Line 19)	1			6,257,182	
18.	Net income (Line 20)					
10.	Balance Sheet Lines		(,0,202,100)		IIII III III	
	Pages 2 and 3)					!
19.	Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3)	71 783 882	142 881 231	114 010 522	79,580,189	58 474 204
20.	Premiums and considerations (Page 2, Col. 3):					111111111111111111111111111111111111111
20.	20.1 In course of collection (Line 13.1)	6 4 4 7 2 0 2	12 202 120	0.646.330	7,808,268	4,690,129
	20.2 Deferred and not yet due (Line 13.2)	i .				
	20.3 Accrued retrospective premiums (Line 13.3).		риможновины			***************************************
24	Total liabilities excluding protected cell business (Page 3, Line 24)	l		51,490,573		29,829,485
21.	Losses (Page 3, Lines 1 & 2)		70,905,905	1	4,807,957	2,844,487
22.	Loss adjustment expenses (Page 3, Line 3)		3,127,338	1,203,371		I .
23.		1	1	l	27,457,840	
24.	Unearned premiums (Page 3, Line 9)	1				
25,	Capital paid up (Page 3, Lines 28 & 29)	l		!	100	
26.	Surplus as regards policyholders (Page 3, Line 35)	4,812,033	10,770,713	02,319,949	32,830,702	28,644,720
	Risk-Based Capital Analysis					
27.	Total adjusted capital	1			32,830,702	1
28.	Authorized control level risk-based capital	10,213,656	15,681,682	7,450,162	4,978,025	4,218,486
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets				1	
	(Page 2, Col. 3) (Item divided by Page 2, Line 10, Col. 3) x 100.0					
29,	Bonds (Line 1)	1		•	1	
30.	Stocks (Lines 2.1 & 2.2)	l		1	1	
31.	Mortgage loans on real estate (Lines 3.1 & 3.2)	1	1	1	1	
32.	Real estate (Lines 4.1, 4.2 & 4.3)		1	1	1	
33.	Cash, cash equivalents and short-term investments (Line 5)					
34.	Contract loans (Line 6)					
35.	Other invested assets (Line 7)					
36.	Receivable for securities (Line 8)					
37.	Aggregate write-ins for invested assets (Line 9)					
38.	Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
	Investments in Parent, Subsidiaries and Affiliates	i	1			
39.	Affiliated bonds (Sch. D, Summary, Line 25, Col. 1)					
40.	Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)			1	1	
41.	Affiliated common stocks (Sch. D, Summary, Line 53, Coi. 2)			1	1	
42.	Affiliated short-term investments (subtotals included in Schedula DA, Part 2, Col. 5, Line 11)			Į.	1	
43.	Affiliated mortgage toans on real estate	1				
44.	All other affiliated.	1			1	
45.	Total of above lines 39 to 44.					
46.	Percentage of investments in parent, subsidiaries and affiliates to surplus					
40.	as regards policyholders (Line 45 above divided by Page 3, Col. 1, Line 35 x 100.0)	0.0				***************************************

Annual Stalement for the year 2005 of the Southern Family Insurance Company FIVE-YEAR HISTORICAL DATA (Continued)

		1	2	3	4	. 5
		2005	2004	2003	2002	2001
	Capital and Surplus Accounts (Page 4)					
47.	Net unrealized capital gains (losses) (Line 24)	(2,687,117)	1,072,438	2,249,016	(867,057)	(5,268,895)
48.	Dividends to stockholders (Line 35)	***************************************			***************************************	(13,000,000)
49.	Change in surplus as regards policyholders for the year (Line 38)	(14,258,680)	(43,749,236)	29,689,248	4,185,982	(11,552,647
50.	Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2) Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)		(11111111111111111111111111111111111111		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************
51.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	175,956,269	74,567,384	1,483,351	1,039,907	915,930
52.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)				16,445,599	
53.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	*************************			***************************************	***************************************
54.	Nonproportional reinsurance lines (Lines 30, 31 & 32)				1	
55.	Total (Line 34)					
	Net Losses Paid (Page 9, Part 2, Col. 4)					
56.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
57.	Property lines (Lines 1, 2, 9, 12, 21 & 26)					
58,	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)					
59.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)					
60.	Nonproportional reinsurance lines (Lines 30, 31 & 32),				l .	
61.	Total (Line 34)	90,885,985	84,167,244	8,379,854	8,782,750	7,279,410
	Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
62.	Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
63.	Losses incurred (Line 2)	122.9	194.8	17.1	29.9	30.1
64.	Loss expenses incurred (Line 3)	5.8	7.6	3.4	5.5	5.6
65.	Other underwriting expenses incurred (Line 4)	28,0	22.9	19.5	32.6	36.9
66.	Net underwriting gain (loss) (Line 8)	(56.6)	(125.4)	60.0	32.0	27.5
	Other Percentages					
67.	Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0)	70,7	21,9	17.3	24,1	33,5
68.	Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	128.6	202.5	20.5	35,4	35.7
69.	Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 34, divided by Page 3, Line 35, Col. 1 x 100.0)		423.1	111.1	148.2	98,9
	One Year Loss Development (000 omitted)				1	
70.	Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	22,767	(1,501)	2,666	1,227	278
71.	Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 70 above divided by Page 4, Line 21, Col. 1 x 100)	121.3	(2.4)	8.1	4.3	0.7
	Two Year Loss Development (000 omitted)					
72.	Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12)	(1,216)	2,204	1,656	915	(825
73.	Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 72 above divided by Page 4, Line 21, Col. 2 x 100.0)	(1.9)		5.8	2.3	(2.4

BUSINESS IN THE STATE OF FLORIDA DURING THE YEAR EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

AIC	NAIC Group Code2578 NAIC Company Code10651		番	BUSINESS IN TH	IN THE STATE OF	FLORIDA DUR	DURING THE YEAR	œ					
		Gross Premiums, I.	Gross Premiums, Including Policy and	m	4		9	2	60	ø.	10	-	12
		Membership Fees, L	Membership Fees, Less Return Premiums						9 11 12	0	Ottobar Darken		
		and Premiums on	and Premiums on Policies not Taken	Credited to		Direct Losses			and Cost	and Cost	and Cost	Commissions	Taxes,
	:	Direct Premiums	Direct Premiums	Policyholders on	Direct Uneamed	Paid	Direct Losses	Direct Losses	Containment	Containment	Containment	and Brokerage	Licenses and
	Line of Business	Written	Eamed	Direct Business	Fremium Keserves	(deducting salvage)	ncured	Onpaid	Expense Paid	Expense Incurred	Expense Unpaid	Sasuadxa	Lees
÷	Fire	19,096,135	23,305,646	***************************************	8,097,360	595,703	100,831	137,762	4218	105,11	9,512	4,576,239	3/9.344
7.	Allied lines	71,227,811	86,035,347		30,098,560	175,360,566	472,311,571	434,766,852	133,188	626'681	20,702	16,875,051	1,419,969
2									***************************************	***************************************			000 11
23			20,830,722	***************************************	12,709,214					***************************************		4,675,872	4/5,66U
ભં								***************************************				***************************************	***************************************
4		31,876,092	30,156,062		16,995,921	44,221,949	57,218,865	28,961,217	492,232	471,259	417,079	8,241,112	613,212
5.				***************************************		1,499,728	916,271	13,224	15,991	8,389			***************************************
52		_	***************************************	***************************************		20,658	11,967	51,792	20,668	(4,240)	5,556		***************************************
6													***************************************
·α											***************************************		
jo													
o ç													
≘ં :			***************************************					***************************************			***************************************		
Ë			***************************************		***************************************					***************************************			
덛		***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************				***************************************			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************
2	_		***************************************								***************************************		
7													***************************************
. 5	_												
. 4													
4 6													
0	Guaranteed renewable A & rt (b).												
5.4	Non-renewable for stated reasons only (b)					***************************************			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
55	Other accident only	-					***************************************						
5.6			***************************************			***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				***************************************	***************************************	
5.7		***************************************				-			***************************************			***************************************	
9	Workers' compensation.	_				***************************************						***************************************	,,
7		_			175,484	***************************************	495,000	200,002			***************************************	81,391	7,022
œ		_					***************************************					***************************************	
0						***************************************		***************************************	***************************************			***************************************	***************************************
19.2									7	***************************************	***************************************		
9													
20		-	_										
7 5	Private response auto physical damage												
2	Commercial auto physical damage												
8													
3 }													
7			_									***************************************	
į g	Ruralan and theft												
36		1.648.209	2.190,385		666,814	279,597	408,698	159,201				391,852	32,858
82	_									***************************************		***************************************	***************************************
ξģ	_			0	0	0	0	0	0	0	0**************************************	0	0
Ŕ		- :	162,859,896	0	68,743,353	221,978,201	531,463,203	465,190,048		676,838	512,849	34,841,537	2,928,065
					A	CIN STREET							

.0 and number of persons insured under indemnity only products. | 3301 | 3302 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 | 3303 |

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1.	Book/adjusted carrying value, December 31 of prior year	
2.	Increase (decrease) by adjustment:	
-	2.1 Totals, Parl 1, Column 11	
	2.2 Totals, Part 3, Column 7	
3.	Cost of acquired (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9))	
4.	Cost of additions and permanent improvements:	
•,•	4.1 Totals Part 1. Column 14	
	42 Totals Part 3 Column 9.	
5,	4.2 Totals, Pert 3, Column 9	
6.	Increase (decrease) by foreign exchange adjustment:	
٧.	6.1 Totals, Part 1, Column 12	
	6.2 Totals, Part 3, Column 8.	
7.	Amounts received on sales, Part 3, Column 11 and Part 1, Column 13	
8.	Book/adjusted carrying value at end of current pariod.	0
9.	Total valuation allowance	
10.	Subtotal (Lines 8 plus 9)	
11.	Total nonadmitted amounts.	
12,	Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)	0
	SCHEDULE B - VERIFICATION BETWEEN YEARS Mortgage Loans	
1.	Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year	
2.	Amount loaned during year:	
	2.1 Actual cost at time of acquisitions	0
	2.2 Additional investment made after acquisitions.	
3,	Accrual of discount and mortgage interest points and commitment fees	
4.	Increase (decrease) by adjustment	
5.		·
6.	Amounts paid on account or in full during the year	
7.	Amortization of premium	
8.	Increase (decrease) by foreign exchange adjustment	
9,	8ook value/recorded investment excluding accrued Interest on mortgages owned at end of current period	
10.	Total valuation allowance	
11.	Subtotal (Lines 9 plus 10)	
12. 13,	Total nonadmitted amounts	
	SCHEDULE BA - VERIFICATION BETWEEN YEARS Long-Term Invested Assets	
1.	Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	7,632,521
2.	Cost of acquisitions during year:	
	2.1 Actual cost at time of acquisitions	
	2.2 Additional investment made after acquisitions	390,000
3.	Accrual of discount	
4.	Increase (decrease) by adjustment	(468,209)
5.	Total profit (loss) on sale	871,115
6.	Amounts paid on account or in full during the year	6,015,293
7.	Amortization of premium	
В,	Increase (decrease) by foreign exchange adjustment	
9.	Book/adjusted carrying value of long-term invested assets at end of current period	2,410,134
10.	Total yaluation allowance.	
11.	Subtotal (Lines 9 plus 10)	2,410,134
12,	Total nonadmitted amounts	
13	Statement value of long-term invested assets at end of current period (Page 2. Line 7. Column 3)	2,410,134

SCHEDULE D - SUMMARY BY COUNTRY

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

	-	1	ED December 31 of	3	4
Description		Book/Adjusted Carrying Value	Fair Value	Actual Cost	Par Value of Bonds
BONDS	1. United States	Carrying value	Tall Valce	Actual Cost	Of DONAS
Governments	2. Canada				
(Including all obligations guaranteed	3. Other Countries				
by governments)	4. Totals	0	0	0	0
	5. United States	тип на прожение на пределати			
States, Territories and Possessions	6. Canada				
(Direct and guaranteed)	7. Other Countries	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
	8. Totals	0	0	0	0
Political Subdivisions of States,	9. United States	»«шши»» «шин	поманиянияния	»«««»»««««««««««««««««««««««««««««««««	(11111 1111111111111111111111111111111
Territories and Possessions	10. Canada,		***************************************	-ta141-141-141-141-141-141-141-141-141-1	
(Direct and guaranteed)	11. Other Countries				
	12. Totals	0	0	0	0
Special Revenue and Special Assessment	13. United States	шашшынашынашын	ин поставления при	P440941111111111111111111111111111111111	пониципрования в напочав
Obligations and all Non-guaranteed Obligations	14. Canada		тамарына ширакашины жаг	>>++++++++++++++++++++++++++++++++++++	15171-11444-1155-1144-15-11-1144-15-11-1
of Agencies and Authorities of Governments	15. Other Countries				
and their Political Subdivisions	16. Totals	0	0	0	<u>0</u>
Outlie I Milities	17. United States	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	изориямизин компоникани ш
Public Utilities (Upofflicted)	18. Canada		III.III.III.III.III.III.III.IIIIIIIIII		
(Unaffiliated)	20, Totals		0	0	Δ
Industrial and Miscellaneous and	21. United States	517,172	531,175	517,230	500,000
Credit Tenant Loans	22. Canada	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	الانكر ١٢ لانسريبيين بيريريسين	
(Unaffillated)	23, Other Countries	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
(Citatiliana)	24. Totals		531,175	517,230	500.000
Parent, Subsidiaries and Affiliates	25. Totals		>= 1110111111111111111111111111111111111	III III III III III III III III III II	
	26. Total Bonds		531,175	517,230	500.000
PREFERRED STOCKS	27. United States				
Public Utilities	28. Canada	4447		****	
(Unaffilated)	29, Other Countries,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************	
, ,	30. Totals,		0	0	
	31 United States		,,		
Banks, Trust and Insurance Companies	32. Canada			***************************************	
(Unaffiliated)	33. Other Countries				İ
	34. Totals	0	0	0	į
	35. United States				İ
Industrial and Miscellaneous	36. Canada				İ
(Unaffilialed)	37. Other Countries				İ
	38. Totals		00	0	
Parent, Subsidiaries and Affiliates	39. Totals				
ADDINOV STORY	40. Total Preferred Stocks		0	0	
COMMON STOCKS	41. United States		·····		
Public Utilities	42. Canada				İ
(Unaffiliated)	43. Other Countries		0		İ
	45. United States	,,,	U		İ
Banks, Trust and Insurance Companies	46. Canada				
(Unaffillated)	47. Other Countries			***************************************	
f	48. Totals				
	49. United States	I			
Industrial and Miscellaneous	50. Canada	Į.			
(Unaffiliated)	51. Other Countries				
,	52. Totals		1		
Parent, Subsidiaries and Affiliates					
Parent, Subsidiaries and Affiliates	54. Total Common Stocks				
Parent, Subsidiaries and Affiliates		0	0	0	

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

Book/adjusted carrying value of bonds and stocks, prior year	47,535,984	7. Amortization of premium	11,190
2. Cost of bonds and stocks acquired, Column 7, Part 3	1,659,457	Foreign exchange adjustment:	
3. Accrual of discount	328	8.1 Column 15, Part 1	
Increase (decrease) by adjustment:	_	8.2 Column 19, Part 2, Section 1	
4.1 Columns 12 - 14, Part 1		8.3 Column 16, Part 2, Section 2	
4.2 Columns 15 - 17, Part 2, Section 1		8.4 Column 15, Part 4 (146,283)	(146,283)
4.3 Column 15, Part 2, Section 2		Book/adjusted carrying value at end of current period	517,170
4.4 Columns 11 - 13, Part 4	(3,662,816)	10. Total valuation altowance	
5. Total gain (loss), Column 19, Part 4	7,031,798	11. Subtotal (Lines 9 plus 10)	517,170
6. Deduct consideration for bonds and stocks disposed of, Column 7, Part 4	51,790,107	12. Total nonadmitted amounts	
		13. Statement value of bonds and stocks, current year	517,170

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 1A - SECTION 1
Quality and Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

	-	2	**	4	n	Ď	_	5	30	2	=
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Column 6 as a % of Line 10.7	Total from Column 6 Prior Year	% from Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
U.S. Governments,						ć	ć	27 770 00	90		
1.1 Class 1						0	0.0	701',17',107	+,na		
12 Class 2						0					
1.5 Class J						0				***************************************	
15 Class 5						0					
1.6 Class 6.						0	-		***************************************		
1,7 Totals	0	0	0	0	0	0	0.0	62,217,162	90.4	0	0
2. Ali Other Governments, Schedules D & DA (Group 2)						c			0		
2.1 Class 1						0	0.0	oen'noz'l	0.1		
ZZ VIGSS Z						0					
2.3 Cass 3						0					
2.4 Class 4		***************************************									
2.5 Class 5						0	0.0				
2.6 Class 6		***************************************				0	***************************************	000 000		•	-
2.7 Totals.	0	0	0	0	0	0	0.0	1,265,098	7.7	0	7
States, Territories and Possessions, etc., Guaranteed,											
3.1 Class 1						59,412,822	99.1		***************************************	59,412,822	
3.2 Class 2						0		***************************************			
3.3 Class 3.			***************************************			00		***************************************			
34 Class 4						0	0.0				
35 Class 5				***************************************		0	0.0				***************************************
3.6 Class 6		***************************************				0	0.0		***************************************	***************************************	***************************************
37 Totals	59,412,822	0	0	0	0	59,412,822	96.1	0		59,412,822	0
4 Political Subdivisions of States, Territories and Possessions,											
Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1		***************************************				0					
4.2 Class 2						Q	0.0				
4.3 Class 3			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0					
4.4 Class 4				***************************************		0			***************************************		
4.5 Class 5			***************************************	***************************************		0	0.0	***************************************			***************************************
4.6 Class 6.						0	0.0			***************************************	
4.7 Totals.	0	0	0	0	g.	0	0.0	0		0	0
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1						0					
52 Class 2		***************************************				0					
5.3 Class 3		1				0				***************************************	
54 Class 4			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0	0.0		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
5.5 Class 5		***************************************			***************************************	0	0.0	***************************************		***************************************	
5.6 Class 6					***************************************	0	0.0			***************************************	
											•

Annual Statement for the year 2005 of the Southern Family Insurance Company
SCHEDULE D - PART 1A - SECTION 1 (continued)
Cutality and Maturity Distribution of All Bonds Owned December 31. At Book/Adjusting Carrying Values By Major Tyoes of Issues and NAIC Designations

	Quality and Matu	niy Distribution t	A All Bonds CWIR	a December 51,	, Al DUONAUJUSIII	ng Caffying vali	Quality and maturity distribution of All bonds Owned December 51, At book/Adjusting Carryllig Values by Major Types of Issues and IVAC Designators	ss of Issues all	A INAIC DESIGNA	acris		
			2	_	4	5	9		œ	50	\$	=
Quality Rating per the	ng per the	1 Year	Over 1 Year	Over 5 Years	Over 10 Years	Over 20	Total	Column 6 as a	Total from Column 6 Prior Year	% from Col. 7 Prior Year	Total Publick Traded	Total Privately Placed (a)
NAIC DESI	Ignation	CI LESS	History C Edis		HINDGII 70 II COIS	10013	OUTGIL LOSI	-	101 10	100	2000 - 2000	יוואמיני ומינים ו
6. Public Utilities (Unaffillated), Schedules D & DA (Group 6)	chedules D& DA (Group 6)											
6.1 Class 1	***************************************	***************************************				***************************************	0	0.0				***************************************
6.2 Class 2				***************************************		***************************************	0**************************************	0.0				
6.3 Class 3		***************************************	***************************************			vi,vi	Q	0.0	***************************************		***************************************	
6.4 Class 4.					7		0	0.0				
6.5 Class 5							0	0.0		***************************************		
A Class A							Q	0.0				
6.7 Totals		0	o	C	0	0	0	0.0	0		0	0
7. Industrial & Miscellaneous (Unaffiliated),	affiliated),											•
Schedules D & DA (Group 7)				•						-		
7.1 Class 1		52,123				517,172	569,295	6:0	5,362,564	7.8	569,295	
7.2 Class 2							00	0.0.			***************************************	***************************************
7.3 Class 3.							0	0.0	***************************************		***************************************	***************************************
7.4 Class 4							0	0.0			***************************************	
7.5 Class 5							0	0'0	***************************************			
7.6 Class 6							0	0.0			***************************************	,
7.7 Totals		52,123	0	0	0	517,172	569,295	0.0	5,362,564	7.8	569,295	0
8. Credit Tenant Loans, Schedules D & DA	SD&DA (Group 8)											
8.1 Class 1.							0	0.0,			***************************************	***************************************
8.2 Class 2		***************************************					0	0.0			***************************************	
8.3 Class 3						***************************************	0	0.0		***************************************		***************************************
8,4 Class 4.				***************************************			0	0.0				
8.5 Class 5.			***************************************			***************************************	0	0.0				
8.6 Class 6.		***************************************	***************************************	***************************************	***************************************		0	0.0			***************************************	11774411144111441114411144111441114411144114114
8.7 Totals.		0	0	0	0	0	0	0.0	0		0	0
9. Parent, Subsidiaries and Affiliat	Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1.		***************************************				***************************************	0	0.0			***************************************	
9.2 Class 2		***************************************		***************************************		***************************************	0	0.0		***************************************		
9.3 Class 3.							0	0.0		***************************************		
9.4 Class 4.		***************************************					0	0.0				
9.5 Class 5							0	0.0				
9.6 Class 6.	***************************************		,				0	0.0				
9.7 Totals.		0	0	0	0	0	0	0.0	0		0	0

								,		!	
Quality Kaung per the	1 Year	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publick Traded	11 Total Privately Placed (a)
Total Bonds Current Year	20 454 04				671 773	59 QR9 117	1000	XX	XXX	59 982 117	C
10.1 Class 1	D=0,404,80	00	0	0	0	0	0.0	XX	×	0	0
10.2 Oldos 2	0	O	0	0	0	0	0.0	XX	XX	0	0
104 Class 4	0	0	0	0	0	0	0.0	XX	XX	0	0**************************************
10,5 Class 5,	0	0	0	0	0	(c) (c)	0.0	XX	XX	0	0
10.6 Class 6.	0	0	0'	0	0	(c) 0	0.0	XX	XX	0	0
10.7 Totals	59,464,945	0	0	0	517,172	(b)59,982,117	100.0	XX	XX	59,982,117	0
10.8 Line 10.7 as a % of Col. 6.	99.1	0.0	0.0	0.0	6.0	100.0	XXX	XXX	X	100.0	0.0
11. Total Bonds Prior Year											
11.1 Class 1	54,914,466	1,035,740			12,895,618	XXX	XX	68,845,824		68,845,824	
11.2 Class 2		***************************************				XX	XX	0		************************	
11.3 Class 3.	****	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			XX	XXX	0		***************************************	
11.4 Class 4		***************************************				XX	XX	0			
11.5 Class 5						XX	X	(c) (c)	0.0	***************************************	***************************************
11 F Dass B						ΧX	XXX	(c) 0	0.0		
11.7 Totals	54.914.466	1 035,740	0	0	12,895,618	XX	XXX	(b) 68,845,824	100.0		0
11.8 Time 11.7 as a % of Col 8	79.8	1.5	0.0	0.0	18.7	XX	XXX	100.0	XXX	100.0	0.0
12. Total Publicly Traded Bonds											
2	59,464,945			***************************************	517,172	59,982,117	100.0	68,845,824	100.0	59,982,117	
12.2 Class 2						0	0.0	0	0.0	0	
_					***************************************	0,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0.0	00	0.0	g	XXX
12.4 Class 4	***************************************					0	0.0	0		g	×
12.5 Class 5					***************************************	0	0.0	0		0	XXX
12.6 Class 6						0	0.0	0	0.0	0	XXX
12.7 Totals	59,464,945	0	0	0	517,172	59,982,117	100.0	68,845,824	100.0	/11,288,96	XXX
12.8 Line 12.7 as a % of Col. 6	1.99.1	0.0	0.0	0.0	6.0	100.0		XXX	XXX	0.001	YYY
12.9 Line 12.7 as a % of Line 10.7. Col. 6. Section 10	99.1	0.0	0.0	0.0	6.0	100.0	XXX	XXX	XXX	0.001	XXX
13. Total Privately Placed Bonds						1		•		, and	c
13,1 Class 1	******					g		0		YYY	0
13,2 Class 2		4,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				0	0.0	***************************************	0.0	XX	7
13.3 Class 3						0			0.0	XXX	0
13.4 Class 4			***************************************	***************************************		0			0.0	XXX	0
13.5 Class 5			***************************************			0	0.0	0	0.0	XXX	0
13.6 Class 6	***************************************		***************************************			0	0.0	0	0.0	XXX	0
13.7 Totals.	0	0	0	0	0	0	_		0.0	XXX	0
13.8 Line 13.7 as a % of Col. 6	0.0	0.0	0.0	0.0	D.0	0.0	-		XX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	T 0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

Includes \$.......0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
Includes \$.......0 prior year of bonds with Z designations and \$......0 current year, \$.........0 prior year of bonds with Z designation was not assigned by the Security Was are under regulatory review.
Securities Yalaniaho no 70/76e (XVO) at the date of the statement. Yar-nears the VXO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.

Securities Yalaniaho for the SEC Rule 144 or the security of the SEC Rule 144 or th

Annual Statement for the year 2006 of the Southern Family Insurance Company

SCHEDULE D - PART 1A - SECTION 2

11 Total Privately Piaced

			6		7	, _{(C}	9		•	55	10
	The Table of Table	1 Year	Over 1 Year	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Curent Year	Column 6 as a % of Line 10.7	Total from Column 6 Prior Year	% from Col. 7 Prior Year	Total Publicty Traded
-	U.S. Governments, Schedules D & DA (Group 1)	OI LESS	200	2001					60 047 460	700	
= 5	Issuer Obligations						0	0.0	751,117,20	+'26	
7 5	Single Class Mongage-backed/Assel-backed Secondes	0	0	0	0	0	0	0.0	62,217,162	90.4	0
اح	s, Schedules D & DA (Group 2)						c	o c	1 266 198	80	
22	Issuer Ubligations. Single Class Mortgage-Backed/Asset-Backed Securities.						0	0.0	200000000000000000000000000000000000000		
2.3	MULTI-CLASS RESIDENTIAL MORTIGAGE-BACKED SECURITIES: Defined		***************************************		***************************************		ō	0.0			
2.4	Other. Mill Ti-CI ASS COMMERCIAL MORTGAGE-BACKED/	***************************************					0	0.0			***************************************
Ğ							c	00			
N 6	2.5 Defined	4					0				4.17.4
1 6		0	О	0	0	0	0	0.0	1,266,098	8.1	0
ત્નું		C C C C C C C C C C C C C C C C C C C					59.412.822	001			59 412 822
32	Issuer Congavons	770,714,022					0	0.0			
33	MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: Defined						0	0.0			
ભે	Other					***************************************	0	0.0			
-	MULTI-CLASS CONMERCIAL MORTIGAGE-EXICATOR SECURITIES:						C	00			
2, c.	Jelined	***					0		***		
3.7	Totals	59,412,822	0	0	0	0	59,412,822	99.1	0		59,412,822
4.	Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)						0	0.0			
4.2	Issuer Orugardus. Single Class Mortgage-Backed/Asset-Backed Securities.						0	0.0			
4.3	MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: Defined			1			0	0.0		***************************************	
4.4	Other						0	0.0			***************************************
							O	0.0			***************************************
÷ 4	Other						0	0.0			c
4.7	Totals. Snorial Revenue & Special Assessment Obligations, etc.	0	0	0	0	0	0	On	0	-	
	Opportunition (Group 5)						0	0.0			
52	sour Curis Montage-Backed/Asset-Backed Securities. Single Class McSipleWITAL MORTGAGE-BACKED SECURITIES. MILITECT ASS RESIDEWITAL MORTGAGE-BACKED SECURITIES.						0	******			
10, 1 ₁	- 1						0	0.0			***************************************
; 							c				
ப்ப	5.5 Defined						0				
. rq		0	0	0	0	0	00	0.0	0		0

26

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 1A - SECTION 2 (continued)
Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Type and Subtype of Issues

Principle for a fundament	1 1Year	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	Over 10 Years Though 20 Years	Over 20 Years	Total Curent Year	Column 6 as a % of Line 10.7	Total from Column 6 Prior Year	% from Cal. 7 Prior Year	Total Publicky Traded	Total Privately Placed
Sublic Hilliams	0 5000	Lillough Care	2003	200							
			***************************************			0					
6.2 Single Class Mortgage-Backed/Asset-Backed Securities	***************************************					0	0.0	***************************************		***************************************	
MULTI-CLASS RESIDENTIAL MORT GAGE-BACKED SECURITIES: 6.3 Defined.						0		497,499,444,444		***************************************	
	***************************************					0	0.0				
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/											
ASSET-BACKED SECURITIES:						•					
•						0	-				
					9	0	0.0	0		C	0
	D	0	*************		0	A		2			
affiliated),				-							
(Group 7)	2 40				647 179	500 005	00	5 362 564	7.8	589 295	
	671,76	***************************************			2(1,1)	7.00					
Ť						0					
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:						U	00				
						0					
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/											
Assertable Second Les.						0	0.0	***************************************		***************************************	
						00	0.0		***************************************	***************************************	
Щ.	52,123	H:	0	0	517,172	569,295	0.0	5,362,564	7.8	262,295	
abant Loans, Schedules D & DA (Group 3)		\vdash									
ά,						0	0.0				
8.7 Totals	0	١.,	0	0	00	0		0		0	
Subsidiaries						•					
9.1 Issuer Obligations	***************************************				***************************************	0					
unties					***************************************	0	0.0	***************************************		***************************************	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:						c					
9.4 Other	***************************************										
MOLTPOLING COMMINICACIÓN MOLT CONCLUSACION DE ASSETT RADICACIÓN SECURITIES:											
						0					
9.6 Other	***************************************			***************************************		0	į			***************************************	
					•	•	<				

Annual Statement for the year 2005 of the Southern Family Insurance Company
SCHEDULE D - PART 1A - SECTION 2 (continued)
Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Type and Subtype of Issues

אומימו	manany cleaned on a conde on the		od e coellinoi e i		- 1	- Jr(r Br	- 4/				
	- X	Over 1 Vear	3 Over 5 Years	Over 10 Years	5 Over 20	o L	7 Colismo 6 as a	8 Total from Column	9 % from Col 7	10 Total	Total
Distribution by Type	or Less	Through 5 Years	Through 10 Years	Through 20 Years	Years	Current Year	% of Line 10.7	6 Prior Year	Prior Year	Publicly Traded	Privately Placed
	EO 404 O4E	•	d	ď	647 470	200000	100.0	}	}	50 000 117	ć
10.1 Issuer Upilgabons 10.2 Strong Clark Madagon Backed (Asset Backed Securities	C+6,+0+,80	Q	0	0	0	0	0.0	XX	XX	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:			,				,			•	•
Defined	0		0	0	0	0	0.0	XX	XXX	00	0
_	0	0	0	9		0	0.0			3	
	•		ć	c	•	•	c c	3	XXX	c	c
10.5 Detined	0	0	0	0	0	0	0.0	XX	××	0	0
	59,464,945	<u> </u>	0	0	517,172		100.0	XXX	XXX	59,982,117	0
10.8 Line 10.7 as a % of Col. 6.	38	0.0	00	0.0	8.0	0.001		YVY		0.001	0.0
	.54,914,466	1,035,740			12,895,618	XXX	XX	68,845,824	100.0	68,845,824	
11.2 Single Class Mortgage-Backed/Asset-Backed Securities.	***************************************				***********************	XX	XX	0	0.0		
					***************************************	×	XX	0	0.0		
Office					***************************************	XX	XXX	0	0.0	***************************************	
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
Defined	***************************************					XX	XX	0	0.0		***************************************
Cyle	201 110 11	07 L 200 Y	<	V	40 005 640	22	***	100 DAG 02	0.001	100 210 02	0
11.7 D(2)(8)	94,914,455 8 97	•	0.0	00	18.7	XXX	XXX	100.0	۶	1000	0.0
o,	0.5	Carl annual section of the contract of the con	0.0	0.0	0.7			200		0.00	
12. lotal Publiciy Traded Bonds 12.1 fester Oblinations	59 464 945				517 172	59 982 117	100.0	68.845.824	100.0	59.982.117	XXX
Single Class Mortgage-Backed/Asset-Backed Securities		• •				o.	0.0	0	0.0	0	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:						,	,	-	1		
	***************************************					0 0	0.0	G C	00	0	XXX
MILITHOL ASS COMMERCIAL MORTGAGE-BACKED/			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				2	, , , , , , , , , , , , , , , , , , ,			
						•		•	ć	ć	X
Defined		***************************************			***************************************	0	0.0	0	0.0	0.00	XXX
_	59 464 945	C	C	0	517.172	59.982.117	100.0	68.845.824	100,0	59 982 117	XXX
ina 12 7 as a % of Col 6	99.1	00	0.0	0.0	60	100.0	XXX	X	×	100.0	XX
0.7, Col. 6, Section 10.	1.66	0.0	0.0	0.0	6.0	0.001100.0	XXX	XX	XXX	100.0	XXX
13. Total Privately Placed Bonds						ć	S	•	c c	}	c
13.1 Issuer Ubligations	***************************************					0	0.0	0	0.0	XX	0
											•
	***************************************			***************************************		0	0.0	0	0.0	XX	0
		***************************************			***************************************	9	0.0	0	0,0,		g
MOLLIFOLASS COMMERCIAL MONTGAGE-BACAGO ASSET-BACKED SECURITIES:											
						0	0.0	0	0.0	XXX	0
Other	***************************************		•			0	0.0	0	0.0	XXX	0
Totals	0	•	0.00	0.0	900	00), A	^^^) AAA	XXX	00
13.8 Line 13.7 as a % of Col. 6	0.0		0.0	000	0.0	0.0	XXX		, XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	0.0	0.0	nn	, , , , , , , , , , , , , , , , , , ,				0.0

Annual Statement for the year 2005 of the Southern Family Insurance Company SCHEDULE DA - PART 2 - VERIFICATION BETWEEN YEARS
Short-Term Investments

		2	(r)	4	ç
	Token	1	Mortgage	Other Short-term Investment Arcels (A)	Investments in Parent, Subsidiaries and Affiliaries
Don't be de marien a veli sa Danamakov 93 de mitor trone		896 879 65	220077	(a)	
Dooxedustra Cartylig Valle December 3.1 or prior year	422,217,845	·			
	0				
4. Increase (decrease) by foreign exchange adjustment	0				
5. Total profit (loss) on disposal of short-term investments	0	1.11			***************************************
6. Consideration received on disposal of short-term investments	416,401,269	416,401,269			***************************************
7. Bookladjusted carrying value, current year	59,464,945	59,464,945	0	0	
8. Total valuation allowance	Û				
9. Subtotal (Lines 7 plus 8)	59,464,945	59,464,945	0	0	0'
10. Total nonadmitted amounts	0				
11. Statement value (Lines 9 minus 10)	59,464,945	59,464,945	0	0	0
12. Income collected during year	797,503	297,503	***************************************	***************************************	***************************************
42 Income cornect during user	881.626	. 381,626			

