



# ANNUAL STATEMENT

For the Year Ended December 31, 2009  
of the Condition and Affairs of the

## First Reliance Standard Life Insurance Company

NAIC Group Code.....0074, 0074 (Current Period) (Prior Period)	NAIC Company Code..... 71005	Employer's ID Number..... 13-3176850
Organized under the Laws of New York Incorporated/Organized..... June 16, 1983	State of Domicile or Port of Entry New York Commenced Business..... October 1, 1984	Country of Domicile US
Statutory Home Office	590 Madison Avenue, 29th Floor..... New York ..... NY ..... 10022 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	590 Madison Avenue, 29th Floor..... New York ..... NY ..... 10022 <i>(Street and Number) (City or Town, State and Zip Code)</i>	212-303-8400 <i>(Area Code) (Telephone Number)</i>
Mail Address	590 Madison Avenue, 29th Floor..... New York ..... NY ..... 10022 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	590 Madison Avenue, 29th Floor..... New York ..... NY ..... 10022 <i>(Street and Number) (City or Town, State and Zip Code)</i>	212-303-8400 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	N/A	
Statutory Statement Contact	Paul Van Haren <i>(Name)</i> paul.van.haren@rsli.com <i>(E-Mail Address)</i>	267-256-3664 <i>(Area Code) (Telephone Number) (Extension)</i> 267-256-3522 <i>(Fax Number)</i>

### OFFICERS

Name	Title	Name	Title
1. Lawrence Edmund Daurelle	President	2. Charles Thomas Denaro	Secretary
3. Thomas William Burghart	Treasurer	4. Rosemary Theresa Barton, FSA, MAAA	Appointed Actuary

### OTHER

Thomas William Burghart	Senior Vice President	Warren Mark Cohen	Senior Vice President
Chad William Coulter	Senior Vice President	Charles Thomas Denaro	Vice President
Daniel Joseph Falkenstein	Senior Vice President	Christopher Anthony Fazzini	Executive Vice President
Danny Ronald Green	Senior Vice President	Debra Glazer Staples	Senior Vice President

### DIRECTORS OR TRUSTEES

Thomas William Burghart	Lawrence Edmund Daurelle	Steven Andrew Hirsh	Harold Franz Ilg
Bernard Joseph Kilkelly	James Michael Litvack	James Norbert Meehan	Robert Rosenkranz
Nita Ione Savage	Donald Alan Sherman	Robert Michael Smith Jr.	Robert Floyd Wright

State of..... Pennsylvania  
County of..... Philadelphia

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

(Signature)	(Signature)	(Signature)
Lawrence Edmund Daurelle	Charles Thomas Denaro	Thomas William Burghart
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me

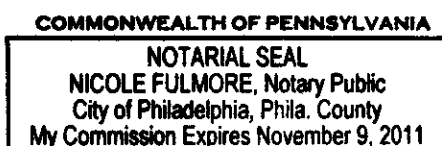
This 25th day of February 2010

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

b. If no 1. State the amendment number \_\_\_\_\_

2. Date filed \_\_\_\_\_

3. Number of pages attached \_\_\_\_\_



## ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	131,429,975		131,429,975	124,779,628
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.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$....740,376, Sch. E-Part 1), cash equivalents (\$.....0, Sch. E-Part 2) and short-term investments (\$....7,850,396, Sch. DA).....	8,590,772		8,590,772	2,355,787
6. Contract loans (including \$.....0 premium notes).....	23,500		23,500	18,744
7. Other invested assets (Schedule BA).....			.0	
8. Receivables for securities.....			.0	
9. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	140,044,247	.0	140,044,247	127,154,159
11. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
12. Investment income due and accrued.....	1,495,707		1,495,707	1,366,296
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in course of collection.....	4,193,945	.713	4,193,232	2,790,330
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	21,529		21,529	21,555
13.3 Accrued retrospective premiums.....			.0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	474,086		474,086	.689,346
14.2 Funds held by or deposited with reinsured companies.....			.0	
14.3 Other amounts receivable under reinsurance contracts.....			.0	
15. Amounts receivable relating to uninsured plans.....			.0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	
16.2 Net deferred tax asset.....	3,129,442	2,348,434	781,008	.528,124
17. Guaranty funds receivable or on deposit.....			.0	
18. Electronic data processing equipment and software.....			.0	
19. Furniture and equipment, including health care delivery assets (\$.....0).....	29,394	29,394	.0	
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
21. Receivables from parent, subsidiaries and affiliates.....	698,590		698,590	.843,332
22. Health care (\$.....0) and other amounts receivable.....			.0	
23. Aggregate write-ins for other than invested assets.....	125,472	125,472	.0	.0
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	150,212,412	2,504,013	147,708,399	133,393,142
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
26. TOTALS (Lines 24 and 25).....	150,212,412	2,504,013	147,708,399	133,393,142