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

Sch. DB-Pt. A-Verification Between Years NONE

Sch. DB-Pt. B-Verification Between Years NONE

Sch. DB-Pt. C-Verification Between Years NONE

Sch. DB-Pt. D-Verification Between Years NONE

Sch. DB-Pt. E-Verification NONE

Sch. DB-Pt. F-Sn. 1 NONE

Sch. DB-Pt. F-Sn. 2 NONE

> Sch. F-Pt. 1 NONE

Sch. F-Pt. 2 NONE

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

Figure Part	No. of the control			1 4	Reinging Recovered	ĸ				Reingittar	Harawarah	no ali			_	Reinsurance Payable	Pavable	2	ę
Part Part	Part Part	-	7	r	Daine	,	•	a	a	10000	11	5	75	1.0	15	15	17	2	2
Column C	Part				Contracts		-	>	b	2	=	i	2	<u> </u>	2	2	:	Net Amount	Funds Hel
The color The	Name Case				Ceding 75% or				Known	Known	-	!					Other	Recoverable	Ву Сотра
Control of the cont	Management of the particular registration registration registration registeration registeration registration registration registeration reg			Domiciliary	More of Direct Premiums Written	Reinsurance Premiums Ceded	Paid	Paid	Case Loss Reserves	Case LAE Reserves	Loss Reserves	IBNR LAE Reserves		Contingent	Cols. 7 thru 14 Totals	Ceded Balances Pavable		From Reinsurers	Under Reinsuran Treaties
March Marc	Authority (1997) 1997			Honomerine	NI MEN	nonen	roseco	3	Nosoi vas	Maser Fos	Popol Pop	201000		o composition to	200	and a	٦.		2000
Column C	Column C	Authorized																	
Column C	Processed SIGNS Control Company Processed SIGNS Control Company Processed SIGNS Control Company Processed SIGNS Processed	orner d.s. Unarritate	Insurers	2		V00 6	996	9	705	16	200	ř.	1007	ľ	4 050	1 220		4 703	
S. S. S. S. S. S. S. S. S. S. S. S. S. S	Septimization of Compute Computer			1		450,5	507	- Re		***************************************	. 007		704	-		200		00/1	
Control States Cont	Control Cont	355		NV NV		F 154	1 165	K	4 547	280	174	33	2 096	-	8 380	703		7.677	
Control (SER) SERIES CALL INTERNATION CONTROL (SERIES INTO CONTROL INTO CONTRO	Control Cont		Compain Dalas mana North Amarica Inc	٤		000	28	15	374	11	197	3			22	78		485	1
Septical States (Appelled States) Control States (Appell	Second 2482		Energy Delegation Companies From Parishing House Commencers	2		27.70	4670	You	500.00	636.4	. 25	100	089.0		27.254	2000		24 121	
Second Comparison	Comparison Com		Everest Refineration Company	1		7,700			20,02		701 11	- 47	200,0	-	1000			702	
Antifolized State of Computer Computers CT 2.78 mode of Computer Computers CT 2.78 mode of Computer Computers CT 2.78 mode of Computer Computers CT 2.78 mode of Computer Computers CT	Act 1900 Act 1		Factory Mutual Insurance Company		7	969		-		9	3	0	ò		726	9 6		5.5	
March Marc	1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,		GE Keinsurance Corporation	_		90	-	-							±62			322	
National Columnia Society No. 2014 Columni	March Marc		General & Cologne Life Re of America	5		2,379					-	-	-		0	-		0	
Maintained Mai	Market M		GMAC Re (US) ofbio Motors Insurance Corporation			298	(6)	. 4	44	4	6	-	161		204	5		153	
March Marc	March 1989 Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Solidation (Control of March 1989) Uniforcement Control of March 1989 U	AA-1125033	Thord's Underwriter Syndicate No. 0033 HIS	≚		\$	រក	6	429	2					505	G,		446	
Mathematic Section Mathema	March Tribution Light Underwhell Syndricate Documents Syndricate Syndricate Documents Syndricate Syndricat	_		¥	_	45.			307	5				-	417	- 67		368	
March Marc	March Control Contro	_			_	25	45	77	92.7	4					920	Q.		316	
March Control Cont	AM. 1980/10 Light States are Authority Posts AM. 1980/Light States are Authority Synthetis by A. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1.	÷	_	5	_	21.		-		2 6	1		***************************************		3			200	
A. M. Tablitish Ling of Linguistic Strokes of Li	March Light Ligh	_				107	-	-	397	20	-	-			417	48		396	
A. H. S. S. S. S. S. S. S. S. S. S. S. S. S.	Act 12.02 To 12.02 Act 12.02 To 12.02 Act 12.02 To 12.02 Act 12			ž	_	1321	525	82	4.374	219		-			5.141	- 286		4.552	
System of Control Contr	Activity Sept. 10 (a) Activity			Ξ		48			170	10		_			38	33		166	
Statistics of Statist	Second Comparison	1		-	_	700		-			-	•	444		966	147		191	
24 September 17 September 20 September 20 September 21 September 22 Se	1,500,000,000,000,000,000,000,000,000,00		Mapire Keinsurance Corporation	7		07	2	2	200	+		-		-	200	2 50	1	101	
Registration of the production of the produ	Separation of the problem of	23680				19,354	1,620	278			5	9	21.78		34,802	- CS5/7		700,15	
1.59 States States States States States 1.50 States </td <td> 1,500,000 1,50</td> <td></td> <td> Platinum Undenwriters Reinsurance, Inc.</td> <td>8</td> <td></td> <td>2,483</td> <td>. 8</td> <td>40</td> <td>345</td> <td>32</td> <td></td> <td>12 </td> <td>1,253</td> <td></td> <td>1,828</td> <td>419</td> <td></td> <td>1,409</td> <td></td>	1,500,000 1,50		Platinum Undenwriters Reinsurance, Inc.	8		2,483	. 8	40	345	32		12	1,253		1,828	419		1,409	
State Stat	Statistics of States and States	13-1675535		N		1491	105	92	221	8	41	7	803		1223	255		896	
1.55 1.55	10. September 10. Sep	13,1675535		ž	_	2 860	22	30	286	K	122	3	903		1 366	317		1.049	
State Color Colo	Column C	12 2010672 42420			·	107			143				£		8	δţ		14	
1,000 1,00	Object NA 100 100 100 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 10 2 20 10 2 20 10 2 20 10 2 20 10 2 20 10 2 20 10 2 20 10 2 20 10 2 20 2 20 <th< td=""><td>10.00</td><td></td><td></td><td></td><td>0.755</td><td>1 067</td><td>475</td><td>8 351</td><td>203</td><td>724</td><td>120</td><td>3 024</td><td></td><td>15.784</td><td>150</td><td></td><td>14 190</td><td></td></th<>	10.00				0.755	1 067	475	8 351	203	724	120	3 024		15.784	150		14 190	
Characterise Char	Colored High Early Colored Chemical Colored Chemical Colored Chemical Colored Chemical Chem					25			2									2	
Total Authorized Order U.S. Unsiliated Insures (Lorder String University) 1.00 1	Trigit Authorized Order U.S. Unifficated Invaries (Condo 1944) Condo 1944 Con		AL REGISCISTOS ATTICITOS, INC.	Ž		100		'		•		•	4		70.0	ě			
Total Authorized Orbital Use Control Human	Total Authorized Other U.S. Untillizated Insurance Castacher Edge of the Castacher C	-	norized Other U.S. Unartiliated Insurers (Under \$100,000)	***************************************		/27	,		60	7	. 10	7	70000		101	7 00		001	**************
Total Authoriese Prote Voluntary Prote Fund Paris F	Total Authorized Pools - Markatory Pools Feb.	0599999. Total Aut	norized Other U.S. Unaffiliated Insurers	***************************************		/0,40/	10,898	7,078	4.0.4	3,930	7,308	47C	Z8,308	. 0	12,340	CLS DL	0	LC#/LDI	***************************************
Total Authorized Catastrophe Fund Fig. 25	Total Authorized Collection by Production Collection by Production Collection by Production Collection by Production Collection by Production Collection by Production Collection by Production Collection by Production Collection by Production Collectio	Pools-Mandatory Poc	S _I									•							
Total Authorized Pools Wardency Pool	Total Authorized Pools Marches Front Poo		. Florida Humicane Catastrophe Fund.			16,353	(2,960)		335,106	16,755	-		6.814		355,715			355,715	************
table And Polisional Proof Institutional Pr	Total National Proof resultance Program NA. Institute Proof. 2.3560 0 0 0 12.709 0 12.709 0	_	norized Pools - Mandatory Pools		***************************************	16,353	(2,960)	0	<u></u>	-			6.814	. 0	355,715	0	0	355,715	
Value National Proof institution National Proof institution National Proof institution National Proof institution National Proof institution National Proof Nati	Victorial Proof insulance Program Victorial Proof insulance Proof insulanc	Pools-Voluntary Pool																	
Total Authorized Pools - Voluntary Pools Control of Pools - Voluntary Pools - Voluntary - Voluntary - Voluntary - Voluntary - Voluntary - Voluntary - Voluntary - Voluntary - Voluntary - Volunt	Total Authorized Pools - Voltnitary Pools Total Authorized Pools - Voltnitary Pools Total Authorized Pools - Voltnitary Pools Total Authorized Pools - Voltnitary Pools Total Authorized Orleans Total Authorized Orleans Total Authorized Orleans Total Authorized Orleans Total Authorized Orleans Total Information Total Informa		National Flood Insurance Program	AN	2	23 860					-		12.709		12.709			12,709	
Total Authorized Control C	Tigal Authorized Control Con		booked Poole - Voluntary Poole			23 R60	-	C	o	c	0	0	12.709	o	12.709	0	0	12.709	
Strington Stri	St. Districts St. District	negaging Total Arth	parion			118.620	7 938	1.078	H	20.691	2.968	╀╌	48.431	0	480.770	10.915	0	469,855	
Second Part Color Decision State	Control of the cont	Included in the	OLEGO.			200	2004		4			4							
Acta Tempest Reinstance Co Limited 18,015 1,473	Acts Ferrigated Remissions of David Market Strategy Market Strategy Acts Ferrigated Remissions (Co. Limited) BMA Acts Ferrigated Remissions (Co. Limited) BMA Acts Ferrigated Remissions (Co. Limited) Acts Remissions (Co. Limited) BMA Acts Remissions (Co. Limited) BMA Acts Remissions (Co. Limited) BMA Acts Remissions (Co. Limited) <	Other Non-II & Instite																	
Available Part Control BM Total Dauly Inches and Antice Control BM Total Dauly Inches Control BM Total Dauly Inches Control BM Total Dauly Inches Control BM Total Dauly Inches Control BM Total David Part Control	Avia Petitizance Uniformed Avia Petitizance Uniformed <th< td=""><td>A A 2400770</td><td>And Townsont Dainestrance Collimited</td><td>1,12</td><td></td><td>2 858</td><td>788</td><td>30</td><td>18 092</td><td>PUG</td><td>-</td><td></td><td></td><td></td><td>19.813</td><td>1413</td><td>_</td><td>18 400</td><td></td></th<>	A A 2400770	And Townsont Dainestrance Collimited	1,12		2 858	788	30	18 092	PUG	-				19.813	1413	_	18 400	
Avis Session Control Co	AVA Resultances FR FR 142 525 26 16 17 3 47 48 91 97 91 97 91 97 91		Arch Deine man of 14	ä		763		\$	88	00	16	c	3		487	87		400	
Ava. Needschijulid. BM. 2.16 3.16 4.22 4.62 <td>Av. Rasporated: BM. 2.16 3.5 1.4 3.5 1.7 3.6 3.6 1.7 3.6</td> <td></td> <td></td> <td>8</td> <td></td> <td>143</td> <td>525</td> <td>, K</td> <td>PG&</td> <td>ę,</td> <td></td> <td></td> <td></td> <td></td> <td>Š</td> <td>25</td> <td></td> <td>797</td> <td></td>	Av. Rasporated: BM. 2.16 3.5 1.4 3.5 1.7 3.6 3.6 1.7 3.6			8		143	525	, K	PG&	ę,					Š	25		797	
Charles by Charles Cha	Actival Serial state Actival S			ă			٠	•	7	ď	+	٣			¢.			æ	
Definition of September Definition of Se	University Speciality Light Ligh			The state of the s	***************************************	607.0	1 1 6			2	_				10001	16 137		40 540	+ 4
Experiment of the control of the c	English of Paragraph English of Paragraph		Daving Kensurance	Mai		201,2		9		407	-	<u> </u>			20,0	(20)		1,2	
Montpleir Plant Lange of the Life BM 2.277 153 39 33 31 130<	Montpleir Petre Ltd. BM 2.237 153 39 331 152 726 1182 326 1182 326 1182 326 1182 326 1182 326 1182 327 1182 326 1182 326 1182 326 1182 326 1182 326 1182 326 1182 326 1182 326 1182 327 1182 327 1182 327 1182 327 1182 327 1182 327 1118 1111 327			BM		746	. 52		110	2	. 7	4	402	-	cg.	90		411	
Quanta Reinstance U.S. Lut. BM 1.487 256 22 17.03 88 7.8 1.487 1.753	Quaria Reinsurance U.S. Lut. BM. 1487 256 75 171					2,237	153	39	331	33	62		1,205		1,832	326	***************************************	906,1	
Renaissance Reinsurance Ltd. Renaissance Reinsurance Ltd. Renaissance Reinsurance Ltd. Renaissance Reinsurance Ltd. Resemble Ltd.	Rensissance Petraurance Lid BM. 2.273 735 37 8483 475 2.6 482 475 482 482 471 482 482 473 482 48		Quanta Reinsurance U.S. Ltd.	B		1487	255	92	1,039	88	. 78	14	483		1,954	171		1,783	1
Resonance Residual Control C	Rosemont Rein Lid		Denniseance Bainsurance tri	ž		2.273	735	37	6 493	475					10.740	(482)		11 222	53
Control District Control Dis	Varieties Vari	_		ā		208	2	ç	133	5	7.5	٧	482		733	53		280	•
Total Unauthorized Total U	Table Hourington Cher Nov-U.S. Insurers 15,456 2,842 2,892 38,561 1,992 244 43 3,375 0 47,776 1,171 1,992 2,44 43 3,375 0 47,776 1,171 1,992 2,44 43 3,375 0 47,776 1,171 1,992 2,44 43 3,375 0 47,776 1,171 1,992 2,44 43 3,375 0 2,528,485 1,12 1,992 2,528,33 3,375 1,23 1	-		ă		308	(40)	Ą	133	5	75	7	482		613	130		483	
1 GBI URBUROTCE UNIFE NORVA. S. INSURE S. C. C. C. C. C. C. C. C. C. C. C. C. C.	1081 hallbrondered University 1545 259 8591 1192 244 25 0 41776 11.		AL ME LO			757 750	000	000	20 004	7 000 +	200	1 67	2 276		47.746	1 408	-	AR 218	105
	1088 Unauthorized and U		Unforzed Criner Non-U.S. insurers			00400	7,07	000	20,30	1,000	777	7 5	3700	9	77.746	007		46.249	10.5
	[0] OZI AUTHORIZEd and Unauthorized [Sign I	UMD1Zeq			0.40	2,072	1 047	200000	725	0,000	102	24 000	0 0	207 400	000000	0	E46 079	40.5

SCHEDULE F - PART 3

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

	7	5	ø				Reinsur	ance Recovera	ible on			•	Reinsuran	ce Payable	<u>~</u>	<u></u>
		Reinsurance	<u> </u>	~	œ	o	5	F	12	55	14	15	16	17		
		Contracts													Net Amount	Funds Held
		Cedina 75% or				Known	Known							Other	Recoverable	By Company
			Reinsurance			Case	Case	BNR	BNR			Cols.	Ceded	Amounts	From	Elek
window	Domiciliary		Premiums	Paid	Paid	Loss	- AE	Loss	¥	Uneamed	hearned Contingent	7 thru 14	Balances	Due to	Reinsurers	Reinsurance
Name of Reinsurer	Jurisdiction	Written	Ceded	Losses	¥	Reserves	Reserves	Reserves	Reserves	Premiums (Commissions	Totals	Payable	Reinsurers	Col. 15-[16+17]	Treaties

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

| Commission | 1 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Commission | 2 | Comm

Note B: Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurar (based on the total recoverables. Line 9999999, Column 15), the amount of coded premium, and indicate whether the recoverables are due from an affiliated insurer.

	Total	Ceded			
Name of Reinsurer	Recoverables	Premiums		Affiliated	
(1) Florida Humcane Catastrophe Fund355	355,715	16,353] Xex] No(X)	
(2) Everest Reinsurance Co	37.354	27,706	Yes] No[X]	
(3) Odyssey America Reinsurance Corp	34,802	19,354	Yes	No[X]	
(4) Ace Tempest Reinsurance Co Limited	19,813	3,858	Yes] No[X]	
(5) Transatlantic Doing transac Company	16.784	9766	Yes	No [X]	

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE F - PART 4

•	·		4		Kensi	rance Recoverable or	Paid Losses and Pai	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses	Senses		7	2
-	4	•	•	Le			Overdise			F		Percentage
				,	9	7	8	07	10	:		more than
Federal ID Number	Company	Name of Reinsurer	Domiciliary Jurisdiction	Current	1 to 29 Days	30 to 90 Days	91 to 120 Days	Over 120 Days	Total Overdue Cols. 6 + 7 + 8 + 9	Total Due Cots. 5 + 10	Percentage Overdue Col. 10 / Col. 11	120 Days Overdue Col. 9 / Col. 11
Authorized												
Other U.S. Unaffiliated Insurers	Tiliated Insi	Iliated Insurers 10227 American Re-Insurance Company	DE	319				***************************************	0	319	0.0	***************************************
51-0434766		Axis Reinstrance Company		1.243		***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	1,243	0.0	
06-1325038		_	Ն	86		***************************************		***************************************	0	86	0.0	
48.0921045		-	Σ	80		***************************************		***************************************	0	8	0.0	
22,2005057				5,054		***************************************			0	5,054	0.0	***************************************
05-03-16605				84	***************************************	***************************************			0	84	0.0	
20 0955585				(15)		***************************************			0	(15)	0.0	.,.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
7 -		Hours I Indeputite Sendicate No. 0033 HIS	_	75					0	54	0.0	
AA 4426056	÷	• • •	<u>. </u>	221					0	221	0.0	
AA-1120900		Toyou's Underwriter Conditions No. 2004 AM	<u>. </u>	35					0	551	0.0	
	02,000	_	<u>. </u>	77					0	14	0.0	
00-004/420	4 .		Ę	1 8/8					Q	1.848	0.0	
4/-069850/	•			104					C	12	0.0	
52-1952955				101	***************************************				•	13	5	
13-1675535			_	100				***************************************		105	00	
13-1675535				0 140		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************	0	2 140	0.0	
13-5616275	_	Transatlantic Reinsurance Company		041 7		0	0		0	11 976	0.0	
0599999.	otal Autho	I otal Authorized - Other U.S. Unamillated Insurers	V:	016.[]	2	2	2					
Pools-Mandatory Pools	rry Pools		í	10000					1	(Deb C)	00	0
AA-9991310		Florida Hurricane Catastrophe Fund		(ngs 7)		0			0	(2 Gen)	00	
0666669		Total Authorized - Pools - Mandatory Pools.		(2.500)	7	0		2	3	0.046	000	
.0999999.		Total Authorized.		910/6	0	0	n	0	2	010,5	0.00	
Unauthorized												
Other Non-U.S. Insurers	Insurers									700	00	
AA-3190770	***************************************	-		778				***************************************	2	170		
AA-3194126				LG.	***************************************					F22		
AA-1320035		_		199				***************************************	0	1 CE	0.0	
AA-3194139		_		8				***************************************	ñ	C	5.0	
AA-3194122		_	BM	331				***************************************	0	155	0.0	
AA.3194130	<u> </u>	_	BM	38	***************************************			***************************************	0	£33	0.0	
AA.3194129	•	_		192	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0	192	0.0	
AA-3104198	_		BM	281			74.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.		0		0.0	
A A 2400230				77					0	772	0.0	
104-5180558	-		Md	7					0	77	0.0	
AA-519Upp1			N	E7/					-	(43)	0.0	
		AL Ke Lid	***	2 084	0	0		_		3.081	0.0-	
		l otal Unauthorized - Other Non-U.S. Insurers.		2000	0				G	3.087	00	
		thorized		100.6	0	0	2	0	0	12 007	0.0	
19999999,		Total Authorized and Unauthorized		JS0'71	0	0	0	0		700 61	0.0	

Annua Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE F - PART 5
Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)

5
unds Heid
by Company
Onder
Reinsurance
Treaties
24.454
460
49
1,783
5,351 5,871
99
10,523 42,950
10,523 42,950
10.523 42.950

Amounts in dispute totaling \$......0 are included in Column 5.
 Amounts in dispute totaling \$......0 are excluded from Column 13.

Sch. F-Pt. 6 NONE

Sch. F-Pt. 7 NONE

Annual Statement for the year 2005 of the Southern Family Insurance Company SCHEDULE F - PART 8

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

•		1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
	ASSETS (Page 2, Col. 3)			
1.	Cash and invested assets (Line 10)	39,528,240		39,528,240
2.	Premiums and considerations (Line 13)	6,117,293		6,117,293
3.	Reinsurance recoverable on loss and loss adjustment expense payments (Line 14.1)	12,098,327	(12,098,327)	0
4.	Funds held by or deposited with reinsured companies (Line 14.2));;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;;	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0
5.	Other assets	14,040,002	2,781,775	16,821,777
6.	Net amount recoverable from reinsurers		502,769,264	502,769,264
7.	Totals (Line 26)	71,783,862	493,452,712	565,236,574
	LIABILITIES (Page 3)			
8.	Losses and loss adjustment expenses (Lines 1 through 3)	24,741,120	464,582,664	489,323,784
9.	Taxes, expenses, and other obligations (Lines 4 through 8)	1,149,282		1,149,282
10.	Unearned premiums (Line 9)	16,936,944	51,806,409	68,743,353
11.	Advance premiums (Line 10)			0
12.	Dividends declared and unpaid (Line 11.1 and 11.2)		1	
13.	Ceded rainsurance premiums payable (net of ceding commissions) (Line 12)	12,413,173	(12,413,173)	00
14.	Funds held by company under reinsurance treaties (Line 13)	10,523,188	(10,523,188)	0
15.	Amounts withheld or retained by company for account of others (Line 14)	118,961	manage and the state of the sta	118,961
16.	Provision for reinsurance (Line 16)			0
17.	Other liabilities (Lines 15 and 17 through 23)	1,389,161	панастанурали	1,389,161
18.	Total liabilities excluding protected cell business (Line 26 minus Line 25)	67,271,829	493,452,712	560,724,541
19.	Surplus as regards policyholders (Line 35)	4,512,033	xxx	4,512,033
20.	Totals (Line 36)	71,783,862	493,452,712	565,236,574

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements?..Yes [] No [X] If yes, give full explanation:

Sch. H-Pt. 1 NONE

Sch. H-Pt. 2 NONE

Sch. H-Pt. 3 NONE

Sch. H-Pt. 4 NONE

Sch. H-Pt. 5 NONE

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

		Premiums Earne	d			Loss and	Loss Expense	Payments				12
Years in Which	ï	2	3			Defense			and Other	10	11	Number
Premiums				Loss Pa	iyments	Containmer	t Payments	Payn				of
Were				4	5	6	7	8	9	Salvage	Total	Claims
Earned and	Direct			Direct		Direct		Direct		and	Net Paid	Reported-
Losses Were	and		Net	and		and		and		Subrogation	(Cols. 4 - 5 +	Direct and
Incurred	Assumed	Ceded	(Cols. 1 - 2)	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Received	6-7+8-9)	Assumed
1. Prior	XXX	XXX	XXX		.,.,,				,,,		0	XXX
2, 1996	,5,653	4,341	1,312	1,281	1,025	137	110	108	86	6	305	XXX
3. 1997	44,491	34,428	10,063	12,388	9,880	1,612	1,287	1,038	827	30	3,044	XXX
4. 1998	51,194	31,496	19,698	,,14,318	8,602	599	361	2,955	1,727	41	7,182	XXX
5. 1999	48,137	27,665	20,472	14,381	7,914	721	381	2,437	1,361	48	7,883	XXX
6, 2000,	47,190	25,160	22,030	15,807	8,214	452	226	2,560	1,281	100	9,098	XXX
7. 2001	58,914	33,191	25,723	18,393	9,807	1,019	496	2,807	1,500	167	10,416	XXX
8. 2002	82,612	46,673	35,939	19,624	9,179	667	232	2,731	1,347	50	12,264	XXX
9. 2003	141,730	80,027	61,703	14,409	7,517	135	70	2,06B	1,104	65	7,921	XXX
10. 2004	171,759	95,760	75,999	345,383	182,727	323	164	15,812	9,254	57	169,373	XXX
11. 2005,	162,860	127,174	35,686	30,903	22,697	1	***************************************	2,179	1,574	24	8,812	XXX,
12. Totals	XXX	XXX	XXX	486,887	267,562	5,866	3,327	34,695	20,061	588	236,298	XXX

										Adjusting		23	24	25
			Losses	Unpaid		Defer	nse and Cost (paid		Total	l
		Case	Basis	Bulk +	IBNR	Case	Basis	Bulk+	IBNR	21	22		Net	Number of
		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding
		and		and		and		and		and		Subrogation	Expenses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior	,,		•••••						,.			0	xxx
2.	1996,	,		***************************************	***************************************				*****************				0	XXX
3.	1997	16	13	***************************************		7	6		***************************************				4	XXX
4.	1998	5	3	******************	***************************************		.,						2	XXX
5.	1999	30	15	**/************************************	***************	88	4			***************************************			19	XXX
6.	2000	141	71		***************************************	11	6			***************************************			75	XXX
7.	2001	37	20	475		12	B	80	41	5	2		298	XXX
8.	2002	286	132	464	248	39	17		38	16	8		432	XXX
9.	2003	716	423	532	304		27	70	40	35	l		586	XXX
10.	2004	50,767	42,043	1,542	810	83	40	86	49	2,155	2,021		9,670	XXX
11.	2005	407,776	395,401	2,408	1,607			,,,,		21,405	20,927		13,654	XXX
12.	Totals	459,774	438,121	5,421	3,211	206	106	306	168	23,616	22,977	0	24,740	XXX

Γ.										34		
			Total Losses and		Loss and	Loss Expense P	ercentage	Nonta	abular			ice Sheet
		Los	s Expenses Incur	rred	(Incur	red/Premiums Ea	arned)		ount			ter Discount
		26	27	28	29	30	31	32	33	Inter-Company	35	36
		Direct			Direct			ì		Paoling		Loss
		and			and				Loss	Participation	Losses	Expenses
		Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1.	Prior.	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		XXX	0	0
2.	1996.	1,526	1,221	305	27.0	28.1	23.2			speciments and the specimens of the spec	0	0
3.	1997.	15,061	12,013	3,048	33.9	34.9	30,3		**********		3	1
4.	1998.	17,877	10,693	7,184	34.9	34.0	36.5	1211111122211111222211			2	0
5.	1999.	17,577	9,675	7,902	36.5		38.6	***************************************			15	4
6.	2000.	18,971	9,798	9,173		38.9					70	5
7.	2001.	22,828	12,114	10,714	38.7	36.5	41.7				250	,,,,48
8.	2002.	23,897	11,201	12,696	28.9	24.0	35.3	1			370	62
9,	2003.	18,011	9,504	8,507	12.7	11.9	13.8				521	65
10.	2004.	416,151	237,108	179,043	242,3	247.6	235.6				9,456	214
11.	2005.	464,672	442,206	22,466	285,3	347.7	63.0			,	13,176	478
12.	Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	23,863	877

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

SCHEDULE P - PART 2 - SUMMARY

ľ.		Incurre	d Net Losses a	nd Defense an	d Cost Containr	nent Expenses	Reported at Ye	ar End (\$000 o	mitted)		DEVELO	PMENT
	1	2	3	4	5	6	7	8	9	10	11	12
Years in Which Losses Were Incurred	1996	1997	1998	1998	2000	2001	2002	2003	2004	2005	One Year	Two Year
1. Prior	1411419	******************	*****************	***************************************			44111111144111441144			***************************************	0	0
2, 1996	726	296	300	283	285	283	283	283	283	283	0	0
3. 1997	xxx	2,841	2,801	2,807	2,794	2,808	2,814	.,2,832	2,834	2,837	3	5
4. 1998	xxx	XXX	5,572	5,926	5,785	5,820	5,954	5,953	5,955	5,956	1	3
5. 1999	xxx	XXX	XXX	7,378	6,824	6,658	6,874	6,899	6,828	6,826	(2)	(73)
6, 2000	XXX	XXX	XXX	XXX	7,153	7,550	7,831	7,998	7,868	7,894	26	(105)
7. 2001	XXX	XXX	XXX	XXX	XXX	7,639	8,229	B,448	8,711	9,404	693	956
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	9,946	12,183	11,656	11,304	(352)	(879)
9. 2003	XXX	XXX	XXX	XXX	XXX	xxx	XXX	8,649	7,610	7,527	(B3)	(1,122)
10. 2004	xxx	xxx	XXX	XXX	xxx	XXX	XXX	XXX	149,868	172,351	22,483	XXX
11, 2005	XXX	XXX	XXX	XXX	xxx	XXX	XXX	XXX	XXX	21,383	XXX	XXX
										12. Totals.,	22,769	(1,215)

SCHEDULE P - PART 3 - SUMMARY

		Cumulative	e Paid Net Loss	es and Defense	and Cost Con	tainment Expen	ses Reported a	t Year End (\$00	00 omitted)		11	12
	1	2	3	4	5	6	7	8	9	10		Number of
											Number of	Claims
Years in					İ						Claims	Closed
Which											Closed With Loss	Without
Losses Were	1996	1997	4000	1999	2000	2001	2002	2003	2004	2005	Payment	Loss Pavment
incurred	(990	(89)	1998	1999	2000	2001	ZUUZ	2003	2004	2000	гаушык	rayment
1. Prior	000							***************************************			XXX	XXX
2. 1996	70	277	283	283	283	283	283	283	283	283	XXX	XXX
3. 1997	XXX	2,082	2,610	2,750	2,782	2,791	2,804	2,827	2,832	2,833	XXX	XXX
4. 1998	XXX	XXX	4,057	5,320	5,607	5,723	5,844	5,940	5,949	5,954	XXX	XXX
5. 1999,	xxx	XXX	XXX	4,838	6,226	6,427	6,570	6,721	6,743	6,807	XXX	XXX
6. 2000	xxx	xxx	xxx	xxx	5,521	7,068	7,421	7,603	7,752	7,819	XXX	xxx
7. 2001	xxx	xxx	XXX	XXX	xxx	5,554	7,275	7,883	8,338	9,109	XXX	XXX
8. 2002	xxx	xxx	XXX	xxx	xxx	XXX	6,716	9,228	10,808	10,880	XXX	XXX
9. 2003	xxx	xxx	XXX	XXX	xxx	xxx	xxx	5,405	6,723	6,957	XXX	xxx
10. 2004	xxx	xxx	XXX	XXX	xxx	XXX	XXX	XXX	81,031	162,815	XXX	XXX
11, 2005,	xxx	xxx	XXX	XXX	XXX	XXX	XXX	xxx	xxx	8,207	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

				OOIIL	OULL	- 1 (01) 1 -	r - OURIN	17717 [
			Bulk and	I IBNR Reserves of	n Net Losses and	Defense and Cos	t Containment Exp	oenses Reported a	t Year End (\$000	omitted)	
		1	2	3	4	5	6	7	8	9	10
	fears in Which sees Were										
- 1	ncurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior	,					2011410HH2221H22		,		
2.	1996	447	5								
3.	1997	XXX	297	122	20		6	<i>т</i>	тапьшачання гозан	***************************************	***************************************
4.	1998	xxx	xxx	561	254	131	16	66		***************************************	***************************************
5.	1999	xxx	xxx	XXX	845	360	113	197	57		
6.	2000	xxx	XXX	XXX	XXX	715	355	288	190	11444147777744177714	19211947199714811117119
7.	2001	xxx	xxx	xxx	XXX	xxx	918	713	198	57	272
8.	2002	xxx	XXX	XXX	XXX	xxx	XXX	1,318	2,184	457	248
9,	2003	xxx	xxx	XXX	xxx	xxx	xxx	xxx	1,907	701	258
10.	2004	xxx	xxx	xxx	xxx	xxx	xxx	xxx	xxx	1,674	769
11.	2005	XXX	XXX	XXX	XXX	xxx	XXX	XXX	XXX. <u></u>	XXX	801

..21,926

XXX.

..8,230

XXX.

...9,930

.227,062

..10,307

.,139,291

..30,156

.XXX.

11. 2005.

12. Totals

SCHEDULE P - PART 1A - HOMEOWNERS/FARMOWNERS

(\$000 omitted) Premiums Earned Loss and Loss Expense Payments Years in Which Defense and Cost Adjusting and Other 10 11 Number Payments Containment Payments Premiums of Total Net Paid (Cols. 4 - 5 + Salvage Claims Earned and Direct Direct and Direct Direct and Reportedand and Subrogation Direct and Losses Were and Net incurred Assumed (Cols. 1 - 2) Assumed Assumed Received 8-7+8-9) Assumed 1. Prior.XXX.. ..XXX... ...XXX. ...XXX...0 2. 1996.. .,5,653 .4,341 ..1,312 ...1,281 ...1,025 ...137 ...110 ...108 ..86 ..305 .511 .42,816 ..33,29812,193 ...9,7541,601 ...1,280 ..1,033 ..824 ..2,969 .4,760 3, 1997..9,518 4. 1998. ..45,353 .27,594 ..17,759 ..14,080 ..8,437 ..571 .343 ..2,910 ..1,701 ..7,060 5,621 ..330 .,2,269 5. 1999. .40,804 .23,225 .17,579 ...13,477 ...7,404 ..620 ..1.265 .48 ..7.367 .7.311 .19,364 ...17,2607,082 ...375 ..188 ..2,330 ...1,165 ..8,449 .36,62414,179 ..95 4.761 2000. 6. 7. 2001. .38,350 .20,892 ...17,45814,987 ...7,852 ...910 .435 ..2,4541,300 ..161 ..8,764 5,613 2002, ..42,815 ..23,417 ...19,39818,019 ..8,346 ..620 ..210 ..2,5241,242 .46 .11,365 5,718 ...134 ..1,841 ..999 ..6,982 9. 2003. ..43,801 .25,244 .18,557 ...12,883 ..6,807 ..70 ..66 ..4,119 ..7,957 10. 2004. ..33,460 ...20,643 ...12,817116,053 ...72,277 ...204 ..,122 ..4,988 .31 .46,82712,732

..5,173

..3,088

:917

..14,487

.1,072

..24,498

..10

..534

..5,340

...XXX...