### DETAILS OF WRITE-INS

0901.....			.0	
0902.....			.0	
0903.....			.0	
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.0	.0	.0	.0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.0	.0	.0	.0
2301. Prepaid pension costs and other expenses and suspense debits.....	125,472	125,472	.0	
2302.....			.0	
2303.....			.0	
2398. Summary of remaining write-ins for Line 23 from overflow page.....	.0	.0	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	125,472	125,472	.0	.0

Annual Statement for the year 2009 of the **First Reliance Standard Life Insurance Company**  
**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$.....9,552,469 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	9,552,469	8,578,439
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1) (including \$.....0 Modco Reserve).....	51,213,558	47,778,479
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	1,014,446	885,625
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	3,633,201	3,655,000
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	18,096,219	16,189,983
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....2,826 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	3,568	980
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
9.2 Provision for experience rating refunds, including \$.....0 accident and health experience rating refunds.....		
9.3 Other amounts payable on reinsurance, including \$.....2,178 assumed and \$.....16,246 ceded.....	18,424	8,935
9.4 Interest Maintenance Reserve (IMR, Line 6).....	879,930	930,177
10. Commissions to agents due or accrued - life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....		
11. Commissions and expense allowances payable on reinsurance assumed.....		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	1,163,940	822,173
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	84,793	55,660
15.1 Current federal and foreign income taxes, including \$.....(442) on realized capital gains (losses).....	594,632	813,214
15.2 Net deferred tax liability.....		
16. Unearned investment income.....		
17. Amounts withheld or retained by company as agent or trustee.....	59,380	377,978
18. Amounts held for agents' account, including \$.....70,941 agents' credit balances.....	70,941	147,932
19. Remittances and items not allocated.....	1,305,606	1,116,993
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....		
22. Borrowed money \$.....0 and interest thereon \$.....0.....		
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve (AVR Line 16, Col. 7).....		
24.2 Reinsurance in unauthorized companies.....		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers.....		
24.4 Payable to parent, subsidiaries and affiliates.....	26,019	1,716
24.5 Drafts outstanding.....		
24.6 Liability for amounts held under uninsured plans.....		
24.7 Funds held under coinsurance.....		
24.8 Payable for securities.....	169,568	
24.9 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	3,061,569	3,529,192
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	90,948,263	84,892,476
27. From Separate Accounts Statement.....		
28. Total liabilities (Line 26 and 27).....	90,948,263	84,892,476
29. Common capital stock.....	2,000,000	2,000,000
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	5,749,758	5,749,758
34. Aggregate write-ins for special surplus funds.....	286,734	0
35. Unassigned funds (surplus).....	48,723,644	40,750,908
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	54,760,136	46,500,666
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	56,760,136	48,500,666
39. Totals of Lines 28 and 38 (Page 2, Line 26, Col. 3).....	147,708,399	133,393,142

**DETAILS OF WRITE-INS**

2501. Retained asset program liability to claimants and miscellaneous accounts payable.....	2,823,292	3,098,608
2502. Minimum pension liability adjustment.....	238,277	430,584
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	3,061,569	3,529,192
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401. Change in accounting method - SSAP 10R.....	286,734	
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	286,734	0

Annual Statement for the year 2009 of the **First Reliance Standard Life Insurance Company**  
**SUMMARY OF OPERATIONS**