..(221)

..99,867

F			_							Adjusting		23	24	25
,				Unpaid				Containment U			paid		Total	
İ		Case	Basis	Bulk +	- IBNR	Case	Basis	Bulk +	IBNR	21	22		Net	Number of
l		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding-
		and		and		and		and		and		Subrogation	Expenses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior			***************************************				***************************************					0	
2.	1996		*******************			,,			.,				0	
3,	1997	16	13			7	6	***************************************			.,,	,	4	1
4.	1998	5	3	,.,				***************************************			***************************************	111111111111111111111111111111111111111	2	1
5.	1999	30	15			8	4	,			***************************************		19	2
6.	2000	108	54	***************************************	44111144444441111411	1	1		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				54	4
7.	2001	27	15	467	237	***************************************	***************************************		41	3	1	***************************************	283	3
8.	2002	261	119	422	230	19	7	,70	38	7	4	***************	381	12
9,	2003	681	408	477	276	38	23	70	40	21	13		527	17
10.	2004	5,481	6,431	992	595	48	28	75	45	361	401		(543)	359
11.	2005	,18,701	19,739	1,298	915					1,365	1,301		(591)	2,501
12.	Totals	25,310	26,797	3,656	2,253	121	69	295	164	1,757	1,720	0	136	2,900

ſ											34		
ł				Total Losses and			Loss Expense P		Nonta				nce Sheet
ı				s Expenses Incu			red/Premiums E			ount	Inter-		fter Discount
ı			26	27	28	_29	30	31	32	33	Company	35	36
ı			Direct			Direct					Pooling		Loss
			and			and .	١	l		Loss	Participation	Losses	Expenses
H			Assumed	Caded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
	1. 1	Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX		0,,,,,,
	2.	1996.	1,526	1,221	305	27.0	28.1	23.2				0	
	3.	1997.	14,850	11,877	2,973	34.7	35.7	31.2				3	1
	4.	1998.	17,546	10,484	7,062	38.7	38.0	39.8	***************************************	***************************************		2	0
	5.	1999.	16,404	9,018	7,386	40.2	38.8	42.0		***************************************		15	4
	6. 3	2000.	16,993	8,490	8,503	46.4	43.8	49.3		***************************************		54	0
ì	7. :	2001.	18,928	9,881	9,047	49.4	47.3	51.8	***************************************	паньюшнающа		242	41
	8. :	2002.	21,942	10,196	11,746	51.2	43,5	60.6				334	47
	9. :	2003.	16,145	8,636	7,509	36.9	34.2	40.5	hannananannon	нашкатоншкан		474	53
	10. :	2004.	131,171	84,887	46,284	392.0	411.2	361.1				(553)	i0
L	11. :	2005.	32,367	33,179	(812)	107.3	151.3	(9.9)				(655)	64
l	12.	Totals	XXX	xxx	XXX	xxx	xxx	XXX	0	,0	xxx	(84)	220

Sch. P-Pt. 1B NONE

Sch. P-Pt. 1C NONE

Sch. P-Pt. 1D NONE

SCHEDULE P - PART 1E - COMMERCIAL MULTIPLE PERIL

(\$000 omitted) Omitted)

Loss and Loss Expense Payments

Defense and Cost
Adjusting and Other
Payments
Payments
9 Number Years in Which 11 Premiums Were Earned and Containment Payments Loss Payments Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) Salvage and Claims Direct Direct Direct Reported-Direct teM and Subrogation Direct and Losses Were and and and Incurred Assumed Ceded (Cols. 1 - 2) Assumed Ceded Received AssumedXXX.... ...XXX. 1. Prior. ..XXX... ..XXX.. 2. 1996., 3. 1997... ..13 ...1,232 ..837395 ...106 .,69 .18 ..11 .,19 ..10 .53 4. ..1,877 ..73 ..37 .50 30 .114 ..64 5. 1999. ..3,174 ..1,297134 ...76985 ..24 B3 ..43 ..237 .107 ...2,888 ...2,483 ...812 48 6. 2000. ...5,371 ..3,728 .2,632 ...2,321 .1,371 ...61 ..35 .84 ...1,012 .170 7. 2001. ...6,360 8. 2002.2,2861,2551,031 ...510 .251 .3618 ..280 .96 ..54 .78 ..26 9. 2003. ..492 ..438 ..144 ..25 ..38 10. 2004 ..63 ...0 11. 2005. .1,774 ..xxx.. 12. Totals.4,200 ...2,649 ..206 ..110280 .,...153

										Adjusting	and Other	23	24	25
			Losses	Unpaid		Defer	se and Cost 0	Containment U	npald	Ung			Total	
			Basis		IBNR	Case		Bulk +		21	22		Net	Number of
		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
i		Direct		Direct		Direct		Direct		Direct	i	and	and	Ouistanding-
ŀ		and		and		and		and		and		Subrogation	Expenses	Direct and
L		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior									**************			0	.,,
2.	1996												0	
3.	1997									.,			0	
4.	1998												0	
5.	1999				***************************************				***************************************	******************			0	1
6.	2000	25	13		***************************************	3	2				441104441111111111111111111111111111111	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	13	1
7.	2001	5	2			3	1	*************			***************************************		5	1
8.	2002	3	2	4	2	******************	,,		****************	2	1	,	4	2
9.	2003			,17	9	***************************************		***************************************		3	1		10	
10.	2004	,	*******************	11	4					2	1		8	4110-4110-111-1111
11.	2005					*******						******************	0	
12.	Totals	33	17	32	15	6	3	0	0	7	3	0	40	5

		Total Losses and	red	(Incur	Loss Expanse Pred/Premiums Ex	arned)		ount	34 Inter-	Reserves at	ice Sheet ter Discount
	26	27	28	29	30	31	32	33	Сотрапу	35	36
	Direct and			Direct and				Loss	Pooling Participation	Losses	Loss Expenses
	Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	,,		XXX	0	0
2, 1996,	0	0	0	0.0	0.0	0.0			***************************************	0	0
3. 1997.	0	0	0	0.0		0.0	***************************************			0	0
4. 1998.	143	90	53	11.6	10.8	13.4		***************************************		0	0
5, 1999.	257	143	114	8.1	7.6	8.8				0	0
6. 2000.	1,144	894	250	21.3	31.0	10.1	,			12	1
7. 2001.	2,474	1,457	1,017	38.9	39.1	38.6		*******		3	2
8. 2002.	561	277	284	24.5	22,1	27.5			***************************************	3	1
9. 2003,	172	84	88	35.0	19.2	163.0	***************************************			88	2
10. 2004.	13	5	8	20.6	20.0	21.1			,,	7	1
11, 2005.	00	0	0	0.0	0.0	0.0		***************************************	.,	0	0
12. Totals	xxx	xxx	XXX	lxxx	xxx	xxx	0	0	XXX	33	.,7

Sch. P-Pt. 1F-Sn. 1 NONE

Sch. P-Pt. 1F-Sn. 2 NONE

SCHEDULE P - PART 1G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY) (\$000 omitted)

					(φυς	iv omittea)						
		Premiums Earne	d			Loss and	Loss Expense	Payments				12
Years in Which	1	2	3			Defense	and Cost	Adjusting	and Other	10	11	Number
Premiums				Loss Pa	yments	Containmer	il Payments	Payr	nents			of
Were				4	5	6	7	8	9	Salvage	Total	Claims
Earned and	Direct	l		Direct		Direct		Direct		and	Net Paid	Reported-
Losses Were	and	1	Net	and		and		and		Subrogation	(Cols. 4 - 5 +	Direct and
incurred	Assumed	Ceded	(Cols. 1 - 2)_	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Received	6-7+8-9)	Assumed
1. Prior	xxx	XXX	XXX					***************************************			0	XXX
2. 1996			0				*******************			***************************************	0	XXX
3. 1997		100100111111111111111111111111111111111	0	4,,							0	XXX
4. 1998							***************************************				0	XXX
5. 1999			0			141114141111111111111111111111111111111					0	XXX
6. 2000		***************************************	0	*****************		***************************************					0	XXX
7. 2001		***************************************	0			***************************************	,m		***************************************		0	XXX
8, 2002			0						.,,		0	XXX
9. 2003	203	203	0								0	XXX.,,
10. 2004	2,182	2,182	0	201	201			4	4		0	XXX
11. 2005	2,190	2,190	0	106	106			4	4	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,0	XXX
12. Totals	xxx	XXX	XXX	307	307	,0	0	В	8	0	0	XXX

						D. (and Other	23	24 Tatal	25
			Losses				se and Cost C			Ung		ļ	Total	
		Case	Basis	Bulk +		Case		Bulk +		21	22		Net	Number of
		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding
		and		and		and		and		and		Subrogation	Expenses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior		11.71.71.11.11.11.11.11.11		4001041414111114		,						0	
2.	1996			***************************************		,	***************************************	******************************					0	
3.	1997			*****************	***************************************						4 4		0	
4,	1998		***************************************	***************************************	.,	***************************************					,,		0	***************************************
5.	1999												0	
6.	2000				.,	••••				,			0	
7.	2001,			********		***************************************		,,					0	
8.	2002					,,		***************************************				***************************************	0	
9.	2003	»«пыш»	,,			****************							0	ļ
10.	2004	10	10	4	4	***************************************				1	1		0	1
1 1 .	2005	60	60	85	85		пониции			21	21	,	0	8
12.	Totals	70	70	89	89	lo	lo	lo	00	22	22	0	0	

										34		
			Total Losses and		Loss and	Loss Expense Pe	ercentage	Nonta				nce Sheet
		Los	s Expenses Incui	rred	(Incur	red/Premiums Ea	arned)	Disc				ter Discount
		26	27	28	29	30	31	32	33	Inter-Company	35	36
		Direct			Direct					Poaling		Loss
		and			and				Loss	Participation	Losses	Expenses
		Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1.	Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX	0	
2.	1996.	0	0	0	0.0	0.0	0.0				0	,,,,
3,	1997.	0	0	0	0.0	0.0	0.0		***************************************		0	
4.	1998.	0	0	0	0.0	0.0	0.0	***************************************			0	
5.	1999,	0	0	0	0.0	0.0	0.0				0	
6.	2000.	0	0	0	0.0	0.0	0.0	,	,		0	
7.	2001.	0	0	0		0.0	0.0		***************************************	······	0	***************************************
8.	2002.	0	0	0	0.0	0.0	0.0			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	
9.	2003.	0	0	0	0.0	0.0	0.0		,,		0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
10.	2004.	220	220	0	10.1	10.1	0.0	,	******************	***************************************	0	,
11.	2005.	276	276	0	12,6	12.6	0.0				0	
12.	Totals	XXX	XXX	XXX	lxxx	lxxx	XXX	0	00	XXX	0	

SCHEDULE P - PART 1H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

					(ֆՍԼ	iu omitteaj						
		remiums Earne	1			Loss and	Loss Expense	Payments				12
Years in Which	1	2	3			Defense	and Cost	Adjusting	and Other	10	11	Number
Premiums				Loss Pa	yments	Containmer	nt Payments	Payr	nents			of
Were				4	5	6	7	8	9	Salvage	Total	Claims
Earned and	Direct			Direct		Direct		Direct		and	Net Paid	Reported-
Losses Were	and		Net	and		and		and		Subrogation	(Cols. 4 - 5 +	Direct and
Incurred	Assumed	Ceded	(Cols. 1 - 2)	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Received	6-7+8-9)	Assumed
1. Prior	XXX	XXX	XXX								0	XXX
2. 1996		«»	0			,			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	
3. 1997			0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		1410-1411-1411-141					0	
4. 1998	1	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1		400000000000000000000000000000000000000						0	
5, 1999,	2	1	1			чавинания	жатын кат			,	0	нинынын
6. 2000	17	11	6		***************************************	***************************************					0	,
7. 2001	42	37	5								0	,
	.,106	102	4	,							0	
9. 2003	218	209	9						***************************************		0	
10. 2004	314	302	,12						***************************************		0	***************************************
11. 2005	342	328	14	***************************************			····				0	
12. Totals	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX

										Adjusting		23	24	25
		i		Unpaid			se and Cost C				paid		Total	l
		Case	Basis	Bulk +	IBNR	Case	Basis	Bulk +		21	22		Net	Number of
		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding-
		and		and		and		and		and		Subrogation	Expenses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpald	Assumed
1.	Prior				***************************************								0	
2.	1996												0	
3.	1997			***************************************	.,,.								0	
4.	1998)	***************************************	***************************************								0	
5.	1999				***************************************	эмсынины шин						>>1141M**********	0	
6.	2000	************		*******			1 Maritan Days	401100111401111	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,		191741141444111111144	0	
7.	2001	.,		миничения		,,						,	0	
8.	2002							***************************************			*************	111 111111111111111111111111111111111	0	
9.	2003					,					,,		0	
10.	2004									***************************************			0	
11.	2005	500	<u>,,</u> ,475										25	1
12.	Totals	500	475	0	0	0	0	0	0	0	.,,,,,,	0	25	1

		l ·								34		
			Total Losses and		Loss and	Loss Expense P	ercentage	Nonta	abular			nce Sheel
		Los	s Expenses Incur	red	(Incur	red/Pramlums Ea			ount	Inter-		fter Discount
		26	27	28	29	30	31	32	33	Company	35	36
		Direct			Direct		Ì			Pooling		Loss
		and			and			†	Loss	Participation	Lasses	Expenses
		Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1.	Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX	0	0
2,	1996,	0	0	0	0.0	0.0	0.0		***************************************		0	
3.	1997.	0	0	0	0.0	0.0	0.0			anson 1111000000000000000000000000000000000	0	
4.	1998.	0	0	0	0.0	0.0	0.0				0	C
5.	1999.	0	0	0	0.0		0.0				0	
6.	2000.	0	0	0		0.0	0.0	***************************************			0	
7.	2001.	0	0	0	0.0	0,0,	0.0	total correction between			0	
8.	2002.	0	0	0	0.0	0.0	0.0	***************************************			0	
9.	2003.	0	0	0	0.0	0,0	0.0	1144440>>1114191111111111		,	00	
10.	2004.	0	0	0	0.0	0.0	0.0				0	
11.	2005.	500	475	25	146.2	144.8	178.6			141340000000000000000000000000000000000	25	
12.	Totals	lxxx	lxxx	XXX	xxx	lxxx	XXX	,0	0	XXX	25	

SCHEDULE P - PART 1H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE (\$000 omitted)

					(\$00	IO omitted)						
		Premiums Earne	d			Loss and	Loss Expense	Payments				12
Years in Which	1	2	3				and Cost	Adjusting	and Other	10	11	Number
Premiums				Loss Pa	ayments	Containmer	nt Payments	Payr	nents			of
Were		ĺ		4	5	6	7	8	9	Salvage	Tota!	Claims
Earned and	Direct			Direct		Direct		Direct		and	Net Pald	Reported-
Losses Were	and	1	Net	and		and		and		Subrogation	(Cols. 4 - 5 +	Direct and
Incurred	Assumed	Ceded	(Cois 1 - 2)	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Received	6-7+8-9)	Assumed
1. Prior	XXX	XXX	XXX					***************************************	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	XXX
2. 1996			0		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,				0	
3. 1997	***************************************		0								0	
4. 1998		***************************************	0								0	
5. 1999	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0		***************************************		,,		***************************************		0	***************************************
6. 2000		***************************************	0				441111111111111111111111111111111111111	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	*******		0	
7. 2001	11414-11>14-1141111-1144	***************************************	0			4141011411144000		.,,,,		4441404104041141	0	1410-42120-10144
8. 2002	,	************	0			,		101111111111111111111111111111111111111			0	
9. 2003		***************************************	0	assisee:		***************************************					0	*****************
10. 2004			0			. 1	101144HD110104H1141		***************************************		0	
11. 2005			0	ansansiinani				***************************************			0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
12. Totals	XXX	XXX]XXX	0	0	0	0	0	0,	00	00	XXX

		· · · · · · · · · · · · · · · · · · ·								Adjusting	and Other	23	24	25
			Losses	Unpaid		Defer	se and Cost (Containment U	Inpaid		oald		Total	i
		Case	Basis	Bulk +	IBNR	Case	Basis	Bulk +	· IBNR	21	22		Net	Number of
		13	14	15	16	17	18	19	20			Salvage	Lasses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding-
		and		and		and		and		and		Subrogation	Expenses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior									панианны	141113711111144	***************************************	0	ļ,
2.	1996		***************		4			***************************************			,		0	
3.	1997			***************************************	101402010401400	***************************************						*******************	0	
4.	1998		,										0	
5.	1999							, , , , , , , , , , , , , , , , , , ,					0	
6.	2000				***************************************			A A '		***************************************	**************		0	
7.	2001				***************************************		************					***********	0	,,,,,
8.	2002						***************************************						0	
9.	2003	 		4**************************************				,,	*************	***************************************		***************************************	0	
10.	2004		***************************************	************		150,000,000,000			,			401440HAII4100	0	
11.	2005		***************************************	***************************************				monnegining					0	144011111111111111111111111111111111111
12.	Totals	0	0	0	0	0	0	0	0	0	0		0	0

_										34		
1			Total Losses and		Loss and	Loss Expense Pe	ercentage	Nonta	abular		Net Balar	ice Sheet
		Los	s Expenses Incu	rred	(Incur	red/Premiums Ea	arned)		ount	Inter-	Reserves at	ter Discount
		26	27	28	29	30	31	32	33	Company	35	36
		Direct			Olrect					Pooling		Loss
		and			and				Loss	Participation	Losses	Expenses
		Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1.	Prior	xxx	XXX	XXX	XXX	XXX	XXX		жаныныныны	XXX	0	0
2.	1996.	0	,,,,,0	0	0.0	0.0	0.0			***************************************	0	0
3.	1997.	0	0	0	0.0	0.0	0.0	***************************************			0	0
4.	1998.	0	0	0	0.0	0.0	0.0			»«	0	0
5.	1999.	0	0	0	0.0	0.0	0.0				0	0
6,	2000.	0	0	0	0:0	0,0,	0.0				0	0
7.	2001.	0	0	0	0.0	0.0	0.0	***************************************			D	0
8.	2002.	0	0	0	0.0	0.0	0.0			, ,	0	0
9.	2003.	0	0	,0	0.0	0,0	0.0				0	0
10	2004.	0	0	0	0.0	0.0	0.0	»:::::::::::::::::::::::::::::::::::::	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	0
11	2005.		0	0	0.0	0,0	0.0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0	0
12	Totals	xxx	xxx	XXX	XXX	XXX	XXX	D	0	XXX	0	0

SCHEDULE P - PART 11 - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

(\$000 omitted)

	F	remiums Earne	d			Loss and	Loss Expense	Payments				12
Years in Which	1	2	3			Defense	and Cost	Adjusting	and Other	10	11	Number
Premiums				Loss Pa	ayments	Containme	nt Payments	Раул	nents			of
Were				4	5	6	7	8	9	Salvage	Tolal	Claims
Earned and	Direct			Direct		Direct		Direct		and	Net Pald	Reported-
Losses Were	and		Net	and		and		and		Subrogation	(Cols. 4 - 5 +	Direct and
Incurred	Assumed	Ceded	(Cols. 1 - 2)	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Received	6-7+8-9)	Assumed
1. Prior	XXX	XXX	XXX	208	100	19	9	25	13	(1)	130	XXX
2. 2004	135,740	72,608	63,132	229,129	110,249	119	42	7,851	4,262	26	122,546	XXX
3. 2005	130,172	102,730	27,442	20,867	12,284	***************************************	,,,,,	1,103	653	14	9,033	XXX
4. Totals	XXX	XXX	XXX	250,204	122,633	138	51	8,979	4,928	.,39	131,709	XXX

										Adjusting	and Other	23	24	25
			Losses	Unpaid		Defer	nse and Cost (Containment U	npaid	Ung	pald		Total	
ł		Case	Basis	Bulk +	BNR	Case	Basis	Bulk +	IBNR	21	22		Net	Number of
ĺ		13	14	15	16	17	18	19	20			Salvage	Losses	Claims
		Direct		Direct		Direct		Direct		Direct		and	and	Outstanding-
		and		and		and		and		and		Subrogation	Expanses	Direct and
		Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Assumed	Ceded	Anticipated	Unpaid	Assumed
1.	Prior	70	33	84	40	44	22			20	9		114	14
2.	2004	45,276	35,602				12	11	4	1,791	1,618		10,205	83
3.	2005	388,515	375,127	1,025	607	************				20,019	19,605		14,220	1,200
4.	Totals	433,861	410,762	1,644	854	79	34	11	4	21,830	21,232	0	24,539	1,297

Г										34		
ı			Total Losses and	1	Loss and	Loss Expense P	ercentage	Nonte	abular		Net Balar	ice Sheet
1		Los	s Expenses Incu	rred	(Incur	red/Premiums Ea	arned)	Disc	ouni		Reserves af	ter Discount
ı		26	27	28	29	30	31	32	33	Inter-Company	35	36
1		Direct			Direct					Pooling		Loss
1		and			and				Loss	Participation	Losses	Expenses
		Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Expense	Percentage	Unpaid	Unpaid
1	. Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX	81	33
2	2004	284,747	151,996	132,751	209.8	209.3	210.3			***************************************	10,002	203
3	2005	431,529	408,276	23,253	331.5	397.4	84.7				13,806	414
4	. Totals	XXX	XXX	XXX	lxxx	xxx	xxx	0	0	XXX	23.889	650

Sch. P-Pt. 1J NONE

Sch. P-Pt. 1K NONE

Sch. P-Pt. 1L NONE

Sch. P-Pt. 1M NONE

Sch. P-Pt. 1N NONE

Sch. P-Pt. 10 NONE

Sch. P-Pt. 1P NONE

Sch. P-Pt. 1R-Sn. 1 NONE

Sch. P-Pt. 1R-Sn. 2 NONE

> Sch. P-Pt. 1S NONE

SCHEDULE P - PART 2A - HOMEOWNERS/FARMOWNERS

			incurre	ed Net Losses a	ind Defense an	d Cost Contains	nent Expenses	Reported at Ye	ar End (\$000 o	mitted)		Davelo	pment
Years	s in	1	2	3	4	5	6	7	8	9	10	11	12
Whic	ch												
Losses \	Were											One	Two
Incurr	red	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Year	Year
1. Pri	ior	***************************************	***************************************					,,				0	0
2. 19	96	,726	296	300	283	285	283	283	283	283	283	0	0
3. 19	97	XXX	2,747	2,746	2,734	2,721	2,735	2,741	2,759	2,761	2,764	3	6
4, 19	98	XXX	XXX	5,434	5,822	5,686	5,722	5,851	5,850	5,852	5,853	1	3
5. 19	99	XXX	XXX	XXX	6,964	6,317	6,201	6,434	6,448	6,385	6,382	(3)	(66)
6. 20	00	XXX	XXX	XXX	XXX	6,514	6,900	7,295	7,452	7,317	7,338	21	(114)
7. 20	01	XXX	XXX	XXX	XXX	XXX	6,758	7,317	7,523	7,587	7,891	304	368
8, 20	02	XXX	XXX	XXX	XXX	XXX	XXX	9,070	11,158	10,814	10,461	(353)	(697)
9. 20	03	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,803	6,667	6,659	(8)	(144)
10. 20	04	,XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	34,832	43,355	8,523	XXX
11. 20	05	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(1,031)	XXX	XXX
											12, Totals	8,488	(645)

SCHEDULE P - PART 2B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1.	Prior	/11/11/11/11/11/11/11/11/11/11/11/11/11				***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,.,.,		***************************************	0	0
2,	1996		(1411)))) [1941])	*************								0	0
3.	1997	XXX		hat 1148644 1444499 114	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							0	0
4.	1998	XXX,	XXX	11000000000000000000000000000000000000				атопонавато			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	0
5.	1999	XXX	XXX	XXX					******************			0	0
6.	2000	XXX	XXX	XXX	XXX				4444			0	0
7.	2001	XXX	XXX	XXX	XXX	XXX		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,		4.144103114411II	0	0
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	,,, m.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				0	0
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	114411911111111111111111111111111111111		,	0	0
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,	0	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,	XXX	XXX
											12. Tolals	0	0

SCHEDULE P - PART 2C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1,	Prior		***************************************					141110111111111111111111111111111111111				0	0
2.	1996		******************		.,			***************************************				0	0
3.	1997	XXX	***************		***************************************	,			·*··		,,,	,0	0
4.									1				0
5.	1999	XXX	XXX	XXX							.,	0	0
6,			ı	XXX			1				I		0
7.			ı	XXX			1						0
В.			ı	XXX		L .	I) :			l .	0
9.				XXX			I					I	0
10.				XXX			I						
11.	2005	XXX	XXX	XXX	XXX	XXX	,,,,,,XXX,	XXX	XXX	XXX	<u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>	XXX	XXX
											12. Totals	o	0

SCHEDULE P - PART 2D - WORKERS' COMPENSATION

			00	INCOC	L 1 - 1 4	AIXI ZD	- 1101	IVEIVO	OOMII L		011		
1.	Prior	·	,.,				***************************************			10111000000000000000000000000000000000	***************************************	0	0
2.	1996	**************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************			***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,		0	0
3.	1997	XXX	17111177711741741741	,,			***************************************			,		0	0
4,	1998	XXX	XXX					***************************************				0	0
5.	1999,	XXX	XXX	XXX	***************************************				***************************************		.,	0	0
6.	2000,	XXX	XXX	XXX	XXX						,	0	0
7.	2001	XXX	XXX	XXX	XXX	XXX		441111111111111111111111111111111111111		***************************************		0	0
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX			***************************************	***************************************	D	0
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			***************************************	0	0
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		1.44491.2144444.00144	0	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
											49 Totals	١ .	

SCHEDULE P - PART 2E - COMMERCIAL MULTIPLE PERIL

			0011		1 1 7 1		00111111				-,		
1.	Prior										,	0	0
2.	1996	***************************************									103401444410310	0	0
3.	1997	XXX						.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************			0	0
4.	1998	XXX	XXX	33	45	42	40	44	44	44	44	0	0
5.	1999,	XXX	XXX	XXX	134	127	119	98	99	91	,94	3	(5)
6.	2000	XXX	XXX	XXX	XXX	342	319	209	206	202	210	8,,8	4
7.	2001	XXX	XXX	XXX	XXX	XXX	396	390	376	593	981	388	605
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	353	385	266	265	(1)	(120)
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	133	110	82	(28)	(51)
10	. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12	7	(5)	XXX
11	. 2005	XXX	XXX	XXX <u></u>	XXX	,,XXX	XXX	XXX	XXX	XXX		XXX	XXX
											12. Totals	365	433

68

SCHEDULE P - PART 2F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

	l	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										pment
Years in	1	2	3	4	5	6	7	8	9	10	11	12
Which	1											
Lasses Were	1										One	Two
Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Year	Year
1. Prior	,		*****************			***************************************					0	0
2. 1996	····	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								,	0	0
3. 1997	XXX	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,									0	0
4. 1998	XXX	XXX					L	***************************************			0	
5. 1999	XXX	XXX	XXX						*************************		0	0
6. 2000	XXX	XXX	XXX	XXX		,					0	
7. 2001	XXX	XXX	XXX	XXX	XXX						0	.,
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX					0	0
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			0	XXX
11. 2005	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
										42 Totals		

SCHEDULE P - PART 2F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

1.	Prior	-,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			114411111411114111114			111117411441111111111	4104405111100011100	0	0
2.	1996				****			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	401/40111HHHHH	0	0
3.	1997	XXX				***************************************			«шиманонаона			0	0
4.	1998	XXX	XXX	*****************	сывынан шест		,.,		***************************************			0	0
5.				XXX									0
6.	2000	XXX	XXX	XXX	XXX				114441109411109111100		,	0	0
7.	2001	XXX	XXX	XXX	XXX	XXX	***************************************			***************************************		0	0
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX					0	0
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				0	0
10.	2004			XXX		1				1	Į.		XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
											12. Totals	0	0

SCHEDULE P - PART 2G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS) BOILER & MACHINERY)

					UIIIOIV	ארוני			ILLIY G					
Γ	1. Pr	rior	,,,.,					***************************************			,,		0	0
	2. 19	996	,										0	0
1	3. 19	997	XXX				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0	0
	4. 19	998	XXX	XXX	XXX						***************************************		0	0
	5. 19	999	XXX	XXX	XXX) [3]			,,,,		0	0
	6. 20	000	XXX	XXX	XXX	XXX				***************************************	,		0	0
	7. 20	001	XXX	XXX	XXX	XXX	XXX			***************************************			0	0
	8. 20	002	XXX	XXX	XXX	XXX	XXX	XXX		***************************************			0	0
	9. 20	003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				0	0
1	10. 20	004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	XXX
	1 1. 2 0	005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX,	XXX		XXX	XXX
												12. Totals	0	0

SCHEDULE P - PART 2H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

					=								
1.	Prior						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,		40*14110*40********		0	0
2,	1996		***************************************	***************************************			пънницини				44110141194019401	0	0
3.	1997	XXX	*************				111000000000000000000000000000000000000					0	0
4.	1998.,	XXX	XXX	114444411	,	***************************************		*************			паванение	0	0
5.	1999	XXX	XXX	XXX	***************************************			шиноможном		,	-1444171714455564	0	0
6.	2000	xxx	XXX	XXX	XXX			1141114994119944119944	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,.,		0	0
7.	2001	XXX	XXX	XXX	XXX	XXX		эмонининини		.,		0	0
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX					0	0
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	аппааннанн			0	0
10.	2004	XXX	XXX	XXX,	XXX	XXX	XXX	XXX	XXX			0	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25	XXX	XXX
											12. Totals		

SCHEDULE P - PART 2H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1.	Prior					,						0	0
2.	1996							***************************************				,0	0
3.	1997	XXX										0	0
4.	1998	XXX	XXX	,			····	,				.,,0	0
5,	1999	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							0	
6.	2000	XXX	XXX	XXX	XXX			(******************	.,		0	0
7.	2001	XXX	XXX	XXX	XXX	🗯 🚛						0	0
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX					0	0
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,			0	0
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			0	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX,	.,XXX	XXX	XXX	XXX		XXX	XXX
											12. Totals	0	0

69

SCHEDULE P - PART 2I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

	-	Incures		nd Defense an		ment Expenses	Renorted at Ye	ar End (\$000 o	mitted)		Develo	pment
	1 -	2	3	4	5	6	7	8	9	10	11	12
Years in Which Losses Were incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	One Year	Two Year
											 	
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,422	468	419	(49)	(1,00
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	115,024	128,989	13,965	XXX
3. 2005	XXX	xxx	XXX	XXX	xxx	xxx	XXX	XXX	XXX	22,389	XXX	XXX
										4. Totals	13,916	(1.00

SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE

1.	Prior	XXX	XXX	XXX	XXX	X X					1117:1744447777741741	0	0
2,	2004,,,.	XXX	XXX	XXX	XXX	X X		<u>(XX.</u>	XXX			0	XXX
3.	2005	XXX	XXX	XXX	,XXX,	XXX	XXX	XXX	XXX	XXX <u></u> .	immannann	XXX	XXX
											4. Totals	0	0

SCHEDULE P - PART 2K - FIDELITY/SURETY

1.	Prior	XXX	XXX	XXX	XXX	X	CX.	XXX				0	0
2,	2004	XXX	XXX	XXX	XXX	X X.	X X	<u>(XX.</u>	XXX			0	XXX
3.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,XXX		XXX	XXX
											4. Totals	l	0

SCHEDULE P - PART 2L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1.	Prior	XXX		XXX	XXX	X	I.,	π. Х	N	. (XX		44151555555		0	0
2.	2004	XXX	XXX	XXX	XXX	х	N.	у к	N.	(XX	XXX	441110101111111111111111111111111111111		0	XXX
3.	2005	XXX	XXX	XXX	XXX	XX		XXX		XXX	XXX	XXX		XXX	XXX
					·								4. Totals	o	D

SCHEDULE P - PART 2M - INTERNATIONAL

				301			IX I 4101 .	. 114 1 12 17		106			
1.	Prior											0	0
2.	1996											0	0
3.	1997	XXX	4++	.,					,	,,		0	0
4.	1998	XXX	XXX						***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	0	0
5.	1999	XXX	XXX	XXX					***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	0
6.	2000	XXX	XXX	XXX	XXX	***************************************	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					0	0
7,	2001	XXX	XXX	XXX	XXX	X <u>X</u> X						0	0
8.	2002	XXX	XXX	XXX	XXX	Х	X X					0	0
9.	2003	XXX	XXX	XXX	XXX	X X			***************************************		***************************************	0	0
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	AIIII>>>+411II>+47		.,0	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	пинания	XXX	XXX
											12 Totale	ا ا	l n

Sch. P-Pt. 2N NONE

Sch. P-Pt. 20 NONE

Sch. P-Pt. 2P NONE

Sch. P-Pt. 2R-Sn. 1 NONE

Sch. P-Pt. 2R-Sn. 2 NONE

> Sch. P-Pt. 2S NONE

SCHEDULE P - PART 3A - HOMEOWNERS/FARMOWNERS

			Cumulative	e Paid Net Loss	es and Defense	and Cost Con	tainment Expen	ses Reported a	t Year End (\$00	00 omitted)		11	12
		1	2	3	4	5	6	7	8	9	10	Number of	Number of
Ϋ́	ears in				i							Claims	Claims
١	Which											Closed	Closed
Loss	ses Were											With Loss	Without Loss
In	curred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Payment	Payment
1.	Prior	000	***************************************	.,									*****************
2,	1996	70	277	283	283	283	283	283	283	283	283	335	176
3.	1997	XXX	2,039	2,564	2,677	2,709	2,718	2,731	2,754	2,759	2,760	3,151	1,608
4.	1998,	XXX	XXX	4,014	5,237	5,519	5,629	5,741	5,837	5,846	5,851	2,731	2,889
5.	1999	XXX	XXX	XXX	4,592	5,900	6,084	6,207	6,342	6,357	6,363	5,676	1,633
6,	2000	XXX	XXX	XXX	XXX	5,273	6,582	6,928	7,102	,7,228	7,284	3,461	1,296
7.	2001	XXX	XXX	XXX	XXX	XXX	5,146	6,508	7,066	7,454	7,610	3,191	2,419
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	6,387	8,473	10,015	10,083	2,927	2,779
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,770	5,962	6,140	2,330	1,772
10.	2004,	XXX	XXX				XXX			1			3,816
11.	2005	XXX	XXX	XXX	XXX	XXX	,,,,XXX,	XXX	XXX	XXX	(376)	1,871	968

SCHEDULE P - PART 3B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1.	Prior	000							184441144441119911		***************************************	.,,	,
2.	1996					.,		***************************************					*************************
3.	1997	XXX								***************************************	,		*************
4.	1998	XXX	XXX						,				******************************
5.	1999	XXX	XXX	XXX					,				*************
6.	2000	XXX	XXX	XXX	XXX								.441771114-44477
7.	2001	XXX	XXX	XXX	XXX	XXX		.,		*******************************			
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	*****************	***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	.,
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,,,,,,XXX,	,XXX,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	

SCHEDULE P - PART 3C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1.	Prior	000											
2.	1996	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			**********	,,					*****************	,	
3.	1997	XXX	***************************************			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		141111000010111111		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
4.	1998	XXX	XXX	,					,				
5.	1999	XXX	XXX	XXX									
6.	2000	XXX	XXX	XXX	XXX					1111-14111 DHOIA111	ышкашкалы	***************************************	
7.	2001	XXX	XXX	XXX	XXX	XXX	.,,		441111111111111111111111111111111111111	PER MANAGEMENT	,.,		
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX		44111011000011111111141	11001 100101010111111111111111111111111			
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				***************************************	
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			***************************************	
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,,.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,,,

SCHEDULE P - PART 3D - WORKERS' COMPENSATION

1.	Prior	000		,								
2.	1996	*****										
3.	1997	XXX							***************************************			
4.	1998	XXX	XXX						194001111111111111111111111111111111111			
5,	1999	XXX	XXX	XXX								
6,	2000	XXX	XXX	XXX	XXX				.,			 ***************************************
7.	2001	XXX	XXX	XXX	XXX	XXX		,,				
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX,				***************************************	 111711111111111111111111111111111111111
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		

SCHEDULE P - PART 3E - COMMERCIAL MULTIPLE PERIL

1.	Prior	000,						***************************************	***************************************				
2.	1996										.,,		
3.	1997	XXX			***************************************						,		
4.	1998	XXX	XXX	1	27	32	37	44	44	44	44	11	2
5.	1999	XXX	XXX	XXX	35		57	77	85	86	94	34	29
6.	2000	XXX	xxx	XXX	XXX	65	166	170	174	193	197	70	36
7.	2001	XXX	xxx	XXX	XXX	XXX	101	305	331	362	976	94	75
8.	2002	XXX	xxx	XXX	XXX	XXX	XXX	23	254	262	262	47	47
9.	2003	XXX	xxx	xxx	XXX	XXX	XXX	xxx	70	74	74	13	13
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	xxx	XXX			1	
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		

SCHEDULE P - PART 3F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

		Cumulative	Paid Net Loss	es and Defense	and Cost Con	lainment Expen	ses Reported a	t Year End (\$00	0 omitted)		11	12
1	1	2	3	4	5	6	7	8	9	10	Number of	Number of
Years in											Claims	Claims
Which											Closed	Closed
Losses Were											With Loss	Without Loss
Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Payment	Payment
1. Prior	000								***************************************			***************************************
2. 1996	***************************************											
3. 1997	XXX								17074 IMITED 1841 1841 1841 1841 1841 1841 1841 184			
4. 1998	XXX	XXX							10111441111111111111111		*****************	
5. 1999	XXX	XXX	XXX		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************					***************************************
6. 2000	XXX	XXX	XXX	XXX		.,,						***************************************
7. 2001,	XXX	XXX	XXX	XXX	XXX	***************************************						
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						***************************************
9. 2003	XXX	XXX	XXX	XXX		XXX	XXX			12441111122111441121		***************************************
10. 2004	XXX	XXX	XXX	XXX		XXX	XXX	XXX				
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

SCHEDULE P - PART 3F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

1.	Prior	000	***************************************					***************************************		***************************************			
2.	1996					.,							
3.	1997	XXX											,,
4.	1998	XXX	XXX					····					
5.	1999	XXX	XXX	XXX	*******************		····						
6.	2000	XXX	XXX	XXX	XXX								****
7.	2001	XXX	XXX	XXX	XXX	XXX			***************************************				***************************************
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX		*****	1944411309441100910			***************************************
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			,		
10	2004	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	***************************************	,,		
11	2005	XXX	XXX	XXX	XXX	XXX	XXX	,,,.XXX.,	XXX	XXX	***************************************	M. D. HARMAN HOLE	

SCHEDULE P - PART 3G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

1.	Prior	000				мининанин			****************	,,		XXX	XXX
2,	1996,											XXX	XXX
3.	1997	XXX			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							XXX	XXX
4.	1998	XXX	XXX							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	XXX,.	XXX
5.	1999	XXX	XXX	XXX						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		XXX	XXX
6.	2000	XXX,	XXX	XXX	XXX			.,			60-1800 HALLING	XXX	XXX
7.	2001	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8.	2002	XXX	xxx	XXX	XXX	XXX	XXX	,	**************	***************************************	***************************************	XXX	XXX
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	MI 14410004 (184 (18004)	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		XXX	XXX
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

SCHEDULE P - PART 3H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

1.	Prior	000				,,,	,					
2.	1996	•••••	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								,,,,,	 ***************************************
3.	1997	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								,,,.,.,	 ,,
4.	1998.,	XXX	XXX	***************************************					,,			
5.	1999	XXX	XXX	XXX	***************************************							
6.	2000	XXX	XXX	XXX	XXX					190111111111111111111111111111111111111		 100014117751118111777
7.	2001	XXX	XXX	XXX	XXX	XXX		***************************************	***************************************	***************	141122121444122412241	 ***************************************
B.	2002	XXX	XXX	XXX	XXX	XXX	XXX			,	,	
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10.	2004	XXX	xxx	XXX	XXX	XXX	xxx	XXX	XXX			
11.	2005	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
		•										

SCHEDULE P - PART 3H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1.	Prior	000				.,,							
2.	1996												
3.	1997	XXX		.,,.,									
4.	1998	XXX	XXX										
5,	1999,	XXX	XXX	XXX									
6.	2000	XXX	XXX	XXX	XXX		an		*************		.,		
7.	2001	XXX	XXX	XXX	XXX				,,				
8.	2002	,XXX	XXX	XXX	XXX	XXX	XX						
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			***************************************	
11.	2005	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX		***************************************	

SCHEDULE P - PART 3I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

						·· ·· · · · · · · · · ·				•,			
-			Cumula	tive Paid Net Lo	osses and Defe	nse and Contail	nment Expense	s Reported at Y	ear End (\$000)	omitted)		11	12
		1	2	3	4	5	6	7	8	9	10	Number of	Number of
١	ears in	1					1					Claims	Claims
	Which						l					Closed	Closed
Los	ses Were						į					With Loss	Without Loss
	ncurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Payment	Payment
1.	Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000	198	316	XXX	XXX
2.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	47,975	118 957	XXX	XXX
3.	2005	xxx	xxx	xxx	XXX	XXX	lxxx	xxx	XXX	XXX	8.583	xxx	XXX

SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE

1.	Prior	XXX	XXX	XXX	XXX		X X		000		***************************************	
2.	2004	XXX	XXX	XXX	XXX	X.X	XX		XXX		***********	
3.	2005	xxx		XXX		XXX	xxx	XXX	XXX	XXX		

SCHEDULE P - PART 3K - FIDELITY/SURETY

ſ	1.	Prior	XXX	XXX	XXX	XXX	K	N		×	V	٠,,		000			XXX	XXX	l
	2.	2004	XXX	XXX	XXX	XXX		X.X.		ŹΧ				XXX	400000000000000000000000000000000000000	***************************************	XXX	XXX	l
1	3.	2005	XXX	xxx	XXX	XXX	XX			хх			XXX	XXX	XXX		XXX	XXX	l

SCHEDULE P - PART 3L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

_											,			-1
	1.	Prior	XXX	XXX	XXX	XXX					000		 VVV	XXX
	2.	2004	XXX	XXX	XXX	XXX	X.X		(XXX		 XXX	XXX
	3.	2005	lxxx	xxx	XXX	XXX	XXX	lxxx	اا	XXX	XXX	XXX	XXX	XXX

SCHEDULE P - PART 3M - INTERNATIONAL

1.	Prior	000	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								XXX	XXX
2.	1996		**********					,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************	XXX	XXX
3.	1997	XXX	***************************************			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					XXX	XXX
4.	1998	XXX	XXX				,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		(40)(40)(10)(40)(40)	XXX	XXX
5,	1999	XXX	XXX	XXX						***************************************		XXX	XXX
6,	2000	XXX	XXX	XXX	XXX							xxx	XXX
7.	2001	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8.	2002	XXX	XXX	XXX	XXX		X X						
9.	2003	XXX	XXX	XXX	XXX	XXX	XX			,		XXX	XXX
10,	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			xxx	XXX
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.,	XXX	xxx

Sch. P-Pt. 3N NONE

Sch. P-Pt. 3O NONE

Sch. P-Pt. 3P NONE

Sch. P-Pt. 3R-Sn. 1 NONE

Sch. P-Pt. 3R-Sn. 2 NONE

> Sch. P-Pt. 3S NONE

SCHEDULE P - PART 4A - HOMEOWNERS/FARMOWNERS

		•									
			Bulk and	IBNR Reserves of	n Net Losses and	Defense and Cos	t Containment Ex	pansas Raported :	al Year End (\$000	ornitted)	
		1	2	3	4	5	6	7	8	9	10
	ars in Which osses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior	***************************************	,	моминичения		***************************************	D1184000114111444000		114114111041014114110001		
2.	1996	447	,5			,					
3.	1997	XXX	246	116	20		6			.,	
4.	1998	XXX	XXX	501	240	125	16	66		***************************************	.,
5,	1999	XXX	XXX	XXX	748	237	63	180	51	«1111M141141411100441707	
6.	2000	XXX	XXX	XXX	XXX	508	208	256	169		
7.	2001	XXX	xxx	XXX	XXX	XXX	650	635	157	32	269
8.	2002	xxx	xxx	XXX	XXX	XXX	XXX	1,008	1,923	421	224
9.	2003	xxx	XXX	xxx	xxx	XXX	XXX	XXX	893	536	23
10.	2004	xxx	XXX	XXX	xxx	XXX	XXX	XXX	XXX	520	421
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	383

SCHEDULE P - PART 4B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1.	Prior	·····	,,,		***************************************					·········	
2.	1996		,								
3.	1997	XXX		***************************************						**,	
4.		XXX									
5.		XXX					—	,	***************************************		
6.	2000	XXX	XXX	XXX	XXX		_				
7.	2001	XXX	XXX	XXX	XXX	XXX					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
8.	2002,	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		***************************************	
9,	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************	
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	***************************************	
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1.	Prior		(11.11.11.11.11.11.11.11.11.11.11.11.11.	***************************************			,,,		***************************************		
2.	1996			***************************************		>><134110><15 813311777	,,				
3.							4				
4.		XXX									
5.	1999	XXX	XXX	XXX			L		M13411244479337777		
6.	2000	XXX	XXX	XXX	XXX	поменномника			100000000000000000000000000000000000000		
7.	2001	XXX	XXX	XXX	XXX	XXX	***************************************		***************************************		
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX		***************************************		
9.	2003	xxx	XXX	XXX	XXX	XXX	XXX	XXX		***************************************	
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11.	2005	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX	шиншиншин

SCHEDULE P - PART 4D - WORKERS' COMPENSATION

				<u> </u>	עד ניות	- HOILI	LIVO OC	IN LIVE	311011		
1.	Prior.,		,					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
2.	1996										
3.	1997	XXX									
4,	1998	XXX	,XXX								***************************************
5,	1999	XXX	XXX	XXX				***************************************			
6.	2000	XXX	xxx	XXX	XX						
							,				
8.	2002	xxx	XXX	XXX	XXX	XXX	XXX			,	
9.	2003	xxx	XXX	XXX	XXX	XXX	XXX	XXX			
10.	2004	XXX	XXX	XXX	,,,,XXX	XXX	XXX	xxx	XXX		
11.	2005	xxx	xxx	XXX	XXX	XXX	XXX	XXX	,XXX	xxx	

SCHEDULE P - PART 4E - COMMERCIAL MULTIPLE PERIL

1.	Prìor	11112111111111111111111111111111111111	!M						.,,,,,,	************	
2.	1996	,,,	миналинична				***************************************				
3.	1997	XXX			.,	нанамины			141114134411111111111111111		
4.	1998	XXX	XXX	22	11	5			***************************************		
5.	1999	XXX	XXX	XXX	71	74	49	17	6		ынинини
6.	2000	XXX	XXX	XXX	XXX	195	139	32	21		ыннынаваны
7.	2001	XXX	XXX	XXX	XXX	XXX	178	62	,31	21	
8.	2002	XXX	XXX	XXX	xxx	XXX	xxx	155	127	4	2
9.	2003	XXX	XXX	XXX	xxx	XXX	XXX	xxx	60	36	8
10.	2004	XXX	,,,,XXX,	XXX	XXX	XXX	XXX	XXX	XXX	12	7
11.	2005	xxx	XXX	XXX	XXX <u></u>	xxx	XXX	xxx	XXX	xxx	

SCHEDULE P - PART 4F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

		Bulk and	IBNR Reserves of	n Net Losses and	Defense and Cos	t Containment Ex	penses Reported	at Year End (\$000	omitted)	
	1	2	3	4	5	6	7	8	9	10
Years in Which Losses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior		.,	140111444111000141111111							
2. 1996	***************************************	11447-11-11-444-11-11-11-11-11-11-11-11-11-11		manne Marco III				***************************************	,,	
3. 1997	XXX		***************************************				***************************************		***************************************	H-H
4. 1998	XXX	XXX						,,		61116H111111111111
5. 1999	XXX	XXX	XXX					***************************************		
6. 2000	,XXX	XXX	XXX	XXX	***************************************	11111111111111111111111111111111111111	»			
7. 2001	XXX	XXX	XXX	XXX	XXX			.,,		
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				191101111111111111111111111111111111111
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			>>1
0. 2004	XXX	XXX	XXX	XXX	1	XXX	XXX	XXX	***************************************	***************************************
1. 2005	XXX	XXX	XXX	.,XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

										,	
1.	Prior	·····		***************************************	411111111111111111111111111111111111111		,				
2.	1998	***************************************					.,,,,	.,		***************************************	
3.	1997	XXX						*********			
4.		XXX								***************************************	
5.	1999	XXX	XXX	XXX			—				
6.	2000	XXX	XXX	XXX	XXX		L	***************************************			*
7.	2001	XXX	XXX	XXX	XXX	XXX					
8.	2002	XXX	XXX	,,,,,,XXX	XXX	XXX	XXX				
9.	2003	XXX	XXX	,,,,XXX	XXX	XXX	XXX	XXX		***************************************	***************************************
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11.	2005	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX,	

SCHEDULE P - PART 4G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

						- / ,					
1.	Prior						поминенти		.,,.,,		пиненияния
2.	1996	,,,,			.144.15			***************************************			
3.	1997	XXX		мананизания				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		1454451440011411410011	
4.	1998	XXX	XXX			\cap N				,	
5.	1999	XXX	XXX	XXX					.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
6.	2000	XXX	XXX	XXX	XXX						
7.	2001	XXX	XXX	XXX	XXX	xxx				***************************************	
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		.,	
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,	
10.	2004	xxx	XXX	,XXX	XXX	XXX	XXX	XXX	xxx		
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

	•	CHILDO		W17 TIE	CHOIL	IN L - OI			OUCUIN	IVENUE	
1.	Prior	***************************************		******						***************************************	
2.	1996	***************************************		***************************************			***************************************				
3.	1997	XXX									,
4.	1998	XXX	XXX								
5.	1999	XXX	xxx	XXX							
6.	2000	XXX	xxx	XXX	xxx			,.			
7.	2001	XXX	xxx	XXX	xxx	xxx					
8.	2002	xxx	xxx	XXX	xxx	xxx	XXX				
9.	2003	XXX	xxx	XXX	xxx	xxx	XXX	xxx			
10	2004	xxx	xxx	XXX	XXX	xxx	XXX	xxx	XXX		
11	2005	xxx	lxxx	xxx	xxx	xxx	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1.	Prior				.,	***************************************	(1411)	15114	·	шынаншинаны	
2.	1996	>*************************************			110140111110111111111111111111111111111						
3.	1997	XXX	***************************************						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
4.	1998	XXX	XXX		amieeqammiiiian						,
5.	1999	XXX	XXX	XXX			101110111110111111111111111111111111111	,		наминания	
6.	2000	XXX	XXX	XXX	X)		Lasin			нашинанашына	полистенниципал
7.	2001	XXX	XXX	XXX	X) (***********		манимониным	пынаналанана
8.	2002	xxx	XXX	XXX	xxx	xxx	XXX				
9.	2003	XXX	XXX	XXX	xxx	xxx	XXX	XXX			
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	xxx	XXX		
11.	2005	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

_			Oulle and	IDND Danson	- M-11	Deferenced Con	t Containment Ex	nannaa Danastad	of Vons End (\$000	non(Had)	
			Bulk and	IBINK Reserves C	n Net Losses and	Delense alla Cos	(COMMINDER EX	penses reponed	at Tear End (\$000	Othiusa)	
ΙY	ears in Which	1	2	3	4	5	6	7	8	9	10
	Losses Were					·					
	Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,098	165	44
2.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,142	335
3.	2005	XXX	XXX	XXX	XXX	xxx	XXX	xxx	XXX	XXX	418

SCHEDULE P - PART_4J - AUTO_PHYSICAL DAMAGE

	1.	Prior	XXX	XXX	XXX	XX		XXX	xxx			
	2.	2004	xxx	XXX	XXX	ХХХ	xx	. XX	xxx	XXX		***************************************
-	3.	2005	XXX	XXX	XXX	XXX	xxx		xxx	XXX	XXX	11117777744117777744

SCHEDULE P - PART 4K - FIDELITY/SURETY

1.	Prior	XXX	XXX	XXX	X	1.4	 X: X	Į.	XXX	XXX			
2,	2004	XXX	XXX	XXX	xxk	M}	 (X	Щ.	XX	xxx	XXX		
3,	2005	XXX	XXX	XXX	XXX		 ΚΧΧ		XXX	xxx	XXX	XXX	

SCHEDULE P - PART 4L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

ſ.	Prior	XXX	XXX	XXX	XX	🗴 🐧	*XX	xxx			
2.	2004	XXX	XXX	XXX	xxx	XX	XX	XXX	XXX		
3.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4M - INTERNATIONAL

1.	Prior										
2.	1996						***************************************				
3.	1997	XXX	•••••	,				,			
4.	1998	XXX	XXX				***************************************	,,			***************************************
5.	1999	XXX	XXX	XXX							
6.	2000	XXX	XXX	XXX	XXX						
7.			XXX								
8.	2002	XXX	xxx	,,XXX	XX	X. X	XXX	, , ,			
9.	2003	XXX	xxx	XXX	xx	XX	——¥XX	XXX			
10.	2004	XXX	xxx	XXX	xxx	XXX	xxx	xxx	XXX		
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	xxx	

Sch. P-Pt. 4N NONE

Sch. P-Pt. 40 NONE

Sch. P-Pt. 4P NONE

Sch. P-Pt. 4R-Sn. 1 NONE

Sch. P-Pt. 4R-Sn. 2 NONE

> Sch. P-Pt. 4S NONE

SCHEDULE P - PART 5A - HOMEOWNERS/FARMOWNERS

SECTION 1

				Cumulative	Number of Clain	ns Closed with Lo	ss Payment Dire	of and Assumed a	at Year End		
	ears in Which	1	2	3	4	5	6	, 7	8	9	10
	niums Were Earned esses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior				***************************************			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			***************************************
2.	1996	120	331	335	335	335	335	335	335	335	335
3.	1997	XXX	.,2,645	3,142	3,142	3,142	3,142	3,147	3,149	3,150	3,151
4.	1998	xxx	xxx	2,441	2,697	2,703	2,711	2,721	2,727	2,729	2,731
5.	1999	xxx	XXX	XXX	5,017	5,611	5,644	5,658	5,665	5,671	5,676
6.	2000	xxx	XXX	XXX	XXX	2,968	3,405	3,440	3,453	3,457	3,461
7.	2001	xxx	XXX	XXX	xxx	XXX	2,718	3,136	.,3,169	3,186	3,191
8.	2002	xxx	XXX	XXX	XXX	XXX	XXX	2,249	2,855	2,907	.,2,927
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,864	2,305	2,330
10.	2004	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,202	8,557
11.	2005	XXX	XXX	XXX	XXX	xxx	xxx	XXX	XXX	XXX	1,871

SECTION 2

					351	J HUN Z					
					Number of Clai	ms Outstanding I	Direct and Assum	ed at Year End			
γ	ears in Which	1	2	3	4	5	6	7	8	9	10
	niums Were Earned esses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior		,			,,,,,,,,,,,,					
2.	1996	102	10	,5	1	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,				*,
3.	1997	XXX	512	37	36	5	6	4	2	2	,,
4.	1998	XXX	XXX	589	27	28	13	9	5	2	
5.	1999	XXX	XXX	XXX	585	62	18	11	6	3	.,,
6.	2000	XXX	XXX	XXX	XXX	536	32	16	10	7	1177244 (44 (44 (44 (44 (44 (44 (44 (44 (44
7.	2001	XXX	XXX	XXX	XXX	XXX	311	41	27	15	
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	567	43	23	1
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	308	34	1
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,523	35
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,50

SECTION 3

					ŲL.	3110143					
				Cı	mulative Number	of Claims Repor	ted Direct and As	sumed at Year E	nd		
	ears in Which	1	2	3	4	5	6	7	8	9	10
	iums Were Earned sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior		.,				***************************************				
2.	1996	303	506	510	510	511	511	511	511	511	511
3.	1997	xxx	4,442	4,714	4,734	4,747	4,753	4,758	4,759	4,760	4,760
4.	1998	XXX	XXX	5,335	5,549	5,574	5,591	5,607	5,615	5,617	5,621
5.	1999	XXX	XXX	XXX	6,941	7,239	7,260	7,286	7,294	7,300	7,311
6.	2000	XXX	XXX	xxx	xxx	4,421	4,675	4,724	4,745	4,752	4,761
7.	2001	XXX	XXX	XXX	XXX	XXX	5,058	5,539	5,597	5,614	5,613
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	5,057	5,612	5,693	5,718
9.	2003	XXX	XXX	xxx	xxx	XXX	XXX	XXX	3,641	4,080	4,119
10.	2004	XXX	XXX	xxx	XXX	xxx	XXX	XXX	XXX	11,577	12,732
11.	2005,	XXX	XXX	XXX	XXX	XXX	XXX	XXX	xxx	XXX	5,340

Sch. P-Pt. 5B-Sn. 1 NONE

Sch. P-Pt. 5B-Sn. 2 NONE

Sch. P-Pt. 5B-Sn. 3 NONE

Sch. P-Pt. 5C-Sn. 1 NONE

Sch. P-Pt. 5C-Sn. 2 NONE

Sch. P-Pt. 5C-Sn. 3 NONE

Sch. P-Pt. 5D-Sn. 1 NONE

Sch. P-Pt. 5D-Sn. 2 NONE

Sch. P-Pt. 5D-Sn. 3 NONE

SCHEDULE P - PART 5E - COMMERCIAL MULTIPLE PERIL

SECTION 1

					350	TION					
	• ***			Cumulative	Number of Clain	ns Closed with Lo	ss Payment Dire	ct and Assumed a	at Year End		
Y	ears in Which	1	2	3	4	5	6	7	8	9	10
	ilums Were Earned										
	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior								***************************************	****	
2.	1996		D11441141441111444499114	,,		111117711111111111111111111111111111111	***************************************				.,
3.	1997	XXX	F=11444-5-14		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					,,	
4.	1998	XXX	XXX	1	7	7	8	11	11	11	11
5.	1999	XXX	XXX	,XXX	25	27	27	32	33	33	34
6.	2000	XXX	xxx	XXX	XXX	44	61	6 6	68	70	70
7.	2001	XXX	,XXX	XXX	XXX	XXX	53	78	87	92	94
8.	2002	XXX	XXX	xxx	XXX	xxx	XXX	33	45	47	47
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11	13	13
10.	2004	xxx	XXX	XXX	XXX	xxx	XXX	XXX	,XXX	1	1
11.	2005	XXX	XXX	XXX	XXX]xxx	xxx	XXX	XXX	XXX	

SECTION 2

						ZIIQIY Z					
		,			Number of Clai	ms Outstanding I	Direct and Assum	ed at Year End			
	ears in Which Iums Were Earned	1	2	3	4	5	6	7	8	9 .	10
	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior										***************************************
2.	1996,						***************************************		***************************************		.,
3.	1997	XXX	communication and the second			***************************************			,	мониньыния	
4.	1998	XXX	.,XXX	3		1	1			,	
5.	1999	XXX	XXX	XXX	11	5	4	2	1	1	1
6.	2000	XXX	XXX	XXX	XXX	32	4	1	1	3	1
7.	2001	XXX	XXX	XXX	XXX	XXX	22	7	2	3	1
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	88	1	1	2
9.	2003	XXX	XXX	XXX	xxx	XXX	XXX	XXX	1		
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,
11.	2005	XXX	XXX <u></u>	XXX	XXX	XXX	XXX	XXX	XXX	XXX	100000000000000000000000000000000000000

SECTION 3

						THOM 3					
				Cu	mulative Number	r of Claims Repor	ted D <u>irect and As</u>	sumed at Year E	nd		
	ears in Which iums Were Earned	1	2	3	4	5	6	7	8	9	10
	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior	***************************************			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	паньнанына			5-44 16 00 - 140		18000000000000000000000000000000000000
2.	1996										, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
3.	1997	XXX					,,.				4001000444444
4.	1998	XXX	XXX	4	8	9	10	13	13	13	13
5.	1999	XXX	XXX	XXX	39	56	55	62	62	62	64
6.	2000	XXX	XXX	XXX	XXX	95	95	101	103	109	107
7.	2001	XXX	XXX	XXX	XXX	XXX	113	155	164	170	170
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX	72	93	95	98
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22	26	26
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	1
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	xxx	

Sch. P-Pt. 5F-Sn. 1A NONE

Sch. P-Pt. 5F-Sn. 2A NONE

Sch. P-Pt. 5F-Sn. 3A NONE

Sch. P-Pt. 5F-Sn. 1B NONE

Sch. P-Pt. 5F-Sn. 2B NONE

Sch. P-Pt. 5F-Sn. 3B NONE

SCHEDULE P - PART 5H - OTHER LIABILITY - OCCURRENCE

SE	$^{-}$	-	4 4
~		II IIN	1 1 14

						HON IA					
				Cumulative	Number of Clain	ns Clased with La	ss Payment Direc	t and Assumed a	at Year End		
	'ears in Which iums Were Earned	1	2	3	4	5	6	7	8	9	10
	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior	 									
2.	1996								***************************************		
3.	1997	XXX		паминоници		71			панананаринов		
4.	1998	XXX	XXX								
5.	1999	XXX	XXX	XXX						····	
6.	2000	XXX	XXX	XXX	XXX		***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		1714184477171111117778	***************************************
7.	2001	XXX	XXX	XXX	XXX	XXX					4111
8.	2002	XXX	XXX	XXX	XXX	XXX	XXX				
9.	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		
10.	2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.,	,
11.	2005	XXX	XXX	XXX	XXX	xxx	XXX	XXX	XXX	XXX	100100000000000000000000000000000000000

SECTION 2A

					0=0	11011271					
			•		Number of Clai	ms Outstanding (Direct and Assum	ed at Year End			
Y	ears in Which	1	2	3	4	5	6	7	8	9	10
Prem	iums Were Earned										
and Lo	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior								наниннамичин		
2,	1996		,,,								
3.	1997	XXX	моничномении	,		·*************************************	,,				
4.	1998	XXX	XXX			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			,		
5.	1999	XXX	XXX	xxx			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
6.	2000	xxx	XXX	xxx	XXX						
7.	2001	XXX	XXX	XXX	XXX	XXX		панипанетная		ат ын ичин на на на на на на на на на на на на на	
8.	2002	XXX	XXX	XXX	xxx	xxx	XXX			,	
9.	2003	XXX	XXX	xxx	xxx	xxx	XXX	XXX			
10.	2004	XXX	XXX	XXX	xxx	xxx	xxx	XXX	XXX	1	
11.	2005	XXX	XXX	XXX	XXX	XXX	XXX,	XXX	XXX	XXX	

SECTION 3A

					350	TION 3A					
				Cı	mulative Number	of Claims Repor	ted Direct and As	sumed at Year E	nd		
1	Years in Which	1	2	3	4	5	6	7	8	9	10
	niums Were Earned	ļ ·									
and Lo	sses Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1.	Prior			жанканжанык				,		******************	
2.	1996		***************************************						***************************************		
3.	1997	XXX		***************************************	,		***************************************	,			
4.	1998	XXX	XXX						***************************************		
5.	1999	XXX	XXX	XXX				,,,,		>119141110>11410911 111 10	
6.	2000,	XXX	XXX	XXX	XXX		,			,	
7.	2001	XXX	XXX	XXX	XXX	XXX			,,,,		
8.	2002	XXX	XXX	XXX	XXX	xxx	XXX				
9,	2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,	411117111111111111111111111111111111111
10.	2004	XXX	XXX	XXX	XXX	xxx	XXX	XXX	xxx	1	
11.	2005	XXX	xxx	xxx	xxx	XXX	XXX	XXX	XXX	XXX	

Sch. P-Pt. 5H-Sn. 1B NONE

Sch. P-Pt. 5H-Sn. 2B NONE

Sch. P-Pt. 5H-Sn. 3B NONE

Sch. P-Pt. 5R-Sn. 1A NONE

Sch. P-Pt. 5R-Sn. 2A NONE

Sch. P-Pt. 5R-Sn. 3A NONE

Sch. P-Pt. 5R-Sn. 1B NONE

Sch. P-Pt. 5R-Sn. 2B NONE

Sch. P-Pt. 5R-Sn. 3B NONE

Sch. P-Pt. 6C-Sn. 1 NONE

Sch. P-Pt. 6C-Sn. 2 NONE

Sch. P-Pt. 6D-Sn. 1 NONE

Sch. P-Pt. 6D-Sn. 2 NONE

91, 92, 93, 94

SCHEDULE P - PART 6E - COMMERCIAL MULTIPLE PERIL

SECTION 1

					PECHON	ı					
			Cumula ^a	tive Premiums E	amed Ofrect ar	d Assumed at '	ear End (\$000)	omilled)			11
Years in Which Premiums	1	2	3	4	5	6	7	8	9	10	Current Year
Were Earned and Losses				ļ							Premiums
Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Eamed
1. Prior	***************************************	***************************************				манимания		шинани			,.,,
2. 1996							,,,,,,,,,,	.,	19411441151444444	0	
3, 1997	XXX	3	3	3	3	3	3	3	3	3	
4. 1998	XXX	XXX	1,232	1,232	1,232	1,232	,1,232	1,232	1,232	1,232	ныншин
5. 1999,	XXX	XXX	XXX	3,174	3,174	3,174	3,174	3,174	3,174	3,174	,
6. 2000	XXX	XXX	XXX	XXX	5,371	5,371	5,371	5,371	5,371	5,371	
7. 2001	XXX	XXX	XXX	XXX	XXX	6,360	6,360	6,360	6,360	6,360	
B. 2002	XXX	XXX	XXX	XXX	XXX	XXX	2,286	2,286	2,286	2,286	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	492	492	492	101101111101110000
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	63	63	
11. 2005	XXX	XXX	XXX	XXX	XXX	,XXX	XXX	XXX	XXX	0	***************************************
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
13. Earned Prems.(P-Pt 1)		3	1,232	3,174	5,371	6,360	2,286	492	63	***************************************	XXX

SECTION 2

					SECTION.	۷					
			C	umulative Prem	iums Earned C	eded at Year Er	1d (\$000 omitte	1)			11
Years in Which Premiums	1	2	3	4	5	6	7	8	9	10	Current Year
Were Earned and Losses				ì	Ì						Premiums
Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Earned
1. Prior	***************************************	,,						.,,			
2. 1996	***************************************		BITTE CANADIAN PARTY	паринания	***************************************					0	нанавинани
3. 1997	XXX	.,2	2	2	2	2	2	2	2	2	
4. 1998,,	XXX	XXX	837	837	837	837	837	837	837	837	
5. 1999	XXX	XXX	XXX	1,877	1,877	1,877	1,877	1,877	1,877	1,877	······································
6. 2000	XXX	XXX	XXX	XXX	2,888	2,888	2,888	2,888	2,888	2,868	
7. 2001,	XXX	XXX	XXX	XXX	XXX	3,728	3,728	3,728	3,728	3,728	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	1,255	1,255	1,255	1,255	ныменинения
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	438	438	438	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25	25	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	шымышыны
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
13. Earned Prems.(P-Pt 1)		2	837	1,877	2,888	3,728	1,255	438	25		XXX

SCHEDULE P - PART 6H - OTHER LIABILITY - OCCURRENCE

SECTION 1A

					OLC HON I			***			
			Cumulat	ive Premiums E	arned Direct ar	id Assumed at '	Year End (\$000				. 11
Years in Which Premiums	1	2	3	4	5	6	7	8	9	10	Current Year
Were Earned and Losses											Premiums
Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Earned
1. Prior											
2. 1996										0	
3. 1997	XXX								,	0	
4. 1998	XXX	XXX		***************************************						0	
5. 1999	XXX	XXX	1				2	2		2	***************************************
6. 2000	XXX	XXX	1		17		17	17	17	17	************
7, 2001	XXX	XXX	XXX	XXX	XXX	42	42	42	42	42	.,,
8. 2002	XXX	XXX	XXX	XXX			106	106	106	106	***************************************
9. 2003	XXX	XXX		XXX	XXX	Į.		218	218	218	
10. 2004	XXX	l	XXX	XXX		ı	XXX	XXX	314	314	
11. 2005	XXX	XXX	XXX	XXX	XXX	l'	XXX		l	342	342
12. Total	XXX	XXX	XXX	XXX	XXX	I	XXX	XXX	i	XXX	342
13. Earned Prems.(P-Pl 1)			1	2	17	42	106	218	314	342	XXX

SECTION 2A

			C	umulative Pren	iums Earned C	eded at Year Ei	nd (\$000 omitte	d)			11
Years in Which Premiums	1	2	3	4	5	6	7	8	9	10	Current Year
Were Earned and Losses											Premiums
Were Incurred	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Earned
1. Prior		***************************************									
2. 1996										0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
3. 1997	XXX						,			0	***************************************
4, 1998	XXX	XXX		.,					, ., , ,	0	
5. 1999	XXX	XXX	XXX	1	1	1	1	1	1	1	1941141111111111111111
6. 2000	XXX	XXX	XXX	XXX		11	11	11	11	11	
7. 2001	XXX	XXX	XXX	XXX		ı	37	37	37	37	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	102	102	102	102	
9, 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	209	209	209	,,
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	302	302	шионапонапа
11, 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	328	328
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	328
13. Earned Prems.(P-Pt 1)				1	11	37	102	209	302	328	XXX

Sch. P-Pt. 6H-Sn. 1B NONE

Sch. P-Pt. 6H-Sn. 2B NONE

Sch. P-Pt. 6M-Sn. 1 NONE

Sch. P-Pt. 6M-Sn. 2 NONE

Sch. P-Pt. 6N-Sn. 1 NONE

Sch. P-Pt. 6N-Sn. 2 NONE

Sch. P-Pt. 6O-Sn. 1 NONE

Sch. P-Pt. 6O-Sn. 2 NONE

Sch. P-Pt. 6R-Sn. 1A NONE

Sch. P-Pt. 6R-Sn. 2A NONE

Sch. P-Pt. 6R-Sn. 1B NONE

Sch. P-Pt. 6R-Sn. 2B NONE

96, 97, 98

SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS

(\$000 Omitted)

SECTION 1

· · · · · · · · · · · · · · · · · · ·	1 1	2	3	4	5	6
	, ,	Net Losses	Ĭ	·		,
		and			Net	
		Expenses	Loss		Premiums	Loss
	Total Net	Unpaid on	Sensitive		Written on	Sensitive
	Losses and	Loss	_ as	Total Net	Loss	as
01:14:0 0:44	Expenses	Sensitive Contracts	Percentage of Total	Premiums Written	Sensitive Contracts	Percentage of Total
Schedule P - Part 1	Unpaid					
1. Horneowners/farmowners,	1	,		6,167	***************************************	0.0
Private passenger auto liability/medical						
Commercial auto/truck liability/medical	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0.0		***************************************	0.0
4. Workers' compensation					,	
Commercial multiple peril						
Medical malpractice - occurrence						0.0
7. Medical malpractice - claims-made				,.,,		0.0
8. Special liability						
9. Other liability - occurrence						
10. Other liability - claims-made						1
11. Special property	24,539		0.0	7,803		
12. Auto physical damage	***************************************		0.0			
13. Fidelity/surety						
14, Other						
15. International						
16. Reinsurance - nonproportional assumed property						
17. Reinsurance - nonproportional assumed liability	XXX	XXX	XXX	XXX	XXX	XXX
18. Reinsurance - nonproportional assumed financial lines	XXX	XXX	XXX	XXX	XXX	XXX
19. Products liability - occurrence						
20. Products liability - claims-made						
21. Financial guaranty/mortgage guaranty						
22, Totals	24,740	0	0.0	13,984	<u> </u>	0.0

SECTION 2

	l		Incurred Losse	s and Defense an	d Cost Containme	nt Expenses Rep	orled at Year End	(bettimo 000\$)		
Years in Which	1	2	3	4 .	5	6	7	8	9	10
Policies Were Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior		,							***************************************	
2. 1996										
3. 1997	xxx									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	XXX	XXX	XXX	XXX	XXX					
8, 2002,	XXX	XXX	XXX	XXX	XXX	XXX			,	
9, 2003,	xxx	XXX	XXX	XXX	XXX	XXX	XXX	***************************************		
10. 2004	XXX	,XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11, 2005	lxxx	XXX	xxx	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

					EO HON 9					
		Bulk and Inc.	rred Bul Not Rep	orled Reserves fo	r Losses and Def	ense and Cost Co	ntainment Expens	ses at Year End (000 omilted)	
Years in Which	1	2	3	4	5	6	7	8	9	10
Palicies Were										
Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior		***************************************			,					
2, 1996			.,		***************************************			***************************************		
3. 1997	XXX							***************************************	* ; * * * * * * * * * * * * * * * * * *	
4. 1998	XXX	XXX	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************	.,		1840900077140810410	
5. 1999		XXX								
6, 2000	XXX	XXX	XXX	X X1						
7. 2001	XXX	XXX	XXX	XXX	XXv					
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				,.,
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,		
10. 2004	XXX	,XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2005	lxxx	XXX	XXX	xxx	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS (continued)

				-	ECTION 4					
				Net Earned	Premiums Report	ed at Year End (\$	000 omitted)			
Years in Which	1	2	3	4	5	6	7 .	8	9	10
Policies Were										
Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior			***************************************		,,,,	иппорядинаман		,		
2. 1996	.,		***************************************							
3. 1997	XXX						1,11,11,11,11,11,11,11,11,11,11,11,11,1			***************************************
4. 1998	XXX	XXX						.,,		
5. 1999	XXX	XXX	XXX				.,			
6. 2000	XXX	XXX	XXX	XXX						
7, 2001	XXX	XXX	XXX	XXX	XXX					
8, 2002	XXX	XXX	XXX	XXX	XXX	,XXX			,	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2004			4	1			ı	1		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	Ostalisa marinina

SEC	TION	5
-----	------	---

				Ū						
			Net Reserve for I	Premium Adjustme	ents and Accrued	Retrospective Pre	emiums at Year Ei	nd (\$000 omitted)		
Years in Which Policies Were	1	2	3	4	5	6	7	8	9	10
issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996						***************************************				
3. 1997	XXX					***************************************		,,		
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	xxx	XXX	XXX	XXX	XXX					
8, 2002	xxx	XXX	xxx	XXX	XXX	XXX		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,	
9, 2003	xxx	XXX	XXX	x <u>x</u> x <u></u>	XX <u>X</u>	xxx	XXX			
10. 2004	XXX	XXX	XXX			xxx	XXX	XXX		,
44 2005	YYY	XXX	XXX	l xlx	V K	XXX	XXX	XXX	XXX	l

SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS

(\$000 Omitted)

SECTION 1

			ECHONI				
		1	2	3	4	5	6
	•		Net Losses and			Net	
			Expenses	Loss		Premiums	Loss
		Total Net	Unpaid on	Sensitive	,	Written on	Sensitive
		Losses and	Loss	as	Total Net	Loss	as
	A4 N4 B B-44	Expenses	Sensitive	Percentage of Total	Premiums Written	Sensitive Contracts	Percentage of Total
	Schedule P - Part 1	Unpaid	Contracts				
	Homeowners/farmowners				6,167		
2.	Private passenger auto liability/medical	***************************************		0.0		.,.,	0.0
	Commercial auto/truck liability/medical				,		
	Workers' compensation						0.
	Commercial multiple peril				»«шшина «ши»ш	***************************************	0.
€.	Medical malpractice - occurrence,			0.0			0.
7.	Medical matpractice - claims-made			0.0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0.
8.	Special liability			0.0			0.
	Other liability - occurrence				15		0.
	Other liability - claims-made				'		l
	Special property						0
	Auto physical damage						l '
	Fidefity/surety						0
	Other						
	international	l		d .			
	Reinsurance - nonproportional assumed property						
	Reinsurance - nonproportional assumed liability	1					Į.
	Reinsurance - nonproportional assumed financial lines						
	Products liability - occurrence				1	i	1
	Products ilability - claims-made				.,		0
21.	Financial guaranty/mortgage guaranty						
22.	Totals	24.740	00	0.0	13,984	0	0

SECTION 2

				OLU	ION Z					
			Incurred Losses	and Defense and	Cost Containme	nt Expenses Re	ported at Year En	d (\$000 omitted)		
Years in Which Policies Were	1	2	3	4	5	6	7	8	9	10
Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3, 1997 4, 1998	XXX		***************************************	1-1-2				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,	
4, 1998	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,) N -		***************************************			
5, 1999	XXX	XXX	XXX				***************************************		*******************	
6. 2000	XXX	XXX	XXX	XXX		4	111024112211444441112		,.,	
7. 2001	XXX	XXX	XXX	XXX	XXX				4	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				*************
9. 2003	XXX	XXX	XXX	XXX	xxx	XXX	XXX	***************************************		*****
10. 2004	XXX	XXX	.,XXX	XXX	xxx	XXX	XXX	XXX		
11, 2005	lxxx	XXX	xxx	xxx	XXX	xxx	xxx	,xxx	XXX	

SECTION 3

				000	ION					
		Bulk and Incurr	ed But Not Repo	rted Reserves for	Losses and Def	ense and Cost Co	ontainment Expe	nses at Year End	(\$000 omitted)	
Years in Which	1	2	3	4	5	6	7	8	9	10
Policies Were Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior	,,	.4	эм минонион	те липтентици	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		1417441 Meentellinin	1011111111111110000	***************************************	***************************************
2. 1996				12441000711141000112112				понинаниямоння		
3, 1997	XXX						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,		
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX	N (m)						
6. 2000	XXX	XXX	XXX	X				***************************************		***************************************
7. 2001,							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
8, 2002	XXX	XXX	XXX	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,		,
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	mann sensimmen	***************************************	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11, 2005	XXX	XXX	xxx	xxx	xxx	xxx	XXX	XXX	XXX	

SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS (continued) SECTION 4

	l			Net Earned P	remlums Reporte	ed At Year End (\$	000 Omitted)			
Years in Which	1	2	3	4	5	6	7	В	9	10
Policies Were										
Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior	114312122411111111111244	*************************			*****************	,		440000000000000000000000000000000000000	18333777783774117177	
2, 1996,	1				***************************************				a	нашнения
3. 1997 4. 1998	XXX									*************************
4. 1998,	xxx	XXX								
5. 1999	xxx	XXX	XXX					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
6. 2000	XXX	XXX	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				,,,	,,,,,,
7. 2001	XXX	XXX	XXX	XXX	XXX	ысаныны салыат.	***************************************			careminiedane.
8. 2002	xxx	XXX	XXX	XXX	XXX	XXX		,		
9. 2003	xxx	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2004	xxx	XXX	,XXX.,	XXX	XXX	XXX	XXX	XXX		
11. 2005	xxx	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 5

		Na.	d Rasanie For Pr	emium Adjustme	nts And Accrued	Retrospective Pr	emiums At Year	End (\$000 Omitte	ed)	
Years in Which Policies Were	1	2	3	4	5	6	7	8	9	10
Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	,		***************************************	rm						
3. 1997		,							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
4. 1998	XXX	XXX	************				***************************************	100000000000	***************************************	
5, 1999,	XXX	XXX	XXX						***************************************	
6. 2000	XXX	XXX	XXX	XXX	***************************************				***************************************	
7. 2001	XXX	XXX	XXX	XXX	XXX	***************************************		.,		
8. 2002	XXX	XXX	XXX	XXX	xxx	XXX		***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	*****
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	манины	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	*************
10. 2004	xxx	XXX	XXX	XXX	XXX	xxx	XXX	XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
11. 2005,	xxx	XXX	XXX	XXX	xxx	XXX,	XXX	xxx	XXX	

SECTION 6

				000	IONO					
	1		Inc	curred Adjustable	Commissions R	eported At Year I	End (\$000 Omitte	id)		
Years in Which Policies Were	1	2	3	4	5	6	7	8	9	10
issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior	11191111119917777			***************************************	» · · · · · · · · · · · · · · · · · · ·	,			11-4	.,,,,,
2. 1996							111111111111111111111111111111111111111		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
3. 1997	1					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		>><===================================		***************************************
4. 1998	XXX	XXX) N =					
5, 1999	XXX	XXX	XXX,							
6. 2000	XXX	XXX	XXX	XXX			,			
7. 2001	XXX	XXX	XXX	XXX	XXX		***************************************			
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	,	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 7

				OLO	IOIV /					
				Reserves For Co.	mmission Adjustr	nents At Year Er	d (\$000 Omitted)			
Years in Which	1	2	3	4	5	6	7	8	9	10
Policies Were Issued	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior			***************************************			***************************************	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			***************************************
2. 1996	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,									
3. 1997	XXX	••••••		***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				***************************************	
4. 1998						8	1			
5, 1999	XXX	XXX	XXX) N	-				
6. 2000	XXX	XXX	XXX	XX			***************************************		.,	
7. 2001	XXX	XXX	XXX	XXX	XXX	,	***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
8. 2002	XXX	XXX	XXX	XXX	XXX	xxx				
9, 2003	XXX	xxx	XXX	XXX	XXX	xxx	XXX	,	***************************************	***************************************
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11, 2005	XXX	XXX	XXX	XXX	xxx	XXX	XXX	XXX	XXX	мини

SCHEDULE P INTERROGATORIES

1. What is the extended loss and expense reserve - direct and assumed - for the following classes? An example of an extended loss and expense reserve is the actuarial reserve for the free-lail coverage arising upon death, disability or retirement in most medical malpractice policies. Such a liability is to be reported here even if it was not reported elsewhere in Schedule P, but otherwise reported as a liability item on Page 3. Show the full reserve amount, not just the change during the current year.

Years in Which Premiums	- 1	2	3
Were Earned and Losses	Medical	Other	Products
Were Incurred	Malpractice	Liability	Liability
1.01 Prior			
1.02 1996	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************
1.03 1997	11772 (10 70 10 10 10 10 10 10 10 10 10 10 10 10 10		********
1.04 1998	445141956441110511440411441111		***************************************
1.05 1999	***************************************	пыналиныныныныны	(1447-14-14-14-14-14-14-14-14-14-14-14-14-14-
1.06 2000	м оны поменто метом	417711944447777194444444444444444444444	144144-44440-4141-4410-110-441
1.07 2001	***************************************	111111111111111111111111111111111111111	[M44 - M44 M44
1,08 2002	***************************************	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
1.09 2003	***************************************	4410-444441984144114111111111111111111	***************************************
1.10 2004	***************************************	,	
1.11 2005	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************	
1.12 Totals	l		

	1.10 2004		
	1.11 2005		
	1.12 Tolals0		
2.	The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and reported in compliance with these definitions in this statement?		No[]
3.	The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the numb closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and be allocated in the same percentage used for the lose amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed sho according to the reinsurence contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory Are they so reported in this statement?	l Other expense should uld be reported information is not	No[]
4.		et of such Yes []	No [X]
	If Yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reporte Columns 32 and 33.	ed in Schedule P - Part 1,	
	Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination	n upon request.	
	Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.		
5.	. What were the net premiums in force at the end of the year for: (in thousands of dollars) 5.1 Fidetity 5.2 Surety		
6.	. Claim count information is reported per claim or per claimant. (Indicate which). If not the same in all years, explain in Interrogatory 7.	PER CL	AIM
7.1 7.2	Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making analyses?	such Yes [X]	No []
			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

				Allocated by St						
		1 Is Insurer	Gross Premiums, In Membership Fees, Le and Premiums on 2	ss Relum Premiums	4 Dividends Paid or Credited Io Policyholders	5 Direct Losses Paid	6	7	8 Finance and Service Charges	9 Direct Premiums Written for Federal Pur-
	States, Etc.	Licensed? (YES or NO)	Direct Premiums Written	Direct Premiums Earned	on Direct Business	(Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	not Included In Premiums	chasing Groups (Incl. in Col. 2)
1.	AlabamaAL	NO			***************************************			,,,		
2.	AlaskaAK	NO					···		***************************************	
3.	ArizonaAZ	OII				***************************************	,	,.,		
4.	ArkansasAR	ON	* 141-49991 1 144							
5.	CaliforniaCA	NO						,		
6.	ColoradoCO	NO	The local section of the least				***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,	
	ConnecticutCT				·		40044100111014110111	LONG MILLION BANGES		MATERIAL PROPERTY AND ADDRESS OF THE PARTY AND
	DelawareDE									
	District of ColumbiaDC		120124100200				44044700144094411001			
	FloridaFL		148,060,292	162,859,896		221,978,201	631,463,203	465,190,048		
	GeorgiaGA							,		
	HawaiiH						,	,	,	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	IdahoD	NO	***************************************		***************************************		***************************************			***************************************
	IllinoisL		***************************************	***************************************	,,			***************************************	***************************************	. , . , . ,
			paratrianna meno (tta)(lan (at	***************************************		*12411144111111111111111111111111111111	1110001110010111100	***************************************	***************************************	DIRIBOHHHHHHHHHHHHH
			>>><(III)>>>(III)>>>(IV)	441444155444114451544444455		······	***************************************	44-155-17511-4415-14-5544		PARTIE TO A STATE OF THE STATE
	lowaIA		***************************************	и маниции маници	***************************************	***************************************	1944-11944-1194-1444-1	*******		**************************************
	KansasKS		******		***************************************	.,	***************************************	***************************************	***************************************	***************************************
	KentuckyKY		***************************************		***************************************					
	LouisianaLA		***************************************	***************************************			***************************************	***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	MaineME		***************************************	,	***************************************		***************************************			
	MarylandMD							,,		
	MassachusettsMA		,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	110144100019441111110944	100400111111111111111111111111111111111	184181111111111111111111111111111111111	***************************************	
	MichiganMI			,w.,a,,,,,,	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				1911-111111111111111111111111111111111	
	MinnesotaMN		,	PARAMINATINA (1971				***************************************		***************************************
25.	MississippiMS	NO	,,	.,,		***************************************		***************************************	***************************************	
26.	MissouriMO	NO							***************************************	
	MontanaMT									
	NebraskaNE							,	,	
29.	NevadaNV	NO	***********	.,	***************************************		190000000000000000000000000000000000000	4404400011110041111111	117711164341777314771141	100001114010111111111111111
30.	New HampshireNH	NO		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,					************************
31.	New JerseyNJ	ON		понашиничниция		******	***************************************			
	New MexicoNM		***************************************	.,		***************************************				***************************************
	New YorkNY								******	
	North CarolinaNC					l				
	North DakotaND									
	ChioOH					,				
	OklahomaOK									
	OregonOR				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			,		
	PennsylvaniaPA							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	Rhode IslandRl		***************************************	,.,.						
	South CarolinaSC					***************************************	***************************************			
	South Dakota,SD									
43.	TennesseeTN		***************************************	***************************************	***************************************	***************************************				
44.	TexasTX			***************************************	***************************************		101440114401111111111111111111111111111		***************************************	***************************************
	Utah,UT		4 H 14 H 14 + 14 + 14 + 17 + 17 + 17 + 17 + 17 +			*******************************	***************************************	100110000000000000000000000000000000000		***************************************
			шинин	нинымининыминин			l			
46.	VermontVT					***************************************	***************************************		,	1212418444194941449494494
	VirginiaVA		********			***************************************	***************************************		***************************************	
	WashingtonWA		***************************************	***************************************					***************************************	
	West VirginiaWV					1-447				***************************************
	WisconsinWi						114474411177774411141177	***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	WyomingWY						***************************************	***************************************	************************	***************************************
52,	American SamoaAS	NO	414414000114114411110011414411		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			·····		
53.	GuamGU	NO			1001141141111111010001					
	Puerto RicoPR								***************************************	
	US Virgin IslandsVI		***************************************					***************************************	***************************************	
	CanadaCN		***************************************							
	Aggregate Other AlienOT		.,0	<u>0</u>	0	0	0	0	0	0
58.	Totals	(a)1	148,060,292	162,859,896			531,463,203	465,190,048	J0	0
					DETAILS OF	WRITE-INS				
5701.		XXX					4410-0111441101111-0-044	***************************************		
5702.	***************************************	XXX					,.		*************	
	***************************************	XXX				***************************************			***************************************	
	Summary of remaining write-			1						
1	ins for Line 57 from overflow						i			
	page	xxx	0	o	0	0	0	0	0	0
5799.	Totals (Lines 5701 thru 5703 +				1			1	1	
	Line 5798) (Line 57 above)	XXX			0	0	0	0	0	

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

SCHEDULE T - PART 2

INTERSTATE COMPACT PRODUCTS - EXHIBIT OF PREMIUMS WRITTEN

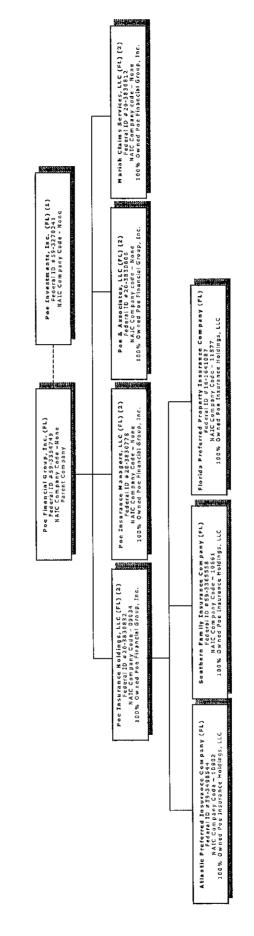
Allogated	hv	States	and	Territories	
Allocated	DΛ	States	ano	Territories	

		llocated by Sta		Direct Bus	iness Only		
		1	2 Annuities	3 Disability Income	4 Long-Term Care	5	6
		Life (Group and	(Group and	(Group and Individual)	(Group and Individual)	Deposit-Type	
	States, Etc.	Individual)	Individual)	Individual)	Individual)	Contracts	Totals
1.	AlabamaAL					,	0
2.	AlaskaAK			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0
3.	ArizonaAZ			,,,			0
4.	ArkansasAR			11511164111100111411171094	***************************************		0
5.	CaliforniaCA						
6.	Colorado						0
7.	Connecticut	, and a second	(2)				0
	DelawareDE			***************************************			0
	— 11-11 —————————————————————————————————						٥
9.		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
10.			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************		
11.	GeorgiaGA					***************************************	
	Hawaii Hi	(1500 (ROHIPPRI) (1912) (1933)			***************************************	
	IdahoID	***************************************		манколнаналини			
14.	IllinoisL	44-11/14/14/14/14/11/11/11/11			(44040)444111444444111110	***************************************	0
15.	IndianaIN	***************************************					0
16.	IowaIA	***************************************			***************************************	.,,	0
17.	KansasKS						0
18,	KentuckyKY						0
19.	LouisianaLA						0
20.	MaineME		•				0
21,	MarylandMD		144444				0
22.	MassachusettsMA	***************************************		M11441MM1044144MM10114M	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		0
23.	MichiganMi				METALLIA		0
24.	MinnesotaMN						0
25.	MississippiMS			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0
26,	MissouriMO				***************************************		0
						***************************************	0
27.				***************************************		***************************************	
28,	NebraskaNE		NE		*************************	* 19***********************************	
29.	, , , , , , , , , , , , , , , , , , , ,			***************************************			
30.	New HampshireNH	,	**************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
31.	New JerseyNJ			***************************************		,	0
32.	New MexicoNM	,,	151144444111111111111111111111111111111		,	11114-111111-1114-1411-11111-111-11	0
33.	New YorkNY		,		***************************************		0
34.	North CarolinaNC						0
35.	North DakotaND				***************************************		0
36.	OhloOH				,		0
37.	OklahomaOK		.,,,,,,,,			,	0
38.	OregonOR		4-4-4			***************************************	0
39.	PennsylvaniaPA			***************************************	·*************************************		0
40.	Rhode IslandRl						0
41.	South CarolinaSC			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0
42,	South DakotaSD				440011411111111111111111111111111111111	,	0
43.	TennesseeTN		**************************************	,,.	*************************		0
44.	TexasTX				.,	*******************	0
45.	Ulah			***************************************	***************************************		0
46.	VermontVT	1		***************************************			0
j .	VirginiaVA						
47.							_
48.	WashingtonWA		>+4111111111111111111111111111111111111	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		***************************************	
49.	West VirginiaWV			(1441000))((144100)	******		0
50.	WisconsinWI				111000011141111400000011000		0
51.	WyomingWY			,-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,		0
52.	American SamoaAS		,				0
53.	GuamGL						0
54,	Puerto RicoPR						0
55.	US Virgin IslandsV						0
56.	CanadaCN						0
57.	Aggregate Other Alien			***		13441114433144117334417771173	0
58,	Totals		0		0	.,,,,,,,,	.,0
,		1	1		1		

Annual Statement for the year 2005 of the Southern Family Insurance Company

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

PART 1 - ORGANIZATIONAL CHART



pos Investments, inc. is not a subsidiary of Poe Financial Group, Inc., but has a common shareholder.
Poe Insurance Hidings, LLC, Poe Insurance Managers, LLC, Poe & Associates, LLC, and Marian Claims Services, LLC converted from S-Corporations to Limited Liability Corporations
in November of 2009. 33

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE Y (Continued) PART 2 - SUMMARY OF INSURERS TRANSACTIONS WITH ANY AFFILIATES

Г		_	-					٦		Γ	:	_	1	ارم
13	Doiosumoo	December 1	Kecoverable/	(Payable) on	Losses and/or	Reserve Credit	Taken/	(Liability)			***************************************			0
12								Totals		1,678,690	30,165,665	_	(6,000,000)	0
11	5	Table College	Material Activity	Not in the	Ordinary	Course of the	Insurer's	Business		1,678,690	30 165 665			0 [-
10			_					٠		ĺ				×
6				Income/	(Disbursements)	Incurred under	Reinsurance	Agreements						0
89				Management	Agreements	and	Service	Contracts				(31.844.355)		
7	Income/	(Superingina)	incurred in	Connection with	Guarantees or	Undertakings	for the Benefit	of any Affiliate(s)				(31.844.355)		0
9			Purchases, Sales	or Exchanges of	Loans, Securities,	Real Estate,	Mortgage Loans or	Other Investments		1,678,690	30 165 665			0
5							Capital	Contributions				8,000,000	_	0
7							Shareholder	Dividends						0
3						Names of Insurers	and Parent, Subsidiaries	or Affliates		70-3830812 Mariah Claims Services. LLC	20-3830778 Poe Insurance Managers 11 C	1962 50.336568 Southern Earnity Institutor Company	20-3830832 Poe Instrance Holdings LLC	Sepaga Control Totals.
2	ı					Federal	Ω	Number	ctions	20-3830812	20-3830778	•	20-3830832	Control Totals
-						NAIC	Company	Code	Affiliated Transactions	500000		10661	00034	9999999

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filled as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be acapted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	MARCH FILING	Responses
1.	Will an actuarial opinion be filed by March 1?	YES
2.	Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	YES
3.	Will the Risk-Based Capital Report be filed with the NAIC by March 17	YES
4.	Will the Risk-Based Capital Report be filed with the state of domicile, if required, by March 1?	YES
5.	Will the Reinsurance Attestation Supplement be filled with the state of domicile and the NAIC by March 1?	YES
	APRIL FILING	
6.	Will the Insurance Expense Exhibit be filed with the state of domicite and the NAIC by April 1?	YES
7.	Will the Management's Discussion and Analysis be filed by April 17	YES
8.	Will the Investment Risk Interrogatories be filed by April 1?	YES
	MAY FILING	
9.	Will this company be included in a combined annual statement that is filed with the NAIC by May 1?	YES
	JUNE FILING	
10.	Will an audited financial report be filed by June 1?	YES

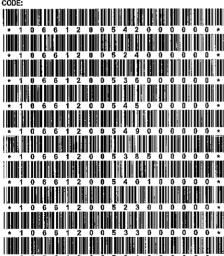
The following supplemental reports are required to be filed as part of your statement filling. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

11.	Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 17	NO
12.	Will the Financial Guaranty Insurance Exhibit be filed by March 1?	ОИ
13.	Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domlolle and the NAIC by March 1?	NO
14.	Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed by March 1?	NO NO
15.	Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?	NO
16.	Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1?	NO NO
17.	Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 17	NO
	APRIL FILING	
18.	Will the Credit Insurance Experience Exhibit be filed with state of domicile and the NAIC by April 1?	NO
19.	Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?	NO
20.	Will the Accident and Health Policy Experience Exhibit be filed by April 1?	NO

EXPLANATIONS:

BAR CODE:



Overflow Page NONE

Overflow Page NONE

Sch. A-Pt. 1 NONE

Sch. A-Pt. 2 NONE

Sch. A-Pt. 3 NONE

Sch. B-Pt. 1 NONE

Sch. B-Pt. 2 NONE

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE BA - PART 1
Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

	- 6	ď	notation	ion.		œ	_	~	-	40	11	12		13	71	15	16 1	<u>4</u>	18	19
-	4	>	7	4	_	,		,	<u> </u>	:		!		<u>.</u>	:	<u>. </u>	Increase	:	:	:
			•	•							Additional				Book/Adjusted	Increase	(Decrease)		Commitment	
		_					NAIC	Date	Type		Investment				Camying Value	(Decrease)	by Foreign		ξ	Percentage
CUSIP						Name of Vendor	Desig-	Sriginally	and	Actua	During Year	Fair		Amount of	Less	ρά	Exchange	Investment	Additional	' 5
identification	Name or Description	Code	Š	State		or General Partner	nation	Acquired S	Strategy	Cost	Actual Cost	Value		Encumbrances	Encumbrances	Adjustment	t Adjustment	Income	Investment	Ownership
Joint Venture or P.	Joint Venture or Partnership Interests That Have Underlying Characteristics of Common Stocks - Unaffiliated	riving Ci	haracteristics	s of Comm	non Stocks	:- Unaffiliated														
2	Contrarian Opportunities Fund LP Saint Petersburg. [FL [Raymond James & Associates, Inc.		Saint Peterst	Juna (FL.	Raymond		90	101/2003	9	1,510,313		1,755,060			1,755,060	30,884				23
1599999. Total - Ju	599999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Common Stocks - Unarfiliated	nat Have	Underlying Ci.	aracteristic	cs of Commo	non Stocks - Unaffiliated.			***************************************	1,510,313	0	1	755,060	0	1,755,060	30,884	0	0	0	XXX
Joint Venture or P.	oint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated	mying C	haracteristics	s of Real E	state - Una															
2	UBS Real Estate Opportunity Fund LL.C. Dover. Dec. UBS Financial Services Inc.		Dover		UBS Finan	vices Inc.	07	7/30/2003	10	655,073	390,000	. 1	Г.		620,059	-			310,000	9.0
1799999. Total - Jo	799999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffilliated	nat Have L	Underlying Ct.	aracteristic	cs of Real Es	-state - Unaffiliated	************			655,073	390,000	655,073	_	0	655,073	0	0 1	0	310.000	×
3199999, Subtotal	199999. Suixtotal - Unatfiliated									2,165,386	390,000	3	134	0	781017	30,884	1 0	0 [310,000	xxx
3399999. Totals	3399999. Totals. 2,165,396										390,000	2,410,134	10,134	0		30,884	0""30,884 ["""	0	310,000	XXX

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE BA - PART 2

				Showing Other Long-1		erm Invested Assets SOLD, T	D, Transferrec	d or Paid in Ful	Transferred or Paid in Full During the Year	<u></u>				
-	2	Location	ı.	2	9	7	8	6	10	11	12	13	† ,	15
		ო	4			Book/Adjusted			Book/Adjusted					
						Camying Value		Increase	Carrying Value		Foreign			
					Date	Less	ncrease	(Decrease) by	Less		Exchange	Realized	Total	
CUSIP	Nameor	,		Name of Purchaser or	Originally	Encumbrances,	(Decrease)	Foreign Exchange	Encumprances	Consideration	Gain (Loss)	Gain (Loss)	Gain (Loss)	Investment
Identification	Description	Ğ	State	Nature of Disposal	Acquired	Prior Year	by Adjustment	Adjustment	on Disposal	Received	on Disposal	on Disposal	on Disposal	Income
Oil and Gas Produ	Oil and Gas Production Payments - Unaffiliated													
	Crude Oil Futures	New York	I A	Merrill Lynch	03/24/2004	1,792,500	(292,500)		1,500,000	1,890,000	***************************************	390.000	390.000	
0199999. Total - C	0199999, Total - Oil and Gas Production Payments - Unaffillated	30		***************************************	***************************************		(292,500)	0	1,500,000	1 890,000	0		390.000	0
Fixed or Variable	Fixed or Variable Interest Rate Investments That Have Underlying Characteristics of Other Fixed Income Instruments - Unaffiliated	erfying Charac	teristics o	of Other Fixed Income Instruments -	Unaffiliated	1								
	Trading Partners Basket Nt	New York	INY	Метії І упсһ	107/28/2004		(118,000)	2,000,000		2,084,000		94,000	84,000	
1199999. Total - Fi.	1199999. Total - Fixed or Variable Interest Rate Investments That Have Underlying Characteristics of Other Fixed Income Instrumer	at Have Underl	ying Chars	acteristics of Other Fixed Income Instru	uments - Unaffiliated	$\overline{}$	(118,000)	0	-	2,084,000	0	84,000	84,000	0
Joint Venture or F	Joint Venture or Partnership Interests That Have Underlying Characteristics of Common Stocks - Unaffiliated	g Characterist	ics of Con	nmon Stocks - Unaffiliated										
	UBS Andor Technology Perennial Fund LLC Dover	Dover.	3	UBS Financial Services Inc.	07/30/2003	488,720	11,280		200,005	517,594		17,594	17,594	
1599999. Total - J	1599999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Common Stocks - Unaffiliated	ave Underlying	Characteri	stics of Common Stocks - Unaffiliated.			11,280	0	000'009	517,594	0`	17.594	465,71	0
Joint Venture or F	Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated	g Characterist	ics of Rea	I Estate - Unaffiliated										
	UBS Real Estate Opportunity Fund LLC Dover	Dover		Return of Capital	02/30/2003	234,927	***************************************	***************************************	726,462	504,373		269,447	269,447	47,896
1799999. Total - J	1799999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffillated	ave Underlying	Characteri	slics of Real Estate - Unaffiliated		234,927	0	0	234 927	504,373	0	269,447	269,447	47,896
Joint Venture or F	Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated	g Characterist	ics of Oth	er - Unaffiliated										
	Commodity Trakrs CFTC Regulated Futures Chicago	Chicago		Merrill Lynch	11/14/2003	1,009,125	(£28'66)		752,606	1,019,327	***************************************	110,075	110.075	***************************************
1999999. Total - J	1999999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated	ave Underlying	Characteri:	stics of Other - Unaffiliated		1,009,125	(69,873)	0	909,252	1,019,327	0	110,075	110,075	0
3199999. Subtotal	3199999. Subtotal - Unaffiliated		***************************************			5,643,272	(499,093)	0	5,144,179	6,015,294	0	871,115	871,115	47,896
3399999. Totals	3399999 Totals					5,643,272	(499,093)	0	5.144,179	6,015,294	00	871,115	871,115	47,896

Annual Statement for the year 2005 of the Southern Family Insurance Company

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

٦					2:]	07		Π]	96	Γ	ļ	1	П	Γ
Dates	72				Maturity		01/01/2007	×	×		01/01/2006	š			×	×
נ	21				Acquired		11/15/2005	XXX	XX XX		11/15/2005	×	XXX		XX	XXX
	07	ć	Amount	Received	Year Year			0	0			0	0		0	0
st	61-		Admitted	Amount	Due and Accrued		417	417	XXX XXX A17	1	15,750	15 750	15,750		16,167	
interest	82			:	Pag Se		N.A.	×	×		7	×	×		×	×
	- 41			Effective	o Zale		A/N		X		6.093	XXX	XXX XXX XXX		×	XX
	16			i	eg 75			XXX	XXX		9300	XXX	××		XX	××
9	15	į	Foreign	Exchange	Change in B.A.C.V.		***************************************	0	00		1 6.3001 6.0931 U. 15.750	XXX XXX XXX 0	0		0	16,167
ted Carrying Valu	14	Current	Other Than	Temporary	Recognized			0	0			0	0		0	0
Change in Book/Adjusted Carrying Value	13		Current	Year's	Accretion Accretion			0	0		(85)	. (89)	(85)		(58)	(58)
Char	12		Unrealized	Valuation	Decrease) (#			0	0		***	0	0		0	
=				2 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	Bookwajusted Camying Value (0	0		517.172	517.172	517,172		517.172	500,000 517,172
\$				Ċ	Par Value Ca			0′′′′′′′	0''''		200.000	200,000	200,000		200,000	200'000
					Value			_	_		531.175		531,175			
Fair Value								0 xxx	0 XXX		106.235	111111111111111111111111111111111111111	C (531,1°			·······
	σά	Rate	, p	Obtain			CARLAGEAN CHARGE				23010	230XXX	230 XXX		230XX	230
7					Actual Cost		Walter Control of the	0			517,230	517	517		517	517
ۍ ٦				MAIC	Char nation		刑		Tax day (as day)		TE		***************************************			***************************************
Codes	 	шо	- 00	- 1	g bong Design						-					
	m				•		* *									***************************************
2					Description	ssuer Obligations	300250 70 1 Evergreen Select Treasury Mny Wikt	1199999, U.S. Government - Issuer Obligations	0399999; Total - U.S. Government.	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations	589331 AC 1 Merck & Co Inc	3999999, Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.	4699999. Total - Industrial & Miscelianeous (Unaffiliated).		5499999. Total - Issuer Obligations	6099999. Grand Total - Bonds
				Ę	Identification	U.S. Government - Issuer Obligations	300250 70 1 E	0199999, U.S. Gove	0399999, Total - U.S	Industrial & Miscell.	589331 AC 1∤N	399999. Industrial	4599999. Total - Inc	Totals.	549999. Total - Iss.	6099999. Grand Tot

Sch. D-Pt. 2-Sn. 1 NONE

Sch. D-Pt. 2-Sn. 2 NONE

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 3 Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

	2	es	4	9		1	8	თ
CUSIP			Date	Number of	<u>o</u>	Actual	Par	Paid for Accrued
Identification	on Description	Foreign	. Acquired	Name of Vendor Shares of Stock	Stock	Cost	Value	Interest and Dividends
Bonds - Indust	Sonds - Industrial and Miscellaneous							
589331 A	589331 AC 1 Merck & Co Inc		11/15/200	5 Wachovia Bank		517,230	517,230	11.988
4599999.	Total - Bonds - Industrial and Miscellaneous.			5(17.230		517,230	000'009	11.988
6099997.	Total - Bonds - Part 3	***************************************	***************************************	Total - Bords - Part 3.			٠-	11,988
6099998.	Total • Bonds • Summary Item from Part 5			Tida - Bonds - Summary flen from Part 5		379.956		
6099999.	Total - Bonds.	***************************************		981.788		981,788	200:000	11,988
7299998.	Total - Common Stocks - Summary Item from Part 5	***************************************	*****************	652.27	77777	=	XXX	
7298999.	Total - Common Stocks			Total - Common Stocks.)	7
7399999.	Total - Preferred and Common Stocks			Total - Pefered and Coronnon Stocks	***************************************	662,271	XXX	0
7499999.	Total - Bonds, Preferred and Common Stocks.			Total - Bonds: Preferred and Common Stocks.		1,559,457	11,988	11,988

SCHEDULE D - PART 4
Showing all Long-Term Bonds and Shocks SOLD REDEFMED or Otherwise DISPOSED OF During Current Year

_	7	*		9		,								2				
		Ü.							+	12	55	4	5				Bod	
		0 1						Driay Voor			Current	-	¿				Interest	
		- G)		Monthered		•••		Book	Unrealized	Current					Gain G.	Gain Gain		- S 1
CUSIP	Description	g Disposal	Name of Distributer	Shares	Consideration	Par	Actual	Camying		à.	Impairment	B.A.C.V. Cha	Change in at [at Disposal (Disposal Control			S) Received During	eo Maturity
Bonds - U.S. Government	L	1	GOOD TO ACIDA	0000		and a	No.	90103	}	i		1	4	1	┨	1	1	4
3133MA WE	5 Federal Home Loan Bank	11/15/2005.	Wachovia Bank		2,516,226	2,000,000	2,059,063	2,055,973	H	(759)		(759)		2,055,214	46	461.012	461,012 178	_
	1 Evergreen Select Treasury Mry MX	12/05/2005.		***************************************	000'059''''	000,050						0				-		
	2 Federal Home Loan Mtg Corp	ī			1,702,714	1,400,000	1,448,453	1,445,972		(649)		(648)		1,445,323	25	_	1	-
۷i		ī			829,824	720,000	73,175	733,727	-	(174)	-	(174)	***************************************	733,553	5	į		
	3 Federal National Mtg Association.	11/15/2005.	Wachovia Bank		696,328	000.609	928,864	628 073		(313)		(313)	<u> </u>	627,759		1	1	_
է է	5 Cadomi Nati Nati Anna	44 (4 C/2003)			4 500 500	4.45.000	002,100	. Dec, Deu, 1		(1/0)		(1,10)	***************************************	1,043,073	7	25,310	232,31012,	0.02/21/20 10/,27
5 6	A TEUCHAL MIS ASSISTANCE TO TEACH ME	11 12/2003	Waching Dark		020,020,	000,514	200 100	177,104,1	(47,004)	(1001)		(1,00.) (1,00.)				1	1	_
2	Total - Bonde - 11 & Covernment	. F I II INICIANO.	Wadiowa Balik		001 000	9 180 000	8 574 A80	8 553 700	(47.004)	1,04	•	(5 750)	0	20,028	1 33	007 370 F 007 370 F	ľ	15.040 04/13/203
Ronds - All Oth	Bonds - All Other Covernment					200		20.000000000000000000000000000000000000			AATTANAATTANA				2	4	4	2
O08184 FH	vernment	D 02/09/2005	Salomon Smith Barney		1 231 367	1 229 436	1 139 880	1 255 098	-	(3.768)		(3.768) //	1146 2831	1 116 047 1 12	738.80	713 (138) 11	210 48	128 077
1	hal - Bonds - All Other Government				ķ	1 229 436	1 139 880	1 266 098	G	(3.768)	0		L	1-	178 357	(13 (13 (138)	319 48 328	XXX 8cc
Bonds - Indust	Bonds - Industrial and Miscellaneous															1		
072732 AC	4 Bayer Com.	11/15/2005	Wachovia Bank		541.955	500,000	502 285	502 150		(36)		(36)		502 114	-	L	-	
ৰ					1243 480	1 000 000	1 014 550	113.552		751		(754)		1013301	3	230 179	230 179 79 ADB	108 05/15/2025
9					379.955	385 740	385 740	385 740		,		, c		385,740		!	<u> </u>	
: 4	3 Johnson & Johnson	11/15/2005			1215.000	1 000 000	984 700	485 504		190		199		985 702		229 208 229 229	208 84 365	
		11/15/2005			MP 000	000 000	803 2/11	102 7A5		128		120		803 873		<u>:</u>		
Ç	S Swiss Baok Com	11/15/2005			83 180	500 000	552 490	549 212		(800)		(800)		548.313		:	į	
b		11/15/2005			1 239 340	1,000,000	1034.350	1 032 685		(4.19)		(419)		1032 246	*	_		
	Total - Ronds - Industrial and Mispellaneous				6 170 195	5 285 740	378.735.2	5.362.558		14 2777	c	(1777)	10	5.361.289	O BO	L	L	+
ľ	Total - Bonds - Part 4				17 325 329	14 704 176	15 078 318	15 187 465	(14,991)	4 187	0	+	(146 283)	15 025 372 12	N 347 2 17	╬	955 1071 232	2
	ary lem from Part 5				379 956		379 956	370 056			_	1	L	370 956		+-	4	38
	Total - Bonds				17 705 285	14 704 176	15 458 274	15 562 421	(14 991)	4 187	0	(10 804) (12	1146 2831	15 405 328 12	128 357 2 17	2 171 598 2 299 955	955 1 073 770	4
	Preferred Stocks - Banks, Tost and Insurance Companies													1	_	4	4	2
929903 20	1 Wachovia Coro Preferred	03/07/2005	03/07/2005 Salomon Smith Barney	2.000.000			481	2	479	-	_	479		481		(481)	481)	×
	Total - Preferred Stocks - Banks. Trust and Insurance Companies	e Companies			0	X	481	2	479	0	0	479	0	481	0	(481) (481)		-
referred Stoc	Preferred Stocks - Industrial and Miscellaneous																	1
617460 20	9 Morgan Stanley CP TR III.	03/01/2005.	03/01/2005. Salomon Smith Barney	12,200,000	307,308		305,000	310.246	(5,246)	-		(5,246)		305.000		-	}	88
399999.	Total - Preferred Stocks - Industrial and Miscellaneous	IIS.		***************************************	307,308	XXX	305,000	310,246	(5,246)		0	(5,246)	0	305.000	0	2,3082,308	3084,766	
659997.	Total - Preferred Stocks - Part 4		***************************************		307.308	XXX	305,481	310,248	(4,767)	0	0	(4,767)	0	305,481	0			
5599999.	Total - Preferred Stocks	a research beautiful branch a reason			307,308	XXX	305 481	310 248	(4.767)	0	0	(4,767)	0	305,481	0	1,827		766XXX
Common Stoc.	Common Stocks - Industrial and Miscellaneous																	
9	7 Anadarko Petroleum		Salomon Smith Barney	24,800.090	1,872,736	XXX	1,295,491	1,607,288	(311,797)		***************************************	(311,797)	-	1,295,491	57	577,24657	577,2464,464	164XXX.
9	8 Berkshire Hathaway Inc		Salomon Smith Barney		1,956,387	×	1,346,398	_	(587,402)		1	(587,402)	-	1,346,398	99	i	686	<u> </u>
09058V 10	3 Biocryst Pharmaceutical Inc	03/01/2005.	Salomon Smith Barney		27,771	XX	49,907		21,556	***************************************		21,556		49,907	(2	(22,136)(2	(22,136)	<u>ٺ</u>
19248A 10	9 Cohen & Steers Select Util Fund	04/19/2005.	VARIOUS	16,900.000	321,784	XX	333,441	334,958	(1,518)			(1,518)		333,441	U(1	:		_!
	0 CVS Corp.	04/04/2005.	Salomon Smith Barney	9,460.000	483,516	XXX	355,097	423,658	(68,561)			(68,561)		.355,097	12	3	419 682	1
	9 Eaton Vance Floating Rate Fund.	02/09/2005	UBS Financial Services Inc	313,609,186	3,208,222	×	3,201,954	3 208 222	(6,268)	***************************************		(6,268)		3.201,954			ı	į
35671D 85	7 Freeport Momoran Copper & Gold Inc	02/15/2005.	Salomon Smith Barney.	17.000.000	645.821	×	568.333	649.910	(81.578)			(81.578)		568.333	7			-
	4 Golden Star Resources.	03/09/2005.		52,000,000	161.632	×	268,783	208 537	58.247			58.247		266,783				
406216 10	Halliburton Co Holdings Co.	04/04/2005		8.300.060	368.920	XX	250 862	325 692	(74.830)			74,8301		250.862	Ŧ		Ì	.038 XXX
	1 iz Claihome Inc	04/04/2005	Salomon Smith Ramey	non cos P	395 595	XX	345 241	417 879	(77) 639)			(77 634)		245,241	ď			
9 9	R Manthon Of Com	04/04/2005	Salomon Smith Barney	4 600 000	820 1-02	XX	184 081	173 DAR	11 575			11 675		184 981				1 282
2 2		04/12/2005	Salamon Smith Barnow	R3 300 000	2 R42 746	XXX	2 520 185	2 841 153	(281 088)			(384 988)		520 165	-	113.581		ŧ
2 5		04/13/2005	Salomon Smith Bamey	138 200 000	2 115 153	Š	1 133 581	2 208 438	(1 07.8 R7.5)			(3.07.07.07)		133 5E1	ð	ļ	081 501	1
5 5		02/00/2005	Solomon Smith Domon	12 600 000	201 000	3	120 472	025 870	(4/8 300)			(144 300)		130,479	25	<u>:</u>		:
2 9		UZ/US/ZUUJ.	Salomon Smill Damey	000,000,000	CO / 807		674,861	710,002	140,389		***************************************	(866,041)			5)	<u>.</u>		413 413 413 413 413 413 413 413 413 413
2 5	5 Silver Statigard Resources Inc	04/12/2005.	Salomon Smillin Barney	000'080'01'''''	712,833		25 P	. 542,121	7,872	-		7,820	<u> </u>		dsz.(17,23b)	<u>:</u>		I
	Southern Company		Salomon Smith Barney	000.007,	OB C	XXX	96/76	25,55	(b.Z38)	-	_	(6,238)	-	20,740		!	į	
	9 Sunoca Inc.		Salomon Smith Barney	16,100.000	789,183,	X	1,067,228	1,315,531	(248,303)	-		(248,303)	<u> </u>	1,067,228	9+46	464,46946	464,4694,	.4,830 XXX.
2			Salomon Smith Barney	15,400.000	680,613	XX	537,484	290,898	(53,414)	+	_	(53,414)		537,484		!		
2	2 Whealon River Minerals LTD	04/19/2005.	Merger	187,300,000	534.871	×	534.87	610 598	0.2 72.0	-		777 777	_	534.87	_		-	_
PORRES.	CHARLE CASE CASE CASE CONTROL				47 005 070	3	100 040 44	270 070	1000 000 01			121010		- 4-4	000	0000	93	

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 4
Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

-	2	3 4	5	9	7	æ	6	10		Change in Boo	Change in Book/Adjusted Carrying Value	rying Value		16	17	13	19	50	2,
		u.				_				15	13	14	15					Band	
		0				_					Current			Book	Foreign	- ***		Interest	
		•				_		Prior Year	_		Year's		Total	Adjusted	Exchange	Realized		Stock	_
		0				_		Book	Unrealized		Other Than		Foreign	Carrying	Gain	Gain		Jividends	_
		_		Number of		_		Adjusted			Temporary	Change in	Exchange	Value	(ross)	(F088)	(5897)	Received	
CUSIP		g Disposal		Shares		Par	Actual	Camying	/) /ucrease/ (/	Amortization)/	Impairment		Change in	at Disposal	8	5		During	Maturity
identification	n Description	n Date	Name of Purchaser	of Stock	Consideration	Value	Sost	Value	(Decrease)	Accretion	Recognized	_	B.A.C.V.	Date	Disposa	Disposal	_	Year	Date
Common Sto	Common Stocks - Mutual Funds		٠																
003009 10	03009 10 7 Aberdeen Asia Pacific Income Fund.	-	04/12/2005. Salomon Smith Barney		335,783	×	305,522	359,640	(54,118)			(54,118)		305.522		30.261	30.261	7.770	×
018915 10	18915 10 8 AllianceBernstein Value Fund.	12/22/2005.	12/22/2005. Salomon Smith Barney	148,549,229	1,842,124	X	1,450,000					-	_	1,450,000		392 124	392 124	131,308	Š
153501 10	10 1 Central Fund of Canada LTD	ī	04/13/2005. Salomon Smith Bamey70,700.000	70,700.000	374,048	XXX	390,191		3,462			_		390,191		(16,143)	_		×
277911 48	48 3 Eaton Vance Tax Managed.	i	12/22/2005. UBS Financial Services Inc 105,624.789	105,624.789	1,123,843	XX	1,006,860	1,072,092	(65,232)				-	1,006,860		16,983	116.983		×
354728 30	30 5 Franklin Templeton Hard Currency	04/04/2005.	04/04/2005. Salomon Smith Barney 279,306.788	279,306.788	2,673,104	×	2,598,631	2,776,309	(177,679)			(177,679)		2 598 631		_		6.871	×
44982G 10	10 4 ING Clanon Global Real Estate Inc	06/21/2005.	06/21/2005, UBS Financial Services Inc	201.000	3,058	×	2,925	3,057	(132)		***************************************	(132)		2,925				9	×
722005 58	4 Plmco Commedity Real Return Fund	į	09/06/2005. UBS Financial Services Inc 300,000,694	300,000.694	5,188,036	XX	4,388,045	4,434,010	(45,966)			(45,966)		4,388,045	1		799 992	119,992	×
78355E 77	77 5 Rydex Juno Fund Advisor.	1	04/19/2005. UBS Financial Services Inc 37,868,091	27,868,091	504,970	×	800,000	530,608	69,392		ĺ	69,392		000,000		_		_	×
		1	03/01/2005. UBS Financial Services Inc 249,286.365	249,286.365	2,031,684	XXX	2,213,395	_	184 204		-	184,204		2213,395		_			××
78462F 10	10 3 UTS SPDR Trust Ser 1	:	Salomon Smith Barney	10.550.000	1,332,810	XXX	1,114,573	1,275.179	(160,606)		-	(160,606)		1.114,573		_	218.237	21.567	×
7099999.	Total - Common Stocks - Mutual Funds	reduceding and angelous designation			15,409,460	XX	14,070,142	14,716,266	(970,126)	0	. 0	(646.126)	0	14,070,142	0	1,339,319	1,339,319	287.527	×
7299897.	Total - Common Stocks - Part 4		***************************************	-	33,014,536	XXX	28,385,227	32,028,282	(3,643,058)	0	. 0	(3,643,058)	0	28,385,227	0	4.629.308	4.629.308	344,370	XX
7299998.	Total - Common Stocks - Summary Item from Part 5	***************************************			762.978	xxx				* *************************************		. 0			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	100,708	100,708	7.433	×
7299999.	Total - Common Stocks	***************************************		2	33,777,514	×××	29,047,498	32,690,553	(3,643,058)	. 0	. 0	(3,643,058)	0	29,047,498	0	4,730,016	4,730,016	351.303	X
7399999.	Total - Preferred and Common Slocks.				4.084.822	XXX	29,352,979	33,000,801	(3.647,825)	0	. 0	(3,647,825)	0	29,352,979	0	4,731,843	4 731 843	356.569	×
7499999.	Total - Bonds, Preferred and Common Stocks.	***************************************	***************************************	***************************************	51,790,107	xxx	44,811,253	48,563,222	(3,662,816)	4.187	. 0	(3.658,629)	(146,283)	44,758,307	128,357	6,903,441	7.031,798	1,430,339	XXX

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 5

	-		_					_	H	_
ı	18			Realized	Gair	(ross)	6	Disposal	* 1	0 0 0
	- 11			Foreign	Exchange	Gain	no (ssor)	Disposal	***************************************	
		91		Total	Foreign	Exchange	Change in	BJA.C.V.	***************************************	0
	irrying Value	15			Total	Change in	B./A.C.V.	(12+13-14)	0	0 0
ent Year	ok/Adjusted Ca	14	Current	Year's	Other Than	Temporary	I Impairment	Recognized		0
ıring Curr	Change in Bo	13			Current	Year's	(Amortization)	Accretion	***************************************	0
D OF Du		12			Unrealized	Valuation	Increase/	(Decrease)		0
DISPOSE	11		Book	Adjusted	Camying	Value at	Disposal	Date	379.956	379.956
ar and Fully	10							Consideration	379,958	379.956
During Ye	6						Actual	Cost	379,956	379.956
ACQUIRED	8		Par Value	(Bonds)	ŏ	Number of	Shares	(Stock)	***************************************	0
owing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year	1							Name of Purchaser	Wachovia Bank	***************************************
Long-Tem	9						Disposal	Date	12/05/2005.	***************************************
Showing all I	s					_		Name of Vendor	Wachovia Bank	ranent
	4						Date	Acquired	11/15/2005.	*************************
	3		-	_	ø	_	0)	_	-	
	2							Description	reasury Mny Mkt	wernment

				***********							***************************************	
2,538	2,538		***************************************	0		7,288	145		7.433	7,433	7,433	9.971
0	0		90,327	90,327		27	(3)	10,357	10,381	100,708	100,708	100,708
. 0	0		90.327	90.327			(3)	10.357	10.381	100.708	100.708	100.708
0	10		1	0		72	-		0			0 100.708
. D	0			. 0,,,,,,,,,					0	0	. 0	. 0
0	0		0	0""""""""""""""""""""""""""""""""""""""			. 0	. 0	0	0	0	. 0
0	0					0	***************************************		0	0	0	0
-	Н		***************************************			magazina sensena				\equiv		
0	0			o*************************************		***************************************			0	0 0	0	
99	99		_	71		_	20	72	00 00		H0	7
379.956	379,956		534,87	534,871		7,288	120	119,992	127,400		662.277	1,042,227
379.956	379,956		625.198	625,198		7,316	116	130,348	137.780	762,978	762,978	1,142.934
379.956	379,956		534,871	534,871		7,288	120	119.992	127,400	662,271	662.271	1,042,227
_	0		46,825,000	***************************************			8.000	7.537.450				
			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					_				
0	***************************************		Barney	***************************************		nancial Services Inc	US					***************************************
			alomon Smith			iΤ.	ARIOUS	옄				
***************************************	***************************************		04/19/2005. Salomon Smith Barney			12/22/2005. UBS Financial Services Inc 12/22/2005. UBS	1/24/2005. V	406/2005. V				
	***************************************		0/	***************************************		i Inc 12	lnc	lnc 06	***************************************		***************************************	
***************************************	***************************************					ncial Service	ncial Services	ncial Services				
**************	***************************************		. Merger	***************************************		S. UBS Final	S. UBS Final	5. UBS Final				
			. 04/19/2009			12/22/200	07/11/200	06/24/200				
***************************************	***************************************		,	viscellaneous		,			Air was in item and a second		***************************************	tocks
ment		aneous	***************************************	dustrial and		ged	Estate Inc	Return Fund	lutual Funds.		non Stocks	d Соптоп S
- U.S. Goven		l and Misce	nc	on Stocks - Ir	unds	ce Tax Mana	n Global Res	nmodity Rea:	on Stacks - Ik	n Stocks	ed and Comi	Preferred an
Total - Bonds	Total - Bonds.	common Stocks - Industrial and Miscellaneous	9 Goldcorp	Total - Common Stocks - Industrial and Miscellaneous	ks - Mutual F	3 Eaton Van	4 ING Claric	722005 58 4 Pimos Commodity Real Return Fund	Total - Common Stocks - Mutual Funds.	Total - Common Stocks.	Total - Preferred and Common Stocks.	Total - Bonds, Preferred and Common Stocks
0399999. Тата - Bonds - U.S. Government	609998.	Common Stoc	380956 40 9 Goldcorp Inc.	689999.	Common Stocks - Mutual Funds	277911 48 3 Eaton Vance Tax Managed 1	44982G 10 4 ING Clarion Global Real Estate Inc 07/11/2005. UBS Financial Services Inc 08/24/2005. VARIO	722005 58	709999.	7299998.	739999.	7499999.

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

ſ	1	2	3	4	5	6	7	В	Stock of S	Such
-1				NAIC	NAIC Valuation	Do Insurer's			Company Ov	rned by
- 1			1	Company	Melhod	Assets Include			Insurer on State	ment Date
1			1	Code or Alien	(See SVO	Intangible Assets	Total Amount		9	10
-	CUSIP	Description		Insurer	Purposes and	Connected with	of Such	Book/Adjusted		
	ldentifi∻	Name of Subsidiary, Controlled or	1	Identification	Procedures	Holding of Such	Intangible	Carrying	Number of	% of
L	cation	Affiliated Company	Foreign	Number	Manual)	Company's Stock?	Assets	Value	Shares	Outstanding

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

NONE

SCHEDULE D - PART 6 - SECTION 2

1	2	3	4	Stock in Lower-Tier	Company Owned
			Total Amount of	Indirectly by Insurer	on Statement Date
		Name of Company Listed in	Intangible Assets	5	6
CUSIP		Section 1	Included in		
ldentifi-		Which Controls Lower-Tier	Amount Shown in		
cation	Name of Lower-Tier Company	Company	Column 7, Section 1	Number of Shares	% of Outstanding

NONE

^{2.} Total amount of intangible assets nonadmitted \$.......0.

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE DA - PART 1

Sch. DB-Pt. A-Sn. 1 NONE

Sch. DB-Pt. A-Sn. 2 NONE

Sch. DB-Pt. A-Sn. 3 NONE

Sch. DB-Pt. B-Sn. 1 NONE

Sch. DB-Pt. B-Sn. 2 NONE

Sch. DB-Pt. B-Sn. 3 NONE

Sch. DB-Pt. C-Sn. 1 NONE

Sch. DB-Pt. C-Sn. 2 NONE

Sch. DB-Pt. C-Sn. 3 NONE

Sch. DB-Pt. D-Sn. 1 NONE

Sch. DB-Pt. D-Sn. 2 NONE

Sch. DB-Pt. D-Sn. 3 NONE

Sch. DB-Pt. E-Sn. 1 NONE

E16, E17, E18, E19, E20, E21, E22

Annual Statement for the year 2005 of the Southern Family Insurance Company

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	777
			Amount of	Amount of	}	1
		Rate	Interest	Interest Accrued	į	1
		of	Received	December 31 of		1
Depository	Code	Interest	During Year	Current Year	Balance	1.
Open Depositories						
alomon Smith Barney Tampa, Florida Tampa, Florida		,				ŢX
BS Financial Services Inc	********************	***************************************			307,431) ;
JBS Financial Services Inc Tampa, Florida Tampa, Florida	XXX.	***************************************		***************************************	307,431) X) X

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

1. January	(22,014,533)	4. April	(13,231,103)	7. July	(14,670,847)	10, October	(11,513,041)
2. February	(16,505,786)	5. May	(12,113,658)	8. August	(12,462,724)	11. November,	(7,696,074)
3. March	(19,560,098)	6. June	(11,604,614)	9. September	(1,900,093)	12. December	(22,864,011)

Annual Statement for the year 2005 of the Southern Family Insurance Company

CUSIP Identification

SCHEDULE E - PART 2 - CASH EQUIVALENTS
Show Investments Owned December 31 of Current Year

	6	Gross Investment	amoun
	8	Amount of interest	Die & Accriod
	7	Book/Adjusted	Carrying Value
	9		Matirity
	9	Rate of	Interest
20110	4	Date	Acquired
2	က		e C
	2		Description

NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

SCHEDULE E - PART 3 - SPECIAL DEPOSITS										
\Box		1	2	Deposils wit	h the Slate of					
ŀ				Domicii Popolii of All	e for the	All Other De	raint Done-11-			
				Benefit of All	Policyholders 4	All Other Spe	ecial Deposits			
	States, Etc.	Type of Deposit	Purpose of Deposit	Book/Adjusted Carrying Value	Fair Value	Book/Adjusted Carrying Value	Fair Value			
1,	AlabamaAL						***************************************			
2.	AlaskaAK									
3.	ArizonaAZ									
4.	ArkansasAR	,,.,.,.,					***************************************			
5. 6.	CaliforniaCA	I		***************************************						
7.	ColoradoCO					***************************************	***************************************			
8.	DelawareDE			***************************************		***************************************	***************************************			
9.	District of ColumbiaDC		***************************************	,	***************************************	***************************************	***************************************			
10.	FloridaFL		Property & Casually	517,172	531,175	MILLIANDO INCIDENTINA DE LA CONTRACTOR D				
11.	GeorgiaGA	I	Traporty & Ossowny market mark							
12.	Hawaii						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
13.	IdahoID		***************************************		***************************************	THE STATE OF THE S				
14.	lilnoisIL		***************************************			P*115479441HD9HHP101144144				
15.	IndianaN	1171774174414	>=====================================	***************************************						
16.	lowaIA									
17.	KansasKS									
18,	KentuckyKY									
19.	LouisianaLA									
20.	MaineME			***************************************						
21.	MarylandMD			***************************************		*************************				
22. 23.	MassachusettsMA			***************************************		***************************************				
23.	MichiganMI MinnesotaMN	***************************************	III. Carrie Carr	************		***************************************	***************************************			
25.	MississippiMS		IDMANIA AND AND AND AND AND AND AND AND AND AN		4-4-4	***************************************	***************************************			
26.	Missouri MO		modulation and a second property of the secon		***************************************	***************************************	hallandhhann			
27.	MontanaMT			***************************************		,	***************************************			
28.	NebraskaNE									
29.	NevadaNV	**********	Managarian			**************	1944			
30.	New HampshireNH				***************************************	************************				
31.	New JerseyNJ					,				
32.	New MexicoNM		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				***************************************			
33.	New York,NY									
34.	North CarolinaNC			***************************************			***************************************			
35,	North DakotaND	>>**************	IIII. III. III. III. III. III. III. II							
36. 37.	OhioOH OklahomaOK		14M4D212M4611612M452133.624666666764614761476147614761476147614761	***************************************			***************************************			
38.	OregonOR		COMPRESSION OF THE PROPERTY OF		I DOMENTIA DE LA CONTRACTION DEL CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE LA CONTRACTION DE	***************************************	***************************************			
39.	PennsylvaniaPA		······································		717719444441111994411111111111111					
40,	Rhode IslandRI	(h	***************************************	>11 H244444433344331144444	***************************************			
41.	South CarolinaSC		нивы-отмуна при при при при при при при при при при	· · · · · · · · · · · · · · · · · · ·	1	200000000000000000000000000000000000000	***************************************			
42.	South DakotaSD						***************************************			
43.	TennesseeTN	411111111111111111111111111111111111111		NAME OF TAXABLE PARTY.						
44.	TexasTX						***************************************			
45.	UtahUT									
46.	VermontVT									
47.	VirginiaVA									
	WashingtonWA		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							
49,	West VirginiaWV	110000011144	IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	101511111411441144111555545						
50,	WisconsinWI			***************************************	***************************************					
51. 52.	WyomingWY American SamoaAS		«III» II MI IIII II II II II II II II II II I	***************************************						
53.	GuamGU				194441111111111111111111111111111111111	***************************************	***************************************			
	Puerlo RicoPR			***************************************		•1••10000000000000000000000000000000000	*** **********************************			
	US Virgin IslandsVI	,,,,,,,,,,,,,		441144114444444444444444444444444444444		***************************************	*			
	CanadaCN									
57.	Aggregate Other AlienOT		XXX	D		0	0			
	Total		XXX	517,172	531,175	0	i			
			DETAILS OF WRITE-INS		.,					
5701.				***************************************		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	***************************************			
5702.			***************************************							
5703.										
5798.	Summary of remaining write-ins for									
	line 57 from overflow page	XXX	XXX	0	0	0	0			
5799.	Total (Lines 5701 thru 5303+5798)		Same :							
L	(Line 57 above)	XXX	XXX	0	0	0	0			



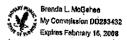
QUARTERLY STATEMENT

As of March 31, 2006 of the Condition and Affairs of the

FINANCIAL REVIEW P&C INSURER SOLVENCY

Southern Family Insurance Company
NAIC Group Code.....2578, 2578 NAIC Company Code..... 10861 Employer's ID Number.... 59-3365558

(Contain Lauch) (Luci Lauc							
Organized under the Laws of Florida	St	ate of Domic	ile or Port of	Entry Florida	•	Country of Domicile	US
Incorporated/Organized March 1, 1996	3 '	•	C	ommenced Bus	iness Augusi	16, 1996	
Statutory Home Office	302 Knight	Rim Ave.	Suite #700	Tampa Fl	33602	. 10, 1000	
Tilliano Dillia	(Street and N	umbori 6	The at Toron (N	ar tallipa ana i's	00002		
14 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1				ite and Zip Code)			
Main Administrative Office	302 Knight	s Run Ave.,	Suite #700	Tampa Fl	33602	813	3-259-4000
•	(Sireet and N	umber) ((My or Town, Sta	ate and Zip Codel		(Area Code) (Telephone Numbe
Mall Address	302 Knight	Run Ave.	Sittle #700	Tampa Fi	33602	,	A Li molemania i militare
	(Street and N	umber or P. O.	Borl (Chu	or Town, State and	17ln Code)		
Edward andfor of Dooks and Decards	000 10-1-64	Due A.	Out troo	or ronn, state and	21p C008)		
Primary Location of Books and Records	ouz Milght	s кил Ave.,	Suite #7.00	Tempa Fl	33602	81;	3-259-4000
	(Street and N			ate and Zip Code)		(Area Code	e) (Telephone Numbe
Internet Website Address	www.poefir	ancialgroup	.com				
Statutory Statement Contact	Jan Jacob	Mariar				044	000 4000
amintal and an interest	(Neme)	, incores					3-259-4000
						(Area Code) (Telephor	
	meder@p				r	. 813	3-259-4071
	(E-Mall Addre					(F	ax Number)
Policyowner Relations Contact	302 Knight	Run Ave	Suite #700	Tampa Fl	33602		3-259-4000
-	(Street and N	umbed K	life or Town Ste	ate and Zlp Code)		(Area Code) (Telephor	
	102.00.00.			in and tob coop)		fuen const Lieishitz	e namoer) (calensio
		,	APPIA				
			OFFICE	:KS			
. Name		Title	-		Name		Title
1. William F. Poe Jr.	President			Jan Jacob Med		Obtat Manager	
3. Thomas S. Krzesinski	Secretary				U !	Chief Financ	iai Ollicef
or include or inscention	ORCHOLONY			Charles E. Poe		Treasurer	
•			OTHE	R			
				1.0			
<* n						•	
						•	
							•
•						•	
•				•	. •		
•		•				• • • • • • • • • • • • • • • • • • • •	٠٠.
							4 to 100
•		*.				. ,	•
•	•			•			
		DIDECT	'Abe Ab	TRUSTEE			•
		DIVECT	OK2 OK	IKUƏLEE	3		•
	lliam F. Poe		. W	illiam F. Poe Jr.		Charles E. Poe	
Jan J. Meder							
							•
State of Florida							
County of Hillsborough							
The officers of this reporting entity being duly a	sworn, each de	pose and say	that they are t	the described offi	cers of said report	ing entity, and that ion th	hotser prihoder er
_stated above, all of the herein described asset	s were the abs	of the property	of the sald re	noding entity free	and clast from a	ny liona or alaime theree	n overel se
weln stated, and that this statement, together	r with volated o	shibita asbad	ulas and male	porting cristy; not	a titic cical nóiti a	ily licha di Giornia Uldrot.	ur evesti es
full the environment limit the end of the end of	militalenene	vinone, achen	mes and exhi	anadons merem c	ontained, annexed	portretented to, is a full a	and true statement
,fall the assets and liabilities and of the condi	uon and alialis	OLING SOID LE	poring entity	as of the reporting	period stated ab	ove, and of its income a	nd deductions
therefrom for the period ended, and have been	completed in :	riccordance w	1th the NAIC /	innual Statement	Instructions and A	loccunting Practices end	d Procedures
manual except to the extent that: (1) state law	may differ: or	(2) that state i	ules or regule	tions require diffe	rottos in renorfini	ltrurrage of hatelon log n	ha arnotlege and
procedures, according to the best of their infor	mation, knowle	dge and belie	f. respectively	Furthermore th	A score of this all	seletion by the describe	d officers size
includes the related corresponding electronic f	ling with the M	Alf: when re	udred that la	on event bear for	coope or una un coope for formatile	a differences about a mini	
and and distance The blades in filtranses	naid taint eto la	nio, migrica	delication from	HI EXECT CODY (E)	reebi int lounging	g onteleuces one to elec	snowe mind) of the
enclosed statement. The electronic filling may	ne-teduesieg.	y vandus ceg	uiators IT lietu	or or in goddition k	une enclosed sta	tement	t.
WAY THE			// //	1/_		1	1/
1 000			1//	- co		<u> MODIM</u>	US-1
(Signature)		//	(Signature)			(Signature)	7
William F. Poe Jr.		//:	Jan Jacob Méd	Br		Thomas S. Krzesins	ld.
1. (Printed Name)			2. (Printed Nat			3. (Printed Name)	
	•						
President		C	hief Financial O	(I)ICOT		Secretary	
(Tife)			(FILE)			(Title)	
					•	. ,	
Subscribed and swom to before me			g is this	en original filing?		Von JV1	No.E.1
	2006	7				Yes {X}	No []
This form day of IKAL	LINA		b. If no:		nendment numbe	<u></u>	
your sim is	Yhn -			Date filed			
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	KU WD			Number of j	hadoette sener		, , ,



SECOND COPY PLEASE USE OUTCARD

Statement for (Merch 31, 2008 of the Southern Family Insurance Company

ASSETS

				4	
.e.d		Assels	2 Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
. 1,	Волов		Posoid	1	
2.		mannersons II (1000	481-1467 (498) 749907 9931495 14246 1444 4	517,060	517,172
-	2.1 Preferred stocks				:
		1	*********************	0	***************************************
3.	A STATE OF THE PERSON NAMED AND ADDRESS OF THE PERSON NAMED AND PARTY OF THE PERSON NAMED AND PA		#1:14045>+114 >114 144 144 144 144	0	/*! (!*): !*!!> : !!!!* ; ; ; ; ; ; ; ; ; ; ; ; ; ; ; ; ;
0,					ļ ļ
	3.1 First liens,		******************	0	7099-4 (1881) 1895-5-4 PR 1809-1 13970-
١.	3.2 Other than first liens	***************************************	1-20-97-00-79-16-1-16-1-16-1-1-1-1-1-1-1-1-1-1-1-1-1	0	*#1193164555450100277 (
4.	Real estate:				
	4.1 Properties cocupied by the company (less \$0 encumbrances)	AND THE RESIDENCE OF THE PARTY		0	
	4.2 Properties held for the production of income (less \$0 encumbrances)				,
	4.3 Properties held for sele (less \$0 encumbrances)			D	
5.					. 50 600 084
8,	Contract loans (including \$0 premium notes)		1 1107 111 11090 11090 11091 11091 11091	110,072,241	
7.	Other invested assets		725.073		Laparinean adapter processors
8.	Receivables for securities.				2,410,134
9.	Aggregate wite-ins for invested assets.		*	0	***************************************
10				0	0
4			725,073	116,189,307	39,528,240
'1	1			0	****************
12				84,439	160,913
13	Premiums and considerations:				
	13.1 Uncollected premiums and agents' balances in the course of collection	(589,976)	**************************************	(589,976)	
	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbitled premiums)	apal matikabilangerepastyopoodeeoldee	**************************************	0	
1	13.3 Accruad retrospective premiums	98)1485999812599 91481311apr:::mx 11413	1307/1141 1101 1410124101 14/441 14141	0	
14	Reinsurance;				**************************************
	14,1 Amounts recoverable from reinsurers	(61 696 3 6 8)		tak sob arter	40,000,000
	14.2 Funds held by or deposited with reinsured companies		441341010411111111111111111111111111111		
	14.3 Other amounts receivable under reinsurance contracts				
15.			**(#11.00000000000000000000000000000000000	·	***************************************
16.					***************************************
	2. Net deferred lax asset	H-P-4-14 (2) 101-1-1-1	helderic rasja (b) (life renne recent act		
17.				1,704,917	1,628,128
18.	The state of the s			0	***************************************
	2 July 100 Commission of the C			0	/#I>==I+/*>>>
19,	Furniture and equipment, including health oare delivery assets (\$0)	100 verfaren aus 1. 160 fr. câp berat bisk	Pérmiyananandas (aman jaha) nggat badan s)41 P(1499) (4441) (4491 (4491) 491914P
20.	Net adjustment in assets and Babilities due to foreign exchange rates	\$4.000 14.00 15.0 15.00 15.00 15.00 15.00 15.00 15.00 15.00 15.00 15.00 15.00 15.00	enpartynperfenti i tehte ematf ada belinbis		† 41 110 1014 170 1816 170
	Receivables from perent, subsidiaries and affiliates		*******************************	2,821,717	************
	Health care (\$0) and other amounts receivable	1	*******	0	** 7
	Aggregate write-ins for other than Invested assets	3,992,718	0	3,992,718	12,350,963
-··· ?4,			·		
ì ~-	Cell Accounts (Lines 10 through 23)		17,113,307	62,506,724	71,783,862
!	From Separate Accounts, Segregated Accounts and Protected Cell Accounts		480-1440-1410-1476-1-489-1-489-44		
25.	TOTALS (Lines 24 and 25)	79,620,031	17,113,307	62,506,724	71,783,862
_	DETAILS OF WR				
090	a Transconnicia de procession (1930) (1935) (1935) (1930)	\$*************************************		0	***************************************
090:				0	r(a)
090:		lterraturarium maranerum ju	1) dillioi luos saassegopse Lette (likevissus	0	Deeter Heblischip producer
0998	. Summary of remaining write-ins for Line 9 from overflow page		0		
	t. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)				0
		550,768		, ""	
1		3,441,960			
2303			•]	11,915,322
1		***************************************			n nærn mægandyjjappphæddyffind
	, Totals (Linee 2301 thru 2303 plus 2393) (Line 23 above)				
1200	Annes Jening 1930 Han vivin bing 1920] ITHE 70 QROAD Proposition of the contraction of		01	3,992,718	12,350,953

LIABILITIES, SURPLUS AND OTHER FUNDS

	ENTINE CONTROL AND UTHER	1 01100	·
<u>_</u>		Current Statement Date	2 December 31 Prior Year
1.	The state of the s	40 504 700	
2.	Reinsurance payable on paid losses and loss adjustment expenses		, , , , , , , , , , , , , , , , , , , ,
3.	Loss adjustment expenses.	1 (0.444.44	.
5.	Commissions payable, contrigent commissions and other similar charges.		
6.	Other expenses (excitating lexes, licenses and loss)	estin na -	222,28
7.1	reads decided discrete (excluding legeral and torough income taxes)		1
7.2	Current federal and foreign income taxes (including \$0 on realized capital gains (tosses))	***************************************	
8.	THE GOLD OF THE RESIDENCE OF THE PROPERTY OF T		F
9.	Borrowed money \$0 and interest thereon \$0. Unesmed premiums (after adducting unearned premiums for ceded reinsurance of \$62,205,724 and including	1	phildispeakersopphilibareamericaness transportance
10.	article (copies of draming) and an article and article article and article and article article and article article and article article and article article article and article		16.936.94
11.	Advance premium.	. (4:444):	13-13-14-13-14-14-14-14-14-14-14-14-14-14-14-14-14-
'"			1
	11.1 Stockholders)	Intuitiva and an annual and an annual and an annual and an an an an an an an an an an an an an
12.	11.2 Policyholden	ppul sarryenia triangi dana sahat sangi 14409 sani sahat	high pilling property and the second
13.	Ceded reinsurance premiums payable (net of ceding commissions)	********	,
	has ned by company transtrance treates.	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	10,523,188
14, 15.	Autouring Withfusic or retained by Company for account of others		
	Remitlances and items not allocated		
16,	Lionaldi Ki (susulate)	1	
17.	Not dojustitions in assets and marintes due to foreign exchange rates	!	401 [5.500 27 1410-150 [401 [401 [407 207 207 407 407 407 407
18.			
19.	Personal despensation with annual commission of the commission of	Į.	anging recoblished to receive the property of the contract of
20.	And the state of t	1	
21.	creating for exhounts held under uninstired plans	[## PF PF PF PF PF PF PF PF
22.	The state of the project indicate of the sta		
23.	nggregate wate-lik for datalities	l í	(editte comme i i post (edit erreppenter) (736 disposive) (edit
24.			0
	AND LANGUAGE CONTROL (CONTROL LANGUAGE LANGUAGE CONTROL CONTRO		67,271,829
26.	Total llabilities (Lines 24 and 26).	77 404 mm	me abbildi ibi i presuccurbi ibda byjnam priejanovicujo (ad
27.	~991 Cyclic Willia-Nis Iul Schella Suitabs Rings	l l	67,271,829
28.	Common capital stock	О	
29,	Published Cabital Block		
30.	Aggragate write-ins for other than special surplus funds	***************************************	was a complete the Constitution of Spaces School State of Sp
31.	Out plus 10003-man communication		
32.	Gross paid in and contributed surplus.		Portaboli rikod rikodseturri var (EE joriodel popi ber inditor
33.			65,846,716
34,	Less treasury stock, at cost:	(70,664,767)	(51,334,783)
	34.1		
	34.2		. 14 14 14 14 14 14 14 14 14 14 14 14 14
35.	Surplus as regards policyholdera (Lines 27 to 33, less 34)	and the state of t	**************************************
36.			4,512,033
		62,598,724	71,783,862
301.	DETAILS OF WRITE-INS		· · · · · · · · · · · · · · · · · · ·
302.			(*************************************
303.	asaan asaa aa qaa aa aa aa aa aa aa aa aa aa aa		hates podes (1941) 1940 h 1882 perdados (paggas loodistas
398. (Shormer of consider softs to 3-12-00	44.	
399. 1	Summary of remaining write-ins for Line 23 from overflow page		0
'01	folals (Unes 2301 thru 2303 plus 2398) (Line 23 above)		0
'02	The state of the s	P1911-10-11-11-11-11-11-11-11-11-11-11-11-1	
UZ		****	**************************************
03 na s	подавляющими принимення принимення принимення подавляющим принимення принимен	h:: 4954.7741.79445714567.1881144.18777147541157144	
90, E na -	Summary of remaining write-line for Line 27 from overflow page		
яя. <u>Т</u>	otals (Lines 2701 thru 2703 plus 2796) (Line 27 above)		Λ
VI. "		Shiraki singka balda barang sa ipang mang 1948 ta manag-	Vancounteren
	an and appearing the state of t	(Idi)-marie (ib) profit (marie (ib) (i) and in a	Transport (webs) (a) believe ranges
03,	anna i sari balanta na anta-tanta mpistan paranta-ali anta-tanta-alam sa (kan panta-alam alam alam alam anta-a	(471 1807 1411) (477 1471)	
	Simmany of remaining wirtle true feet line 30 Seems and Burning		
98. S	ummary of remaining write-ins for Line 30 from overflow page		الم ا

Stateman, for March 31, 2006 or the Southern Family Insurance Company STATEMENT OF INCOME

		1 Current Year	. 2 Prior Year	3 Prior Year E
		to Date	In Date	December
	UNDERWRITING INCOME	· ·		Popelinel
	1. Premiume carned:			
	1.1 Direct	39.662.77	7	460 01
	1.2 Assumed	an 10-114-11-10-11-11-11-11-11-11-11-11-11-11-11-	100,010,077,010,001	
	1.3 Ceded (written \$.45,669,583) 1.4 Net	34,709,88	5 31 223 928	197 45
	1.4 Net. (written \$13,654,885). DEOUCTIONS:		2	35 89
:	. LOSSES IDDUTTED (CUCRENT SOCIALES LOSSES 4 DOD DOD).	į.	1	
	2.1 Direct			
	2.2 Assumed	62,977,58	1 35,909,816	531,46
	2.3 Detect	(++15002:10010:aumpi janeg ppr 1101		
	2.4 Net	··· Leonius, 96, [0], [f	I Law	407.04
3	LOSS PYDEUSES INCOME	*** *********** O . / G D . G	/	1 42 04
4	[INGI HASANITINA AVAINAGA INGLINA	11 0.00 Page 14 14 14 14 14 14 14 14 14 14 14 14 14	111	0.00
9	Aggregate write-Ins for underwriting deductions. Total underwriting deductions (Lines 2 through 5).	··· [························ 19,0 18,10.	750,943	9,97
Ę	Total underwriting deductions (Lines 2 through 5). Net Income of protected cells.	25 240 12	E 500 000	********
- 7	. INBLINCOME OF Projected cells	*** THE THE PARTY OF THE PARTY	150000000000000000000000000000000000000	55.R9
0		/20 308 23/	7 559 676	1100-47-00-1-00-1-00-1-00-1
	INVESTMENT INCOME			(20,19
9	Net Investment Income comed	<u>.</u>		
10	Net Investment Income earned	554,920	445,842	2,00
11	Net realized capital gains (losses) less capital gains tax of \$	<u>312,15</u> 0	1,775,107	7,87
	Net lavestment gain (loss) (Lines 9 + 10). OTHER INCOME		2,220,949	9,88
	OTHER INCOME	1		
	(8000) recovered \$ 0 around abound off \$ 0	Į.	1	
13.	Figance and service charges not included to provide the service of	£	***************************************	
14.	Additionale write-ins for miscellaneous became	41 44994714-14394139514944344141111		
15.	Total other Income (Lines 12 through 14)	- <u>0</u>		Property and the second
16.	NO IDCOME hefore dividends to not exhaust an action and the second secon		PHOTO DESCRIPTION OF THE PROPERTY OF THE PROPE	DO DO
	TOTALON Income tayon // inco 9 4 fd., 45		1	
17,	Dividends to policyholders.		9,774,625	(10,226
18.	Not income offer dividende to metal total and a second sec			
	Intelint income favor (i log 12 releva) Lee (7)	1	1	
19.	Federal and foreign income taxes incurred. Net income (Line 18 minus Line 19) (to Line 22).	19,529,158	9,774,625	(10,225
20.	Net income (Line 18 minus Line 19) (to Line 22)	- (992,204	968,008	436
	CARTAL AND OUR THE AREA	10,020,004		(10.662
21.	Surplus as renards policificidore. Documber 31 - 4	l .		
22.	Net Income (from Line 20): Net Income (from Line 20): Net Iransfers (to) from Protected Cell accounts	4,512,033	18.770.713	1B 770
74.	Net transfers (In) from Gentarios Collegenturies	· [I	/10 EG1
24.	Channe in net unrealized comital colors or lease as the second test and the second test and the second test are second test and the second test are second test and test are second test are s			
7.5	Change in the correction of familiar archaeous and the contraction of	1	(/00 107)]	(2.007
26.	Change in nel deferred income toy	*****************************	Lensermonnum.s.(146.28311.	/OF
27.	Change in nonadmilled seesie		I(1.643.417)!	. 1797
28.	Charge in provision for reinsurance. Charge in surplus notes.	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	440,838 ,	(11,541,
29.	Change in surplus notes.		***************************************	
3U.	Surptus (contributed to) withdrawn from protected cells Cumulative effect of phannes in accounting principles	***************************************		usselet tredsfelens rédities
31. 22	Cumulative effect of changes in accounting principles. Capital changes:	***************************************	***************************************	**************************************
J.,	Dapital Changes:	(17(5) (5) (5) (14) (4) (14) (14)	Contidorperature anterphysical processes	***
•	32.1 Paid In	9/80001000000000000000000000000000000000	· }	
	32.2 Transferred from surplus (Stock Dividend)			an di betrembate supressibile
33.	Surplus adjustments	(*************************************		
	33.1 Paki in		11 (0774 1404 1444)	***************************************
	33.1 Paki In	attabilitationissa persahbilitationissa	Pliese President page	£ 000.
	33.2 Transferred to capital (Stock Dividence). 33.3 Transferred from capital. Not conflict property to be a confirmed to the confirmed to th	Idraftubjor parat topanyar (1606) taqua	412417222421442144444444444444444444444	
4.	Not remittances from or (to) Home Office	derman (the section of the section of	1-mars mars Mars mars	
5.	Devilands to stockholders	***************************************	**************************************	**************************************
8. 1	Change in treasury slock	******************	***************************************	
		19449423951944445551841849444499144	**************************************	***************************************
		0		
9, :	Surplus as regards policyholdera, as of statement data (Lines 21 plus 38)	(19,329,984)	6.757.648	(14,258,
	DETAIL A ACTIVIDED AVA	(14,817,951)		4,512,
ι	DETAILS OF WRITE-INS	· · · · · · · · · · · · · · · · · · ·		
		134301374013740137401374447444744		propositionali arbitateria
		}*************************************	****	
D. 1	DUMINARY OF Temaining Waterins for Line 5 from overflow none	**************************************		
••	Lawria of min 1 1000 color of the color of t			
. ,	ion (anny namenti frant befor reins prierabioros (a)	P#####################################	APADAMISCH 14(MI)71 (MI)2473444 [17	
** *	fridancial () Progratification (instrument community and instrument com		debeste sammererate telphosphota server fell	144 141 July 1 1193 2 144 144 1783 1 2 2 2
			**************************************	ri 1+1 il 146)3+191>1+40>1 (45)
<u>, , , , , , , , , , , , , , , , , , , </u>	OCOIS (CARSES 1401 CARDO DIGIS 1490) (LINE 14 ANDVA)			
٠, .,	17-14-1-14-1-14-1-14-1-14-1-14-1-14-1-1		****	
			(ho) 1 - 04 7 2 2 2 3 1 (
		ettetutiterettititanemiteratiespin 4		14461; 14467444F1 \$4974449
	olais (Lines 3701 thru 3703 plus 3795) (Line 37 above)			

Statement for waters 31, 2008 of time Southern Family Insurance Company CASH FLOW

		Current Year	2 Prior Year Ended
_		to Date	December 31
	. CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance		23,286,94
2.	Net Investment income, automorphism commission and a second commission and a s		2,205,12
3.	Miscalianeous income проделения при при при при при при при при при при		89,75
4.	Total (Lines 1 (hyough 3)		25,581,80
5,	Benefit and loss related payments	(64,707,007)	94,972,57
6,	Net transfers to Separate, Segregated Accounts and Protected Cell Accounts		*************************
7.	Commissions, expenses paid and aggregate write-ins for deductions		13,887,49
8.	Dividends paid to policyholders	************************************	18823 1822 14823 14124 14124 14124 14124 14124 14124 14124 14124 14124 14124 14124
8,	Federal and foreign income taxes paid (recovered) \$0 net tax on capital gains (losses)	(992,204)	(28,447,21
10.	Total (Lines 5 through 9)		82,412,86
H.	Net cash from operations (Line 4 minus Line 10)		(56,831,05
	CASH FROM INVESTMENTS		
2.	Proceeds from investments sold, matured or repeld:	1	
	12.1 Bonds		17,705,28
	12.2 Stocks		34,084,82
	12.3 Mortgage loans	4	
	12.4- Real estate		***************************************
	12.5 Other invested assets.		
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		(36,5/
	12.7 Miscellaneous proceeds	,	Anditor enricementendentendentententen
	12.8 Total Investment proceeds (Lines 12.1 to 12.7)		57,768.86
3.	Cost of investments acquired (long-term only):		, ,
	13.1 Bonds		897.18
	13.2 Stocks	» (
	13.3 Mortgage loans		
	13.4 Real estate	· ·	
	13.5 Other Invested assets		0.000
	13.6 Miscellaneous applications.		
	13.7 Total Investments acquired (Lines 13.1 to 13.6)		1,949,45
4.	Net Increase (decrease) in contract loans and premium notes		TOTAL TOTAL
5.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	1.752.462	
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		***************************************
6.	Cash provided (applied):		
	16.1 Surplus notes, capital notes.		
	16.2 Capital and paid in surplus, less treasury stook.		6.000.00
	16.3 Borrowed funds		
	16.4 Net deposits on deposit-type contracts and other inaurance liabilities		***************************************
	16.5 Dividends to slockholders		\$484.31 }#[]{{\$46} }#[460]
	16.6 Other cash provided (applied)	io 105 000	***************************************
7	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(6,425,980)	(17,81
••	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS	(8,925,980)	5,982,16
	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	. 79,071,313	4,970,53
9,	Cash, cash equivalents and short-term investments:		
	19,1 Beginning of year		31,630,40
	19.2 End of period (Line 18 plus Line 19.1)	118 670 047	36,600,93

NOTES TO FINANCIAL STATEMENTS

..ote 1 - Summary of Significant Accounting Policies

The accompanying financial statements of the Southern Family Insurance Company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners Annual Statement Instructions and Accounting Practices and Procedures Manual and the State of Florida.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

te 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 16 - Information About Financial Instruments With Off-Balance S	heet Risk and Concentrations of Credit Risk
No significant change.	
Note 17 - Sale, Transfer and Servicing of Financial Assets and Extingu	uishments of Liabilities
C. Wash Sales - Not applicable.	
Note 18 - Gain or Loss from Uninsured Accident and Health Plans and	I the Uninsured Portion of Partially Insured Plans
No significant change.	
Note 19 - Direct Premium Written/Produced by Managing General Age	nts/Third Party Administrators
No significant change.	,
Note 20 - September 11 Events	
No significant change.	
Note 21 - Other Items	•
A. Agents Balance Certification:	
(1) Agents' Balances or Uncollected Premiums per Statement- before reduction for ceded reinsurance balance payable	\$ (589,976)
(2) Premiums collected from "Controlled" or "Controlling" persons	\$ (589,976)
(3) Premiums Collected by "Controlled" or "Controlling" Person within 15 working days immediately preceding reporting period	\$ 6,508,127
Amount of Applicable:	
(4) Trust Fund	\$ 0
(5) Letter of Credit	~O~
(6) Financial Guaranty Bond	-0-
(7) Total of Lines (4), (5), & (6)	\$ 0
(2) minus (3) minus (7); should not exceed zero	-0-
B. Special Disability Trust Fund Reporting Form (Section 625.091, Florida Statutes)	
 List the amount of credit taken for Special Disability Trust Fund recordes for; 	overles by the insurer in the determination of its loss
The prior calendar year:	-C
The current reporting period on a year-to-date basis:	-0-
2. List the amount of payments received by the insurer from the Special Di-	
The prior calendar year:	-0-
The current year-to-date:	
3 List the amount assessed by the Special Disability Trust Fund for:	
The prior calendar year:	_0-
The current calendar year.	-0-

NOTES TO FINANCIAL STATEMENTS

Note 22 - Events Subsequent

As reported in its December 31, 2005 annual statement, the Company's capital and surplus at that date was below risk based capital levels. The Company has been unable to obtain additional capital. In response the Company voluntarily stopped writing new and renewal business in March 2006 and consented to go into rehabilitation under the direction of the Florida Department of Financial Services (DFS) effective April 25, 2006. The Company is continuing to operate in rehabilitation and the DFS has filed a petition to place the Company in liquidation by June 1, 2006.

The Company has suffered extensive losses from eight hurricanes that struck Florida in 2004 and 2005. In connection with the completion of an extensive actuarial review of hurricane losses and further adverse loss development in 2006 from hurricane Wilma, it was necessary to increase losses recorded in the first quarter of 2006.

in addition, the cessation of premium writings has decreased the amount of Citizens assessments recoverable. The assessments were paid by the Company to Citizens in September 2005 and were to be recovered by premium surcharges to policyholders over a year period from February 1, 2006 to January 31, 2007. Without further premium writings the Company estimates \$6.9 million of assessments will not be recovered and has written down its assets by that amount.

The unprofitable operations of the Company over the last two years, particularly the payment of hurricane claims, have exhausted the capital and surplus of the company. The impact of the additional hurricane losses and assessment write downs in the first quarter has created a deficit in capital and surplus as of March 31, 2006.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 26 - Intercompany Pooling Arrangements

No significant change.

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

'ote 29 - Participating Accident and Health Policies

No significant change,

Note 30 - Premium Deficiency Reserves

No significant change.

Note 31 - High Deductibles

No significant change,

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant change.

Note 33 - Asbestos and Environmental Reserves

Statement for March 31, 2000 of the Southern Family Insurance Company

NOTES TO FINANCIAL STATEMENTS

No significant change.

Note 34 - Subscriber Savings Accounts

No significant change.

Note 35 - Multiple Peril Crop Insurance

No significant change.

Statement for March 31, 2006 of the Southern Family Insurance Company

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1	Did the reporting entity required by the Model	y experience any material transaction Act?	ns requiring the filling of DI	sclosure of Materia	l Transactions with	the State of Domi	ile, as	Yes []	No[X]
1.2	If yes, has the report b	een filed with the domiciliary state?		-				Yes[]	No[]
2,1	Has any change been	made during the year of this statem	ent in the charter, by-laws	, articles of incorpo	ration, or dead of s	ettlement of the re	orling entity?	Yes[]	No {X}
	If yes, date of change:								
3.	Have there been any s If yes, complete the So	substantial changes in the organizati chedule Y-Part 1 - Organizational ch	onal chart since the prior e art.	quarter end?				Yes[]	No[X]
4.1 4.2	Has the reporting entit If yes, provide name o as a result of the merg	y been a party to a merger or consol f entity, NAIC Company Code, and s er or consolidation.	idation during the period of tate of domicile (use two t	covered by this stat saller state abbrevia	ation) for any entity	3	exist	Yes[]	No [X]
		. Na	me of Entity		NAIC Company Code	State of Domicile			
5.	If the reporting entity is or similar agreement, i if yes, atlach an explan	s subject to a manégement agreeme nave there been any significant chan nation.	nt, including third-party ad ges regarding the terms o	iministrator(s), man of the agreement or	aging general age principals involved	nt(s), attomey-in-ta 17	ct,	Yes{	N/A[]
8.1	State as of what date i	he latest financial examination of the	renorting entity was med	a ay la hulun wada					
	State the as of date the	et the latest financial examination rep	oort became avallable from	n elther the state of		porting entity. This	date should	12/31/2005	***************************************
	be the date of the examined belance sheet and not the date the report was completed or released. 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							12/31/2002	•1••••••
	the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).							05/07/2004	17744877414654
6.4	By what department or								
	•	Florida Office of Insurance Regulation	on		·			_	
7.1	Has this reporting entity by any governmental e	y had any Gerificates of Authority, li ntity during the reporting period?	canses or registrations (inc	cluding corporate re	egistration, if applic	abie) suspended o	revoked	Yes [X]	No[]
7.2	lf yes, give full informat	ilon: The Company was placed into reha	bilitation on April 26, 2006	. See Note 22 hen	ein.				
8.1	is the company a subsi	kitary of a bank holding company reg	sulated by the Federal Res	serve Board2	•				N- 77/1
		s, please identify the name of the ba						Yes[]	No[X]
	If the response to 8.3 is regulatory services age	d with one or more banks, thrifts or s syss, please provide below the nem- yory (i.e. the Federal Reserve Board Federal Deposit insurance Corpora	es and location (city and s [FRB], the Office of the C	omptroller of the C	urrency (OCC), the	Office of Thirlft		Yes []	No[X]
	princing records regular	1 Affillate Name	2 Location (City, State)	3 FRB	4 000	5	6	7	
	أ	7 Millioto Methic	Location (Oly, Olale))110		OTS	FDIC	SEC	
				NANCIAL					
		ly report any amounts due from pare Dunts receivable from parent included		s on Page 2 of this	sfatemánt?			Yes [X]	No[]
			INV	ESTMENT				**************************************	
	Has there been any chi	ange in the reporting entity's own pre	eferred or common stock?		•	,		Yes[]	No[X]
	Were any of the stocks,	, bonds, or other assets of the report on? (Exclude securities under secur	ing entity loaned, placed u files lending agreements.	inder option agreer	ment, or otherwise	made available		~~ Yes[]	No [X]
1.2		plete information relating thereto:						, w. []	ω\[V]
12.	Amount of real estate a	nd martgages held in other invested	assets in Schedule BA;					\$1000000000000000000000000000000000000	,
13,	Amount of real estate a	nd mortgagës keld in short-term inve	estments;					\$	0
4,1	Does the reporting onti	iy have any investments in parent, si	ubsidiaries and affiliates?					Yest 1	NotY1

. Statement for Merch 31, 2006 of the Southern Family Insurance Company

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

	s, please complete the following:			1			
		•	Prior Y	ear-End	Curr	2 ent Quarter	
14 2	M. Ronde		Book/Adjusted	Carrying Value	· State	ment Value	
14.2	1 Bonds		\$	0 \$			
14.2	2 Preferred Stock	ar promise purelible (market) (files (denocapa as americana (denocapa (denocapa (denocapa (denocapa (denocapa (\$,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0 \$		*:*::::::::::::::::::::::::::::::::::::	D
14.2	Gramon Stock Short-Term Investments	tabba tikubil indottot taktappysi unii i dat tri yaytanav va ibai (spylidak i katikasi panjik biri	mur Žiriiumanimini	\$	***********************	hen 164 111461 2161 34654	0
14.2	Modifiages cans or Real Fotels	ander i den i immer illen de l'èmest den i flestest une maner bened l'efter ner un bithest facteur de	ын Финентини		**	11 111 1111111111111111111111111111111	
14.2	6 All Other		canse	U \$,			
14.2	6 All Other. 7 Total Investment in Parent, Subsidiaries and Afril 8 Total Investment in Parent included in times 14.2	istes (Subtotal Lines 14 24 to 14 26)	<u>Januarana</u>			ari resemblar	0
14.2	8 Total Investment in Parent included in Lines 14.2	1 to 14.26 alroye	• • • • • • • • • • • • • • • •	\$	101 104 11 4244 75 70 70 14 14 14 11		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
1 Han	the reporting entity entered into any hadging transac	The state of the s	·*************************************	\$			0
1 Francis	we tehoring entity effected title eith vigoditib mauser	tions reported on Schedule DB?				Yes[]	No [X
if no,	s, has a comprehensive description of the hedging p , attach a description with this statement,	rogram been made available to the domicil	ary state?			Yes[]	No [
Exclu	uding items in Schedule E, real estate, mortgage loa	as and investments held obvolcable in the re	anortina politica office.				
VAUIC	S Uf SBIELV ORDOSK DOXES. WARE SILISTOCKS, boards an	I other eccurities owned throughout the		3 1			
parsi	vant to a custodial egreement with a qualified bank (of first company in accombance with best 4.	General Section	•			
IV. H	l-Custodial or Safekeeping Agreements of the NAIC	Financial Condition Examiners Handbook?	Political Council			V 1V1	
16.1		ents of the NAIC Financial Condition Exam	ners Handbook,	•		Yes [X]	No
	4		2		*****	,	
	Name of Custodian(s)	·	-				
	Wachovia Trust Department	225 Water St., 5th Floor, Jacksonville,	Custodian Address				
	Salomon Smith Barney	100 N. Tampa St., Sulle 3000, Tampa,	L 32202	·			
	UBS Financial Services	100 S. Ashley Dr., Sulte 1800, Tampa,	FL 33604				
	Raymond James & Associates, Inc.	100 N. Tampa St., Suite 2400, Tampa,	EL 33602	· · · · · · · · · · · · · · · · · · ·			
	Merdil Lynch	201 N. Franklin Street, Suite 3500, Tan	noa, FL 33602				
16.2	For all agreements that do not comply with the re- name, location and a complete explanation.	quirements of the NAIC Financial Condition	Examiners Handbook	k provide the			
			,				
	1	2	· · · · · · · · · · · · · · · · · · ·				
189	Nama(s)	2 Location(s)		Complete Ex			
16,3 de 4	Name(s) Here there been any changes, including name ch	2 Location(s)		Complete Ex		Yes []	
16.4	Nama(s)	Location(s) anges, in the custodian(s) identified in 18.1 hereto:	during the current qu	Complete Ex		Yes[}	No[X]
	Name(s) Have there been any changes, including name charges, since full and complete information relating to	2 Location(s) anges, in the custodian(s) identified in 16.1 herelo:	during the current qu	Complete Ex		Yes []	No[X]
16.4	Name(s) Here there been any changes, including name ch	Location(s) anges, in the custodian(s) identified in 18.1 hereto:	during the current qu	Complete Ex	planation(s)	Yes[]	No[X]
16.4	Name(s) Have there been any changes, including name charges, since full and complete information relating to	2 Location(s) anges, in the custodian(s) identified in 16.1 herelo:	during the current qu	Complete Ex	planetion(s)	Yes[]	No[X]
16.4	Name(s) Here there been any changes, including name of if yes, give full and complete information relating to Old Custodian	Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian	during the current qu 3 Date of Change	Complete Ex	planetion(s)	Yes[]	No[X]
16.4	Name(s) Here there been any changes, including name of if yes, give tult and complete information relating to Old Custodian Identify all Investment advisors, broker/dealers or	Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian	during the current qu 3 Date of Change	Complete Ex	planetion(s)	Yes[]	No[X]
16.4	Name(s) Here there been any changes, including name ch if yes, give full and complete information relating t Old Custodian	2 Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian adviduals acting on behalf of broker/dealers have authority to make investments on beh	during the current qu 3 Date of Change	Complete Ex	planetion(s) 4 Reason	Yes[]	No [X]
16.4	Name(s) Nam	2 Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian adividuals acting on behalf of broker/ideales have authority to make investments on behalf	during the current qu 3 Date of Change	Complete Ex	planetion(s) 4 Reason	Yes[]	No[X]
16.4	Name(s) Here there been any changes, including name of if yes, give tult and complete information relating to Old Custodian Identify all Investment advisors, broker/dealers or	Location(s) anges, in the custodian(s) identified in 16.1 tereto: New Custodian andividuals acting on behalf of broker/dealer have authority to make investments on behalf and the same authority to make investments on behalf and the same authority to make investments on behalf and the same authority to make investments on behalf and the same authority to make investments on behalf and the same authority to make investments on behalf and the same authority to make investments and the same aut	during the current qu 3 Date of Change	Complete Ex	planetion(s) 4 Reason 3 Address		No[X]
16.4	Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Old Custovian Name(s) Old Custovian Identify all Investment advisors, broker/dealers or to the Investment accounts, handle securities and Central Registration Depository 104594 328648	2 Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian adividuals acting on behalf of broker/ideales have authority to make investments on behalf	during the current qu 3 Date of Change	Complete Exarter?	planetion(s) 4 Reason 3 Address or, Jackson/file	, FL 32202	No[X]
16.4	Name(s) Prieve there been any changes, including name chaffyes, give full and complete information relating to the investment advisors, broker/dealers or to the investment accounts, handle securities and Central Registration Depository 104994 328648 738175	2 Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian adividuals acting on behalf of broke/deales have authority to make investments on beh 2 Name(s)	during the current qu 3 Date of Change	Complete Exerter?	planetion(s) 4 Reason Address or, Jacksonville te 3000, Tamos	FL 32202 a. FL 33602	No[X]
16.4	Name(s) Place there been any changes, including name challes, only full and complete information relating to the investment advisors, broker/dealers or to the investment accounts, handle securities and Central Registration Depository 104994 328648 738175 1264977	Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian andividuals acting on behalf of broker/dealers have authority to make investments on behalf and the second of the	during the current qu 3 Date of Change	Complete Exerter? Sity: 225 Water St., 5th Floor 100 N. Tempa St., Sul	Address Or, Jackson/(le 16.3000, Tamps 18.3000, Tamps 18.3000, Tamps 18.3000, Tamps	, FL 32202 a, FL 33602 a, FL 33602	No[X]
16.4	Name(s) Have there been any changes, including name child yes, give full and complete information relating to 1 Old Custodian identify all investment advisors, broker/dealers or to the investment accounts, handle securities and 1 Central Registration Depository 104594 328648 738175 1264977	2 Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian ndividuals acting on behalf of broker/deales have authority to make investments on beh 2 Name(s) Robert Schumacher Grebam McKeal Andrew Cappello Christle Roberts Staye Murray	during the current qu 3 Date of Change	itv: 225 Weter St., 5th Flor 100 N. Tempa St., Sul 100 S. Ashley Dr., Sul	planetion(s) 4 Reason Address or, Jacksonville 1e 3000, Tampi 1e 3000, Tampi 1e 3000, Tampi 1e 3000, Tampi	, FL 32202 a, FL 33602 a, FL 33602 b, FL 33602	No[X]
16.4	Name(s) Nam	2 Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian adividuals acting on behalf of broker/dealer have authority to make investments on beh 2 Name(s) Robert Schumacher Grebam McKeel Andrew Cappello Cutatile Roberts Staye Murray Lewis Mark Carron	during the current qu 3 Date of Change 5 that have access all of the reporting en	Elv: 225 Weter St., 6th Floor 100 N. Tempa St., Sul 100 N. Tempa St., Sul 100 S. Ashley Dr., Sul 100 N. Tempa St., Sul	Address or, Jacksonville 16 3000, Tampe 16 3000, Tampe 16 1800, Tampe 16 1800, Tampe 16 2400, Tampe	, FL 32202 a, FL 33602 a, FL 33602 a, FL 33601 a, FL 33601 a, FL 33601	
16.4	Name(s) Have there been any changes, including name child yes, give full and complete information relating to 1 Old Custodian identify all investment advisors, broker/dealers or to the investment accounts, handle securities and 1 Central Registration Depository 104594 328648 738175 1264977	2 Location(s) anges, in the custodian(s) identified in 18.1 hereto: 2 New Custodian ndividuals acting on behalf of broker/deales have authority to make investments on beh 2 Name(s) Robert Schumacher Grebam McKeal Andrew Cappello Christle Roberts Staye Murray	during the current qu 3 Date of Change 5 that have access all of the reporting en	Elv: 225 Weter St., 6th Floor 100 N. Tempa St., Sul 100 N. Tempa St., Sul 100 S. Ashley Dr., Sul 100 N. Tempa St., Sul	Address or, Jacksonville 16 3000, Tampe 16 3000, Tampe 16 1800, Tampe 16 1800, Tampe 16 2400, Tampe	, FL 32202 a, FL 33602 a, FL 33602 a, FL 33601 a, FL 33601 a, FL 33601	
16.4	Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Old Custodian Identify all Investment advisors, broker/dealers or to the investment accounts, handle securities and 1 Central Registration Depository (104694 328648 738175 1264977 1666778, 1081446 7591	Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian 2 New Custodian 2 Name(s) Robert Schumacher Grabam McKeel Andrew Cappello Christle Roberts Steys Murray Lewis Mark Carron Michael D. Valdas	during the current qu 3 Date of Change 5 that have access all of the reporting en	Grapplete Exercise St. Sth. Floring St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 S. Ashley Dr., Suh 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempel St., Sul 100 N. Tem	Address or, Jacksonville 16 3000, Tampe 16 3000, Tampe 16 1800, Tampe 16 1800, Tampe 16 2400, Tampe	, FL 32202 a, FL 33602 a, FL 33602 a, FL 33601 a, FL 33601 a, FL 33601	
16.4	Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Name(s) Old Custodian Identify all Investment advisors, broker/dealers or to the investment accounts, handle securities and 1 Central Registration Depository (104694 328648 738175 1264977 1666778, 1081446 7591	Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian 2 New Custodian 2 Name(s) Robert Schumacher Grabam McKeel Andrew Cappello Christle Roberts Steys Murray Lewis Mark Carron Michael D. Valdas	during the current qu 3 Date of Change 5 that have access all of the reporting en	Grapplete Exercise St. Sth. Floring St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 S. Ashley Dr., Suh 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempel St., Sul 100 N. Tem	Address or, Jacksonville 16 3000, Tampe 16 3000, Tampe 16 1800, Tampe 16 1800, Tampe 16 2400, Tampe	, FL 32202 a, FL 33602 a, FL 33602 a, FL 33601 a, FL 33601 a, FL 33602	
16.4 16.5	Name(s) Nam	Location(s) anges, in the custodian(s) identified in 16.1 hereto: 2 New Custodian 2 New Custodian 2 Name(s) Robert Schumacher Grabam McKeel Andrew Cappello Christle Roberts Steys Murray Lewis Mark Carron Michael D. Valdas	during the current qu 3 Date of Change 5 that have access all of the reporting en	Grapplete Exercise St. Sth. Floring St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 S. Ashley Dr., Suh 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempe St., Sul 100 N. Tempel St., Sul 100 N. Tem	Address or, Jacksonville 16 3000, Tampe 16 3000, Tampe 16 1800, Tampe 16 1800, Tampe 16 2400, Tampe	, FL 32202 a, FL 33602 a, FL 33602 a, FL 33601 a, FL 33601 a, FL 33601	

GENERAL INTERROGATORIES (continued) PART 2 PROPERTY & CASUALTY INTERROGATORIES

1,	if the reporting entity is a me if yes, attach an explanation.		ling arrangemen	it, did the agreer	nont or the repor	ting entily's parti	cipation change:	7		Yes[] No	[] N/A[X]
2	Has the reporting entity rains any loss that may occur on the free, attach an explanation.	e risk, or por			nd agreed to rela	ase such entily f	rom liability, in w	hole or in part, fi	rom	· Yes[]	No [X]
	Have any of the reporting enit			racia béen cano	eled?		······································			- Yes[]	No[X]
	Are any of the liabilities for un Annual Statement Instruction than zero?	ıs pertaining t	and loss adjustm o disclosure of d	ent expenses of Iscounling for de	her than certain finition of "tabula	workers' compen or reserves,") dis	sation liabilities counted at a rate	labular reserves e of interest great	(see	- Yes[]	No [X]
4.2	If yes, complete the following	schedule:		r			<u> </u>	,			
	1	2	3		Total C	Discount			Discount Taker	n During Period	
		Maulmun	Di	4	5	6	7	8	9	10 .	11
	I I ABI-	Maximum	Disc.	Unpald	Unpald			Unpald	Unpaid		
	Line of Business	Interest	Rate	LOSSES	LAE	IBNR	Total	Losses	LAE	IBNR	Total
			**************************************		· · · · · · · · · · · · · · · · · · ·		0	**************	***************************************	MINITED TO SERVICE	0
	Total,	XXX	XXX	00	1	l n		0	0	۸	

Stelement for Alarch 31, 2005 of the Southern Family Insurance Company SCHEDULE A - VERIFICATION

13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, net admitted assets column).

Real Estate

باسر		1	9
		'	Prior Year Ended
 	· · · · · · · · · · · · · · · · · · ·	Year to Date	December 31
1.	Bock/adjusted carrying value, December 31 of poor year	0	
2.	Increase (decrease) by adjustment.		
3.	Cost of scrulted	. 8 > 6 4 5 5 - 4 5 5 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	
1.	Cost of acquired	peesteelbestableskinglikesteelbesteelbesting	
4.	Cost of additions to and permanent improvements	house become also be to be foregoing to the best met owners many	
5,	Total profit (loss) on sales		
6.	Increase (decrease) by foreign exchange adjustment		***************************************
1 7.	Amount received on eache	***************************************	***************************************
8.	Amount received on sales an amount am	Mirranian in the second	******************************
1	provide a control of the control of	0	0
9,	100K ASINSTIOU SHOWSDCG		
10.	Subtotel (Lines 8 plus 9)		Company of the Compan
11.	Total poparimitted amounts	0	0
1	Total nonadmitted amounts.	************************************	*************************************
12,	Statement value, current period (Page 2, real estate lines, net admitted assets column)	n	

SCHEDULE B - VERIFICATION Mortgage Loans

	INOTIGAGE LOADS		
		1	2
			· Prior Year Ended
	But all the same of the same o	Year to Date	December 31
1. 2.	Book value/recorded Investment excluding accrued interest on mortgages owned, December 31 of prior year	241722671161711617711771771771771777777777	2303) (40\$0-72.45.400-05) (300-0-1-0-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-
	2.1 Actual cost at time of acquisitions	·	
	2.2 Additional investment made after acquisitions.	econoccada iconsector regergan prosocionisticado perable	1055;100[decidance, pp. 11.11555/107[def [31.1797 108.1724, pp. 12.7
9.	ACES USE OF CISCOCIAL CITY INCIDENTS INDIPERSE DOMES AND COMMITMENT FEAS	*	
4.	Increase (decrease) by adjustment	t tarrille der reges (et et et et et et et et et et et et et e	
5.	Total jxxx (less) fixes no (eso) fixes no les no les		*[[(100]01)0]])01011(7001)]]]01)(40)([91]017071(1001(100
٦,	Amounts paid on account or in full during the period.	am hiện stật hiệt rezin (majezanacije is navis 1460) (1	\$134 [4] 10140141410
/.	Amoralization of premium	a tore labre bete unne l'inche ber bracht parte terres ent to	high jar 1924a perado estado estado por plana de estado estado estado estado estado estado estado estado estado
ß,	increase (decrease) by foreign exchange adjustment.	agementi i teritetabet men merge erreftat min etti tat	Enternatives to record to proceed by the complete by the
9.	Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	. 4	
0.	total valuation allowance		domination manager throughout the contract of
	Subfotal // Inco 9 plus 10)	эприфрантивности политоры	HEED HEED AND ADDRESS

SCHEDULE BA - VERIFICATION Other Invested Assets

		1	2
-		Year to Date	Prior Year Ended Decomber 31
2.	Bookfadjusted carrying value of long-term invested assets owned, December 31 of prior year	2,410,134	7,632,521
	2.1 Actual cost at time of acquisitions	70,000	hearlag sagget weeps correspond to the high property of the control of the contro
3,	2.2 Additional Investment made after acquisitions		
4.	Increase (decrease) by adjustment		
6, 6,	Total profit (loss) on sale	312,150	871,115
7.	Amortization of premium		, , , , , , , , , , , , , , , , , , , ,
8. 9.	Increase (decrease) by foreign exchange adjustment. Book adjusted/carrying value of forg-tarm invested assets at end of corrent period		2.410.134
10,	Total valuation allowance	Harriston Communication (Co.) VI &	
ـ11. ب	Subictal (Lines 9 plus 10)	725,073	2,410,134
<u>3.</u>	Stetement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)		2,410,134

SCHEDULE D - VERIFICATION

Bonds and Stocks

Donas qui Otooro	····	· · · · · · · · · · · · · · · · · · ·
	Year to Daje	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year		47,636,984
2. Cost of bonds and atocks acquired	(MILITERIA)	1,559,457
5. Acciusi of discount		200
4. Increase (decrease) by adjustment.		(3,662,816)
5. Increase (decrease) by foreign exchange adjustment	-	(44) COS
8. Total profit (loss) on disposal.	erityndrational state (septimal real problems	(146,203)
7. Consideration for bonds and stocks disposed of	4**************************************	7,031,798
8. Amortization of premium-manufacture and premium-man		
Rook/allusted com/na value current norted	нено сини <u>пиничници при пиничници при 112</u>	
Book/adjusted carrying value, current period Total valuation allowance.	517,058	517,170
ter ter ter ter ter ter ter ter ter ter	nontrient Instrumetanticamientomientomientomientomie	International professional and a second
11. Subtotal (Lines 9 plus 10)	517,058	517,170
12. Total nonadmitted amounts		
13. Statement value	517,058	517,170

Sakment to Meeter 31, 2006 of the Southern Family Insurance Jumpany

SCHEDULE D - PART 1B

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

	Signa		on all boulded all a light	are current when the all bottos and therefore other by Rately Class	で記念			
	1 Book/Adjusted Carrying Vatue Beginning of Cument Quarter	2 Acquisitions During Ourent Quarter	3 Dispositions - During Current Cuarter	4 Non-Trading Activity During Current Charter	5 Book/Adjusted Carrying Vatue End of First Overter	6 Book/Adjusted Carrying Value End of .	7 Book/Adjusted Carrying Value End of	8 Book/Adjusted Cerrying Value December 31
BONDS				de transfer de la constante de	Politica Series	מארומה אומחאה	STEERING OFFI	FIM Tear
1. Gest turnermennemennemennemennemennemennemenne	71.79,982,117	.,607,475,406		(112)	152,023,910	ATTERNATION OF IT AND ADDRESS OF THE STATE O	***************************************	59,882,117
2. Class 2	THE REST OF THE PERSON OF THE		***************************************	-q- Urq prantfermanting jppg-carging page	-			***************************************
3. C/ass 3	PRESENTATION AND AND AND AND AND AND AND AND AND AN	***************************************		***************************************	* Treatment and the country law and the country of	- Mad tabl and the state and the state of th		
4, Class 4,	ett belädt bytangs bilders birasam mögrágs jagagagag			- Team (3) terreteridi ipprime identi elektrici da	PROFESSIONAL PRODUCT COMMANDATE	***************************************		
5. 01285 5		· · · · · · · · · · · · · · · · · · ·	Hidri Hayarran Mandalan	***************************************		114411111111111111111111111111111111111		
6. Class 6		ed bron de harma be de la representa de	***************************************					
7. Total Bonds	59.982.117	607-475.486	545 433 501	(449)	040 EGA	- -	c	
PREFERRED STOCK						A Printer and the second secon	A Description of the Control of the	113,202,113
8. Class 1			**					-
9. Class 2		***************************************	,		·			
10. Class 3	Li birità de la constitución de						To the control has been designed to the control and the contro	***************************************
11. Class 4								d jedniku massananska pressa transa
12. Class 5					4 40 had Alas Villas de minimus proprieta de la companya del companya de la companya de la companya del companya de la company	44	91 Water 1988 1-200	i economical production in the constitution of
13. Class 6		ANT PROPERTY I PROPERTY PROPERTY AND ADDRESS OF THE PROPERTY ADDRESS OF THE PR				44	AL PRINCIPLE OF DESCRIPTION OF THE PRINCIPLE OF THE PRINC	***************************************
14. Total Preferred Stock	0	0	0	0	0	c	6	
***************************************	59,982,117	607,475,	515,433,501	(112)	(112)	0	0"	59,982,117

Statement for Metch 31, 2006 of the Southern Family Insurance Company

SCHEDULE DA - PART 1

	Short-Tern	n Investments Owned	End of Current Quarte	r	
,	1	2	3	4	5
	Book/Adjusted		Actual	Interest Collected	Paid for Accrued Interest
	Carrying Value	Par Value	Cost	Year To Date	Year To Date
R299999 Totals	161 606 850	WY	4E4 E06 0E0	ንሳስ በብሳ	

SCHEDULE DA - PART 2 - Verification

	Short-Term Investments Owned		
		1	2 Prior Year Ended
 	·	Year to Date	December 31
1.	Book/adjusted carrying value, December 31 of prior year	59,464,945	53,648,368
2,	Cost of short-term investments acquired		422,217,845
3.	Increase (decrease) by adjustment		**************************************
4.	Increase (decrease) by foreign exchange adjustment	1071 Institute of the constitution of the cons	*****
Б.	Total profit (loss) on disposal of short-term investments		
6.	Consideration received on disposal of short-term treatments	515,433,501	416,401,269
7.	Book/adjusted carrying value, current period		
8.	Total valuation allowance	nemental and the second of the	programministericaritation of the programming of th
9.	Subtotel (Lines 7 plus 8)	151,506,850	59,464,945
10.	Total nonadmitted amounts	Withington production with the production of the	
11.	Statement value (Lines 9 minus 10)	151,506,850	59,464,945
12.	Income collected during period.	1,356,036	7 9 7,503
3.	Income earned during period senter productions and the contraction of	1,287,854	

Sch. DB-Part F-Section 1 NONE

Sch. DB-Part F-Section 2
NONE

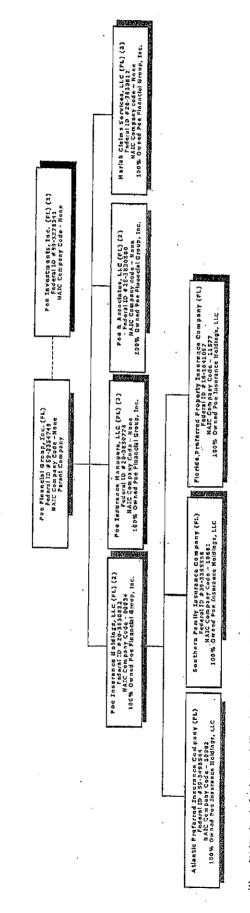
Sch. F

Statement to Merch 31, 2000 of the Southern Family Insurance Company SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

2. Al. AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ	Alexanses	1 1 1 1 1 1 1 1 1 1	Current Year to Date	50,885,392	Direct Losses Pelid 4 Current Yasr io Date	5 Prior Year to Date	Direct Loss Current Year Io Date	Prior Year to Date
2. Al. AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ	Habama		to Date	to Oate	to Date	to Date	lo Dela	to Date
2. Al. AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ AJ	Alexanses	NO		50,885,392	145,256,815	85,334,165		
3. At. AJ. AJ. AJ. AJ. AJ. AJ. AJ. AJ. AJ. AJ	Articone		59,324,476	50,885,392		85,334,165	382,910,814	
4. As Care Co. Care C	Arkansas		59,324,476	50,885,392	145,256,815	85,334,165	382,910,814	
5. Cc. Cc. Cc. Cc. Cc. Cc. Cc. Cc. Cc. Cc	Catiornia	NO NO NO NO NO NO NO NO NO NO NO NO NO N	59,324,476	50,885,382	145,256,815	85,334,165	382,910,814	
6. CCC CCC	Colorado CO Connecticut CT Deleware DE Deletric of Columbia DC Fiorida FL Georgia AA Iawaii Hil deho LD Illinota II. Milana II. Adensas KS Kentucky KY Ouisiana LA Malichigan MI Mississipi MS Missouri MO Mississipi MS Missouri MO Montens MT Nebraska NE		59,324,476	50,885,382	145,256,815	85,334,165	382,910,214	
7. C. C. C. C. C. C. C. C. C. C. C. C. C.	Connecticut	NO	59,324,476		145,256,815	85,334,165	382,910,814	
8. DO DO DO DO DO DO DO DO DO DO DO DO DO	Delaware	NO	59,324,476		145,256,815	85,334,165	382,910,814	
9. D1. First State	District of Columbia	NO NO NO NO NO NO NO NO NO NO NO NO NO N	59,324,476		145,256,815	85,334,165	382,910,814	
10. Final Property of the Control of	File	YES,	59,324,476		145,256,815	85,334,165	382,910,814	
11. GI 12. Hall 13. Id. IIII 14. IIII 15. In. In. In. In. In. In. In. In. In. In	Georgia	NO			193,600,015		302,910,814	
12. His list in the state of th		NO NO NO NO NO NO NO NO NO NO NO NO NO N						
13. Id. IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	daho ID Illinols IL ndlana IN owa IA Kansas KS Kentucky KY detrucky KY Maryland ME Maryland MD Massachusetts MA Alichigan MI Minnesota MN Alssissipi MS dispount MO Montena MT Nebraska NE Nevada NV							
15. in 16. lo 17. Ke 16. kg 19. Lc 20. MM 22. MM 22. MM 26. kg 19. Lc 22. MM 26. kg 19	ndiana	NONONO						
18. lof 17. Ke 18. ke 19. Lc 20. M 19. Lc 22. M 22. M 15. ke 27. M 16. ke 19. Lc 27. M 16. ke 19. Lc 28. Ne 29. Ne 30. Ne 31. Ne 32. M 18. ke 19. ke	owe	NONONONO			Managara da da da da da da da da da da da da da			
17. Kd 18. Kd 19. Lc 20. MM 22. MM 22. MM 23. MM 26. MM 27. MM 28. Nec 29. Nec	Kensucky Kentucky Ken	NONONONONO	Literatura (Literatura					
18. Kd 19. Lc 20. MM 21. MM 22. MM 22. MM 23. MM 26. MM 27. MM 28. Nc 29	Kentucky KY "Obistane. LA Maline. ME Maryland. MD Massachusetts. MA Michigen. MI Minnesote. MN Misspopi. MS Misspopi. MS Montenesse. MT Veloraske. NE Nevade. NV	NO	Literatura (Literatura		Manufacti, and administration of the second			
19. Lc 20. Mi 21. Mi 22. Mi 23. Mi 24. Mi 3. Mi 26. Mi 27. Mi 28. Ne 29. Ne 30. Ne 31. Ne 32. bi 33. Ne 34. No 35. No 36. Oil	Lobistane	NO						
20. Mi 21. Mi 22. Mi 23. Mi 34. Mi 35. Mi 26. Mi 27. Mi 28. No 29. No 30. No 31. No 32. bid 33. No 34. No 35. No 36. Oil	Manyland ME Maryland MD Massachwestls MA Michigen MI Minnesote MN Mississipi MS Missouri MO Mondere MT Nebraske NE Nevade NV	NONONO						
21. Mi 22. Mi 23. Mi 24. Mi 5. Mi 26. Mi 27. Mo 28. No 29. No 30. No 31. No 32. bis 33. No 34. No 35. No 36. Oil	Maryland	NONONONO				35003700000 (0051501 (005140)	**************************************	410101410191401000000000000000000000000
22. Mi 23. Mi 24. Mi 3. Mi 26. Mi 27. Mi 28. No 30. No 31. No 32. Mi 32. Mi 34. No 35. No 36. Ol	### ### ### ### ### ### ### ### ### ##	NO NO NO NO					***************************************	4 101 101 ht 101
23. Mi 24. Mi 3. Mi 26. Mi 27. Mo 28. No 30. No 31. No 32. be 33. No 34. No 35. No 36. Ol	Michigen	NO NO NO NO		######################################	**************************************	**************************************	4017(1017416;1957)195700)5100)(1007	4101101b(1):
- 94. Mi 3. Mi 26. Mi 27. Mi 28. No 29. No 30. No 31. No 32. bid 33. No 34. No 35. No 36. Ol	finnesote	NO NO NO		###	***************************************	£64414143>+4841+4241+44441+47441441+	40134704147077777777780077800418004	1>+f+++++++++++++++++++++++++++++++++++
3. Mil 26. Mil 27. Me 28. Ne 29. Ne 30. Ne 31. Ne 32. bie 33. Ne 34. Ne 35. Ne 36. Ol	Alssissippi	NO NO		***************************************		1	!	
26. Mf 27. Mr 28. Ne 29. Ne 30. Ne 31. Ne 32. be 33. Ne 34. Ne 35. Ne 36. Ol	dissouri	O NO						
27. Mo 28. No 29. No 30. No 31. No 32. bid 33. No 34. No 35. No 36. Ol	MontenaMT HebraskaNE NevadaNV	NO	er nåvar spranger, mort farmer t	on the manufacture of the contract of the cont		31441	1411+141+148+141>17-144>144+144>1	
28. No 29. No 30. No 31. No 32. bid 33. No 34. No 35. No 36. Ol	lebraskaNE levadaNV				which are management	>=====================================		(144164641411141141414141414141414141414
29. No 30. No 31. No 32. Ma 33. No 34. No 35. No 36. Ol	VevadaNV	aNV		*************************		***************************************	**************************	. 4
30, No 31, No 32, ble 33, No 34, No 35, No 36, Ol		ОИ		***************************************	141ft2419144491444414141414141414141414141414	,		**********************
31. No 32. Me 33. No 34. No 35. No 36. Ol	1016 (OHIPOH) Cambridge III III		744 7456 1 webber - 1 consequent 1 persons 1	-	1+1>141>1440+1440+1440+1440+1440+1440+14	***********************	******************	***************************************
32, ble 33, No 34, No 35, No 36, Ol		NO	10000001000010000000000000000000000000	***************************************		H 139914441114111111111111111111111111111	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
33. No 34. No 35. No 36. QI	łew MexicoNM		[v]#16-2-140-1-16-2-2-1-11-1-1-1-1-1-1-1-1-1-1-1-1-1		14435-7,00 1100-1444-1444-1444-1444-1444-1			
34. No 35. No 36. QI		NO	***************************************	******************************	***************************************		***************************************	*******************************
35. No 36. QI	lorth CarolinaNC		4500 1910 1910 1910 (1910 1910 1910 1910 1			Part	***************************************	***************************************
	ľ	,NO	71.}TT.1TT.1TT.1TT.1TT.1TT.1TT.1TT.1TT.1T	***************************************				
) HO	NO,	***************************************		***************************************			
VI. 0	OklahomaOK	NO,	***************************************	*************************	******************	}*************************************		
) RO	NO	A. 184 Ld 1441 1464-1 1487 (1487 (1486-147)	************************	***************************************	>=====>===============================		Infibilite interligant interligant
		NQ,	411104140114001141141111111111111111111	*************************	···		\$16144694418647[[944][1944][1944][1944]	****************************
	Rhode IslandRI		***************************************		***************************************)####***		
		NO	***************************************	##704795751455415515415415415411941195	701400 (401) (800) (100)	**************************************	PIST SIRSON INSOLUTION LINES LINES AND ADDRESS AND ADD	
	1	iyO	************************	**************************************			[4014]49147477; 1PP1 444P)(1864 (1914	
	•	.,,,NO,,	***************************************	417+)++++++++++++++++++++++++++++		***************************************	*******************************	***************
	BXESTX	NO	P1481 > 18 P14 18 > 14 P14 18 18 18 18 18 18 18 18 18 18 18 18 18	#13-17-17-17-14-1-1-17-17-17-17-17-17-17-17-17-17-17-17	10001000111001000000000000000000000000		********************************	I I STREET I STREET I STREET I STREET I STREET
			***************************************	*************************	**************************************	tradity chys 34 log stady drails a rangement	**************************************	
	/empatVT	NO	***************************************	40-140-140-(-D-+/BE-+		(***********************
47. Vi	/irginiaVA	NONO	***************************************	***************************************	44 5445 (4874 (4874)(3415)(345)(345)(34) (340)		***************************************	14345)1463) Hosty (1997) > (1947)
	WashingtonWA		****************************	***************************************	Attentional traditional being the first		aibressen sybrid by inverse supercures	I sures tanny states state signes (5040
	West VirginiaWV	NO	P1411 >1414 1414 1414 1414 1414 1414 141	utruptretrobustinianen ib-eagi 149	1 1001 100 0000000000000000000000000		elf/9840/9440 fatti fato) alara (arri	***********************
	Myeming			*******************************	britherianki indian burre, (opi iani period	PHISCHOLOGICA CONTRACTOR OF THE SECTION OF THE SECT	SIPPERSONATION OF THE STREET	**************************************
	American SamoaAS		Attal (14) 14 ml 161491 yrd 14199 14 (19414	***************************************	PHOLISTICAL MANAGEMENT AND INCOME.	PARAMETER REFERENCE PROPERTY (190)		444 1544 11544 1154 1154 1154 1154
		NO	144-4441441744171469146914	######################################		, REPORT THE PROPERTY OF SPECIAL LANGUAGE	(meetisty(M))(col))(Ind)(con)(con)	PP18(4P188175765517386)-e2+11212-
	Puerto RicoPR		ernéki kédőciádksés műsépphenag pegmas s			D-III-DIA (MICHIAN MICHIANA)	ender-entre (BRESSER) (entre entre entre	aryaneriahi (sarrinahibi bi bili bili
	JS Virgin IslandsVI				In destrois a consequence of the property	ht ledit (486) et bu bedgu bayayıçı uppı çayı		***************************************
	Vorthern Mariena IslandsMP	- 1		#1:		1244	CONTRACTOR OF THE CONTRACTOR O	45-461317-4813-4-4513-4-513-4-618-4-64-4
	Cenada,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		(Alberta and San Prophilips (Alberta San Prophilips)	##144#################################	11 (6) 314531 (4) 10 1161 (411 (411 (411 (411 (411 (411 (411	3444294446139444444437944499744499		1
	Aggregate Other AllenOT			0.000.000.000.000.000.000.000		0		/
	Totals			50,885,392				45,936,84
			,	DETAILS OF WR		1,100		
5801	li (dajes les) rapeles dis raps (des representations)	XXX	(milliophysoriestes)) men un ser	himberiannelarniriikki kielikir				JEEP 14 (44) PHO 2014 PRO 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
5802	1994/1991-da-198896/ of 198194 habits-raph (flag) savets (daries-l	XXX	12#2343#17#23#17#4457#4F; end h 1887#91	proceptionalprivitation of pentity (1882	***************************************		etereturen en en arign approxes	
		XXX	-19->(161>/189-11-6>(4); (4)(1-(461))	H:1977:199781181:1989-145; 4885-161	riterrithromed brings linkerinkbrion f	1 > 3 2 3 1 < 1 4 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	r117211474141111111111111111111111111111	******************************
			_					
foi 5899 -	Summary of remaining write-lins	1447			0		0	
Li		XXX		\$	I		0	

Sasamsni for Watch 31, 2006 of the Southern Family Insurance Company

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



Pos lavestments, Inc. ts not a subsidiary of Poe Figancial Group; Inc., but has a common sharehadder. Pos incomes Biolinass, Lic, Poe lasurance Managers, Lic, Poe & Associatos, Lic, and Marith Chimu Services, Lic converted from S-Corporations to Limited Liability Corporations. In November of 2005;s 33

-Statement for Merch 31, 2006 of the Southern Family Insurance Company PART 1 - LOSS EXPERIENCE

		- I AI(!	I - LOOG EXE	EMENCE		•
		•		Current Year to Date		T
			1	2	3	Prior Year to Date
		'	Direct Premiums	Direct Losses	Direct	Direct Loss
1		Lines of Business	Earned	Inourréd	Loss Percentage	. Percentage
	3	Fig.	5,320,169		12.4	
	- 2	Alied ines	25 000 050	50,206,999		**************************************
		ramowners muliple beni			194.5	89.4
	***	rioricowners melucia dari	1 0,000,000	11,792,471		141
[5.	Commercial multiple peril	and and an analysis of the second		147.0	176.3
	6.	Morigage guaranty	Present and a just by beginners i selle east mand in 16	17,642)		***
	8.	Gean marine	24.000.001.0001.10021.000 100.001.000.000.000	\$1448)(-1004) 14 104004) 51044411 111004 54 1985/44[1		Processor (1881) et al l'esta de CIII (et al (et al resour
	8.	Inland marine	1 101 110 144 144 144 147 147 147 147 147 147 147 147 147 147 147 147 147	10000 1000 1000 1000 1000 1000 1000 10		Catagorius paratieres interiorius (microsomere
			\$437014144418444444444444444444444444444444	****************	0.00.0	
	11 1	Pinandel guaranty	****************************	41369 11613779 11613 1161		*******************************
	14.1	Medical malpractice-occurrence.	*******************************	410) HEISTSCHLEIGEN HORRISH [134] (**************************************
- 1	441	Medical malpractice-clakes made	*****			
ļ					0.0	
- 1	10.	Group accident and health	4 .	**************************************	0.0	11481
- 1	140	CIGNA SCUIDERLAND INSENT	1		0.0	- (****)********************************
1	10.	Onet account and naam		Produkting in the state of the		PM [+*1+014/P+11++0+011++0+1+1++++1+1++++++++++++++
Į	10.	MOINES COMPENSATION		Printed hand 1461 1497 1497 147 147 147 147 147 147 147 147 147 147 147 147 147		*********************************
ı	.,,,	Cutet librality-occurrences	57 550			##1)***********************************
	11.4	Oiner lability-claims made	-			Parid that (400rt thanks approximated States
				Ap litat > castoragrosid-to-tiebr > of cellefydesotat		
	10.2	PIDOUGIS IIABIUIV-CIAIMS MANA		m jepes elecciosconadolphys mpo em referente		
	19.1.	19.2 Private passenger auto liability	***************************************	THE STREET STREET, STR	0.0	
- 1	19.1	19.4 Commercial auto liability.	<	***************************************		P444089711081411091484148417091697 18641917088447
- 1	21	Anto rivelosi damano	***************************************	***************************************	0.0	
	22	Auto physical damage,	4-11+14-623-100-2-1-414-2-413-413-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1	************************	0.0	****************************
	22.	Cidaffe	****	4745-4847-14817-1417-1417-1417-1417-1417-141	0.0	
- 1	24.	Fldefity	Arr. prayers and increase page (arrest annual species	landinere entre entre entre landen entre entre entre entre	0.0	***************************************
- 1	44.	Surely	pre		0.0	Aller Committee Control of the Contr
- 1	29,	Duiglary and (ngi), make the control of the control			0.0	***************************************
- 1	47.	DOING AND INSCRIPTION OF THE PROPERTY OF THE P		86.435		***************************************
H	28.	Credit		ALTERNATION OF LOS		15.6
	29.	iniernalional	,	**************************************		00.00 100 140 114 114 114 114 114 114 114 114 114 114 114 114 114 114 114
ļ	30,	Reinstrance-purproportional assumed immerty	XXX			Printer in the Contract of the
_]	31.	Reinsurance-nonminorilonal assumed hability	XXX	······································	XXX	
	32,	Reinsurance-nonproportional assistment financial lines .	VVV	**************************************	XXX	XXX
	33,	Appreciate write-ins for other these of business	XXXXX	**************************************	999	NAME .
- i	34.	Totals	20 883 777	transmission and the state of t	0.0	11 1475 1 1475 1477
_			017 (200 (00 (00 (00 (00 (00 (00 (00 (00 (0	62,977,581	158.8	87.8
Ţ.	1301		DETAILS OF WRITE-INS			
	1301. 1302.	Antonia di Materia prominente de la compania de la compania de la compania de la compania de la compania de la			0.0	12011 1-01-11-01-11-11-11-11-11-11-11-11-11-11
						1255 1 424 1245 1254
- 13	JUJ.	##***#################################	I	**		
- 1.	JJBU.	OUIII. UI REITRIERAM WARRAINE TOF LINE 33 from overflow name	۸ ا			MANA
12	399.	Totals (Lines 3301 linu 3303 plus 3398) (Line 33)	al	n !	0.0	XXX
				V		nicontribution removation de la constant
		4'				

PART 2 - DIRECT PREMIUMS WRITTEN

Γ		VEOL LIVEINIONIS	AALZI E I IZM	
t		1	2	3
-	•	Current	Ctiment	Prior Year
1.	Fire-propriess parameters and propriess of the parameters and propriess and propriess and parameters and parame	Quarter	Year to Date	Year to Date
2	Alled Ines	9,185,691		7,803,899
3	Farmovyners mulipie peril.	······-40,192,476	**************************************	34,047,025
l ă	Homeoneone collinia andi			protedt ichteb benbricenne implijentenrent parietalt miretinger
1 5	Homeowners multiple peril		9,236,036	8.218.977
0.	Commercial multiple peril	41 manuaru 1441 (40142-1401128) (1442-1401m) (1441-171-171-171-171-171-171-171-171-171		
١,	Mortgage guaranty	pliatistatitament replaystaptifdesell parters tatataget tebela	13010H1000(43)14031540; 1011001010101010101010101010101010101	
1 %	Ocean marine inland marine Fluncki maraniy	brab bient jamm i blist legerabreraprisilles imt. each i destineant in		
10	HILLING (INTERPRETATION CONTRACTOR CONTRACTO	Ann vara contract (\$14.144) (\$17.141) (\$17.141) (\$17.141) (\$17.141)	Marine de la company de la com	***************************************
			(1997)	Landin tre transfer iff treit, sombritten standerten informer
1166	Medical malpractica-occurrence	#2 h 18 m m pp p 10 m press 10 m b d p p p b 10 m b p 10 h b p 10 h b p 10 h p		
11141	Medical majoractice-claims made	5-19-1 (p.(.)-1-1-)-1-(01-1-(01-1-1-1-1-1-1-1-1-1-1-1-1-1-1	<	***************************************
1 12,	Carnicuexe	i e		451 104007 [1040714404] + (461) 14001 14700
10.	GLOUD SICKNERS AND DESIGN	· ·		ber in egag reden bleger, eden bilbajerja ben en zur ner ibi peter innente
				piliteani(144) linetaa inetaani taj (pl (44139) (4111) tajanji (814144
. 144	OUR DOUGH BIN HEALTH IN THE STATE OF THE STA	1		**************************************
40,	YTORAJA CORIDCIARIUMANIANIANIANIANIANIANIANIANIANIANIANIANIA			1 1 1 1 1 1 1 1 1 1
4 . 1	Od 6t modify-double los	601 70	87,196	hamman management and the state of the state
	Coner liability-claims made	1	harden and the contract of the	
	I 10 depta 16 best - crosch billist - ministration			egene jagi mijihagangbangungungungun nama i mana (andacida mada
170.4.	Flodicis (20 of the Grant's made	•	***************************************	(167))/100/7110/7244611014071070071400714061410614106014060)(145
1 10114	17.2 Fivele Dasselluer auto Habiliy	1	***************************************	4 191) 14 4 m 1 4 m 2 7 m 2 m 4 m 4 m 4 m 4 m 4 m 4 m 4 m 4 m 4
19,0	18.4 Commencial auto liability	P. Comments of the Comment of the Co		Terr > 4 4 5 1 1 4 5 1 1 1 1 1 1 1 1 1 1 1 1 1
1 61	MULU PRYSKAI GENTEKIS		bibbblentejäj jident lufittuu trupi jest velät et innegläjä (desect	####+#################################
44	PUCIAL (AI PHIS) and a principal and a princip	ſ	**************************************	Mai: (Table casa areas areas free feet areas areas areas areas
40,	FIGURE CONTROL		***************************************	P4 p 14 4 p 1 21 4 p 2 p 2 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4
44.	CIU III y mostat version con construction of the construction of t	l .	781646F3920E419CE419b4893b3A48B9344B93(489) (466244893)73993248	**: majessassiassiasiasiasiasiasiasiasiasiasiasi
. 20.	DUGULY SHE UICH CONTROL OF THE CONTR			A STATE OF THE PROPERTY OF THE PARTY OF THE
Ar.	CORRECTOR ITERCHINERY	019.070		
26,	C/ED/L			731,259
44			ppenn reservitelyquedindelydabbandaban ngav belanaan nesar an tube	**************************************
4 OU.	remsurance-numbroportional assumed property	VVV		**************************************
91.	rensurance-nonproportional assumed liability	VVV		
1 24	rensulance-renerodorichai assumed mandia lines	VVV		XX
33.	Aggregate write-ine for other lines of business	n		XXXX
34.	Totals			0
		DETAILS OF WRITE-INS		50,885,392
3301.		DETAILS OF WIGHE-INS		
3302.			armano como sa Albarda de Labora (par de labora Labora Labora Labora (m. 1	at part venano imprestigatar canacadados penas es um munano (1917).
3303.		**************************************		***************************************
3398.	Sum. of remaining write-ins for Line 33 from overflow page	arrockipijovėrėmis merensari joki dieliam nymistokomena. A		**************************************
3399	Totels (Lines 3301 thru 3303 plus 3398) (Line 33)		477417414141414141414141414141414141414	
	учествення при при при при при при при при при при	<u> </u>	**************************************	О

Seement's Machina, 2006 of the Southern Family Insurance Jmpany

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

٠	_						_																	
	Ę	7	Total Loss	and I AF Reserve	Developed	(Savinas)/Deficiency	(Cols. 71 + 12)		(183)	3,812		3,629	£504		10,133	XXX	10.133		Col. 13, Line 7 As % of Col. 3,	Line 7		341.0 %	1	Line 8
	4	Date Variet East	IRME Lose and LAE	Reserves Devoluted	(Savinas)/Deficiency	(Cols. 5+8+9	minus Col. 21		(532)	(145)		(441)	2,382		1,951	XXX	. 1.85		Col. 12, Line 7 As % of Col. 2	Line 7			•	
	12	Pomr Your God Known	Case occ and AF	Reserves Developed	(Savings)/Deticiency	(Cols. 4+7	minus Cot. 1)		CLL	3,857		4,070	4,112	ı	291'8"9'195	XX	8,182		Col. 11, Line 7 As % of Col. 1,	Line 7		37.0 % 2.		
	0		•	Total O.S.	Loss and LAE	Reserves	(Cds. 7+8+9)		7¢1 L	8334		985,8	4,887		. 535,81,00000000000000000000000000000000000	1,054	15,427						,	
Ų	on			O.S. Date	SAR	Loss and LAE	Reserves	-	409	889************************************		. 186,186	1,539		. 67,79	570	3,295							
LOSS AND LOSS ACTOS IMPINI EATENOR RESERVES SCHEDUCE	83	Date Known	Case Loss and LAE	Reserves on Claims	Reported or Reopened	Subsequent to	Prior Year-End	Ę	Of an instrumental statement	J			1,261		0071	484	1,772				,			
EATONOTING EATONOTING	-	O.S. Dafe Knows	Case Loss and	LAE Reserves on	Claims Reported and		Year-End	720	CO	7,822		8,273	2087	4	D0041	XXX	10,360			,			ě	
NUMINOR S	(G)			Fotal 2006	Loss and	LAE Payments	(Cals. 4 + 5)	70	***************************************	5,146		5,230	15,271	Ē	1 Act April 1 Act	143	20,844	,						
COO MIND FOOD	ιc		2006	Loss and LAE	Payments on Claims	Unreported as of	Prior Year-End	•	Auch my area	2 morting and a second		2	534	232	TOTAL DESCRIPTION OF THE PROPERTY OF THE PROPE	143	089						,	
-1	7		2006	Loss and LAE	Payments on Claims	Reported as of Prior	Year-End	. 0	- Comments of the Comments of	5,143		5,227	14,737	F30 QF	LANGE CONTRACTOR	XXX	19,964	,						
	m		Total Prior	Year-End	Loss and	LAE Reserves	(Cols. i + 2)	1.410		9999		15,087	13,654	22.72	-	XXX	24,741							
	7			Prior Year-End	X	Loss and LAE	Reserves	707		098************************************		1,657	246	98		XXX	2,599			,				
,	_			Prior Year-End	Known Case	Loss and LAE	Reserves	822		808'8		8,430	12,712	29 142	-	XXX	22,142			4,512			٠	•
			_	-	Years in Which	Losses	Coolined	1 2003 + Prior		2, 2004	3. Subtotals	2004 + Prior	4, 2005	5. Subtotals		6, 2006	7. Totals		end's Surplus	As Kagards Policyholders				-

Supplemental EXHIBITS AND SCHEDULES INTERROGATORIES

... The following supplemental reports are required to be filed as part of your statement filling. However, in the event that your company does not transact the type of usiness for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in tieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

			iveshoirae
1.	Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?		NO NO
2.	Will Supplement A to Schedula T (Medical Malpracilice Supplement) be filed with this statement?		NO
Expl	anation;	•	

Bar Code:



Overflow Page NONE

Sch. A-Part 2 NONE

Sch. A-Part 3 NONE

Sch. B-Part 1 NONE

Sch. B-Part 2 NONE

ा शबकानमा माध्यमध्ये अळवांक Southern Family Insurance company

SCHEDULE BA - PART 1

Wind Other Lang-Term Invested Assets ACO IRRED During the Company Outsides

	٠,		لو		7-		, T	7
	46	Percentage of	Ownership		90	1-	×	×
	45	Corrunitment for Additional	knvestmeni		240 600	240 000	240,000	240,000
	14	increase (Decrease) by Foreign Exchange	Adjustment	!	WHAT THE LAND	0	1	┪
	13	Increase (Decrease)	by Adjustment		, [0	ì	0
	12	r.	Value		70,000	20,000	70,000	900,07
rrent Quarter	=	Book/Adjusted Carrying Value Less	Encuribrances		70,000	70,000	000,07	
During the Current (10	Åmosmt of	: Croumsyances			0'''''''''''''''''''''''''''''	0	00°02'02'''''' 0''''''
S ACCUIRED	හ	Actual	š	4	0000/	70,000	70,000	00000
ad Asser	æ	Type anc,	On digas	-	Ç	***************************************	***********	
TI INVEST	.~	Date Originally	TO THE PARTY OF	34 M7 M100	01/2//2000	***************************************	Hatta Maria	***************************************
ng-len	6	NAIC Desig-	1 HORNELL	F	Transferring Income of	444111	-	
Showing Umer Long-Term invested Assets ACC	9	Name of Vendor of General Partner		RS Financial september has	11.14.	OBO 1	000 02 commence and a commence of the commence	**************************************
ŀ		4 <u>f</u>	Other - U	INV III	dark and a	10000	transport of the last	2
	Location	· 8	Characteristics of (Mear York	Parahina Charac	o characturity crimen		
	?.	Name or Description	olnt Venture or Partnership interests That Have Underlying Characteristics of Other - Unaffillated	UBS Real Estate Opportunity Fund LLC.	int Venture or Partnership Interests The	Linalities	The Control of the Co	Transmitter to the state of the
,	-	CUSIP	Joint Venture o		1599999. Trital - in	. HET	338999. Totals	

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, Transferred or Paid in Full During the Current Quarter

	i		3			Investment	- Compa	G C				Variation of the last of the l	-	
		13	 t		1012	Gein (Loss)	In Democal	T Decidence in		312.150	249 450	waterwater Co. Fold	312 150	010 010
		÷	2		Regized	Gain (Loss)	on Demonstra	The second second		372.150	249 450 1	- 100 121 Same	312.150	240.450
		-	4	Foreign	Exchange	Gain (Loss)	Do Disposa				-	- Antonional and a second	312.15	
C CO		-	:			Consideration	Received			1,822,462 ,		The state of the s		1 090 469 1
222002		-	Book/Adjusted	Carrying Value	Less	Exicambiances	on Disposal				1510313 /	7	1,510,313	1 K40 212
	,	.		frcrease	(Decrease) by	oreign Exchange	Adiustrient			***	0	1		- 0
3 3 5 5 5					ncrease	(Decrease) Fr	by Adjustment		W71 770		(244,748)	1000		(944 749)
	-			Camying Value	 23.	Encumbrances,	Prior Year		1 78E AG			4 927 000		1,755,060
		•	-		# C	Ciginally	Acciulted		CENTINONS!	TOTAL DECOME		-		and in the owner, where
	ıe	•			- 6		Magne of Urspose	cks - Unaffitated ·	nord James & Loonwinter for		ATTITION STOCKS - LINEATHERFORM			
	L]	-3+ 	_		7	Clare	oramon Sto	FI Rave		3 3 3 3 5	•		Mercia assessed
	nontron		m			į.	3	caracteristics of C	Sainf Patershian	Delantine Charles	Juneary in Albridge			
	64				Name	Description	Conditions	int Venture or Partnership Interests That Have Underlying Characteristics of Common Stocks - Unaffifiat	Contrarian Opportunities Fund LLC	Init! Venture or Pertuentin Jefaster That Line	1	- Challenge		The state of the s
					O.S.	fdentification	TOTAL PROPERTY.	Joint Ventura or I	_	Trocaga Total	2000000		2399999 Totale	

Science of the March 31, 2005 of the Southern Family Insurance

SCHEDULE: D - PART 3

	10	C Designation or Market	oficator (a)
	6	Paid for NAI Accrued Interest	and Dwidends 1
	8		Farvalue
	7	A to the second	AGUA CCS
he Current Quarte	9	Number of Shares of Shots	Oldies of cours
n Bonds and Stock Acquired by the Company During t	- C	Nama of Vendo	
al Long-Tern	4	Date Acquired	
MOUS.	m	Foreign	se 0.
	7	Description	nok bearing the NAIC market indicator "U" provide: the number of such issue
	-	CUSIP Identification	(a) For all contrion st

NONE

Sidemant Ward 30, 2006 of Southern Family Insurance Jmpany

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

_	25	€3	20	9		άο	о»	후		Charge in Book/Adjusted Carrying Vatue	Patinsted Carr	ying Value	•	16	1 4	8	\$2	82	ᅜ	23
		14							. 11	12	\$2	4	<u>0</u>							SE C
		0								_	Current				Foreign			Bond		Design
		_		-	_	_		Brior Year	_		Years		Total	Sport/	Exchange	Realized	FOR	Informati		nation
		60						Book	Unrealized	Current	OBber Than	Total	Foreign	Adjusted	悬	e de la composition della composition della comp	Ġġ.	Š		8
			-	Number of				Adjusted	Valuation	Year's	Temporary	Change in	Exchange	Carrying	(Loss)	(Loss)	(Loss)	Childends		Market
GISID		g Disposed		Shares of				Sampling	Increase! (J	\modfzallen)/[mpairment	B.A.C.V.	Change in	Value Ai	8	8	8	Received	Malurity	rolestor
Identification	Description	e Cale	Name of Purchaser	Stock	Consideration	Par Value	Actual Cost	este C	(Decrease)	Accretion	Recognized	(11+12-13)	B.M.C.V.	Disposal Dafe	Disposal	Disposal	Disposal	Confined Year	age of	B
Common Stock	Common Stocks - Nutral Funds													٠						
78462F 10	78/63F 10 3 UTS SPOR Trust Ser 1		15 Salomon Smith Barney	****		XXX	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		-			0	-			i	9	7,088	×	Ī
7099999.	Total - Common Section - Millias Plands,	ds, , , and	***************************************		0	1	0	0	. 1 0	8	0	0	.O.	0	1 0	. 0	8	980'2	8	X
7299997.	Total - Common Stocks - Part 4	***************************************			0		O.m.	0	. 0	0	. 0	0	9	8	30	0	9	3807	Š	×
7299998.	Tota - Common Stocks				0	ī	0	0	0	0	Ö	٥	0	٩	ō	ō	q	7,086	8	Š
7398999.	Folal - Preferred and Continon Stocks			***************************************	0	XXX	0	0	. 0	. 0	9	θ	0	0	0	0	0	7,088	Š	×
7499999.	Total - Bonds, Preferred and Common Stocks	n Stocks			9	XXX	0	0	0	0,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, q	0	0	0	0	9	0	980,7	XX	XX
(a) For all comm	(a) For all common stock bearing the NAKC merket Indicator "O" provide: the number of such issues	for "U" provide: the m	umber of such tesnes	1																

Sch. DB-Part A-Section 1 NONE

Sch. DB-Part B-Section 1 NONE

Sch. DB-Part C-Section 1
NONE

Sch. DB-Part D-Section 1 NONE

Statement for March 31, 2006 of the Southern Family Insurance Company SCHEDULE E - PART 1 - CASH

	Month E	and Depo	sitory Baland	es				
	2	3	4	5		Belance at End o		9
1	٠ ١	l ·	Amount of	Amount of	Month	During Current C	Juarter .	
		Rate	Interest	Interest Accrued	6	7	В	
		of	Received During	at Current				[]
Depository	Code	Interest	Current Quarter	Statement Date	First Month	Second Month	Third Month	. * }
Open Depositories								
Salomon Smith Barney			***************************************		7,123		7,123	XXX
UBS Financial Services inc Tampa, Florida	***	P*************************************	477445488888888888888888888888888888888	())	(357,000)	€31+1341#41P#+93+3#L#	pr#110661711P11F1461PF4	XXX
Wachovia Bank	***************************************	***************************************		manager and transported	(42,179,356)	(31,083,169)	.,,(35,841,728)	XXX
0199999, Total Open Depositories	XXX	XXX.,,,	0	0	(42,529,233)	(31,076,046)	(35,834,603)	XXX
0399999. Total Cash on Deposit		XXX	0	J. 1000 1100 1100 1100 1100 1100 1100 11	(42,529,233)	(31,076,046)	,,,(35,834,603)	XXX
0599999, Total Cash	XXX	XXX	D	00	(42,529,233)	(31,076,046)	(35,834,603)	IXXX I

Salement to Macod St. Southern Family Insurance Company

SCHEDULE E - PART 2 - CASH EQUIVALENTS
Show Investments Owned at End of Current Quarter

г	
6.	Gross Investment
8	Amount of Interest Pine & Ammed
7	Book/Acjusted Cerrying Value
9	Maturity Date
u;	Rate of Interest
4	Date Acquired
m	g S
) Description
_	용뒒