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11).....	58,107,459	61,516,624
2. Considerations for supplementary contracts with life contingencies.....		
3. Net investment income (Exhibit of Net Investment Income, Line 17).....	6,232,452	5,471,716
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5).....	57,005	64,302
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1).....	59,542	45,992
7. Reserve adjustments on reinsurance ceded.....		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....		
8.2 Charges and fees for deposit-type contracts.....		
8.3 Aggregate write-ins for miscellaneous income.....	0	0
9. Totals (Lines 1 to 8.3).....	64,456,458	67,098,634
10. Death benefits.....	13,292,610	16,986,594
11. Matured endowments (excluding guaranteed annual pure endowments).....		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8).....	27,325	28,974
13. Disability benefits and benefits under accident and health contracts.....	19,359,098	19,608,781
14. Coupons, guaranteed annual pure endowments and similar benefits.....		
15. Surrender benefits and withdrawals for life contracts.....	1,475	7,271
16. Group conversions.....		
17. Interest and adjustments on contract or deposit-type contract funds.....	255,879	278,636
18. Payments on supplementary contracts with life contingencies.....		
19. Increase in aggregate reserves for life and accident and health contracts.....	4,409,109	1,795,801
20. Totals (Lines 10 to 19).....	37,345,496	38,706,057
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1).....	5,305,050	5,963,320
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1).....	13,823	20,168
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4).....	7,294,238	6,691,182
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3).....	2,005,520	1,945,702
25. Increase in loading on deferred and uncollected premiums.....	136,253	(111,746)
26. Net transfers to or (from) Separate Accounts net of reinsurance.....		
27. Aggregate write-ins for deductions.....	0	0
28. Totals (Lines 20 to 27).....	52,100,380	53,214,683
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	12,356,078	13,883,951
30. Dividends to policyholders.....		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	12,356,078	13,883,951
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	3,239,706	4,204,146
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	9,116,372	9,679,805
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....(3,640) excluding taxes of \$.....3,640 transferred to the IMR).....	(3,059,490)	(376,493)
35. Net income (Line 33 plus Line 34).....	6,056,882	9,303,312
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2).....	48,500,666	44,397,989
37. Net income (Line 35).....	6,056,882	9,303,312
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....700,866.....	1,301,612	(1,307,186)
39. Change in net unrealized foreign exchange capital gain (loss).....		
40. Change in net deferred income tax.....	1,030,856	14,583
41. Change in nonadmitted assets.....	(201,407)	(671,766)
42. Change in liability for reinsurance in unauthorized companies.....		
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4).....		
44. Change in asset valuation reserve.....		517,142
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1).....		
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....		
47. Other changes in surplus in Separate Accounts Statement.....		
48. Change in surplus notes.....		
49. Cumulative effect of changes in accounting principles.....	174,711	
50. Capital changes:		
50.1 Paid in.....		
50.2 Transferred from surplus (Stock Dividend).....		
50.3 Transferred to surplus.....		
51. Surplus adjustment:		
51.1 Paid in.....		
51.2 Transferred to capital (Stock Dividend).....		
51.3 Transferred from capital.....		
51.4 Change in surplus as a result of reinsurance.....		
52. Dividends to stockholders.....	(500,000)	(3,500,000)
53. Aggregate write-ins for gains and losses in surplus.....	396,816	(253,408)
54. Net change in capital and surplus for the year (Lines 37 through 53).....	8,259,470	4,102,677
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38).....	56,760,136	48,500,666

DETAILS OF WRITE-INS		
08.301.....		
08.302.....		
08.303.....		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	0	0
2701.....		
2702.....		
2703.....		
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0
5301. Minimum pension liability adjustment.....	110,082	(253,408)
5302. Change in accounting method - SSAP 10R.....	286,734	
5303.....		
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	396,816	(253,408)

**CASH FLOW**

	1 Current Year	2 Prior Year
<b>CASH FROM OPERATIONS</b>		
1. Premiums collected net of reinsurance.....	56,570,918	62,353,899
2. Net investment income.....	5,773,575	4,912,360
3. Miscellaneous income.....	59,542	45,992
4. Total (Lines 1 through 3).....	62,404,035	67,312,251
5. Benefit and loss related payments.....	30,776,253	36,709,279
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	14,248,290	14,727,806
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	3,458,288	3,843,568
10. Total (Lines 5 through 9).....	48,482,831	55,280,653
11. Net cash from operations (Line 4 minus Line 10).....	13,921,204	12,031,598
<b>CASH FROM INVESTMENTS</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	15,315,020	10,478,060
12.2 Stocks.....		
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....		
12.7 Miscellaneous proceeds.....		
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	15,315,020	10,478,060
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	22,510,878	35,112,032
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	(169,568)	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	22,341,310	35,112,032
14. Net increase (decrease) in contract loans and premium notes.....	4,756	(8,025)
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(7,031,046)	(24,625,947)
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	68,384	44,310
16.5 Dividends to stockholders.....	500,000	3,500,000
16.6 Other cash provided (applied).....	(223,557)	(566,212)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(655,173)	(4,021,902)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	6,234,985	(16,616,251)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	2,355,787	18,972,038
19.2 End of year (Line 18 plus Line 19.1).....	8,590,772	2,355,787

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

20.0001 .....		
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**ANALYSIS OF OPERATION BY LINES OF BUSINESS**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance(a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts.....	58,107,459		82,359				22,059,558		35,960,326		5,216	
2. Considerations for supplementary contracts with life contingencies.....	0											
3. Net investment income.....	6,232,452		31,677		71,163		851,627	286,311	4,991,673			
4. Amortization of Interest Maintenance Reserve (IMR).....	57,005		290		651		7,789	2,619	45,656			
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0											
6. Commissions and expense allowances on reinsurance ceded.....	59,542								59,542			
7. Reserve adjustments on reinsurance ceded.....	0											
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A.....	0											
8.2 Charges and fees for deposit-type contracts.....	0											
8.3 Aggregate write-ins for miscellaneous income.....	0	0	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 to 8.3).....	64,456,458	0	114,326	0	71,814	0	22,918,975	288,930	41,057,197	0	5,216	0
10. Death benefits.....	13,292,610		74,325				13,218,285					
11. Matured endowments (excluding guaranteed annual pure endowments).....	0											
12. Annuity benefits.....	27,325							27,325				
13. Disability benefits and benefits under accident and health contracts.....	19,359,098								19,359,098			
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0											
15. Surrender benefits and withdrawals for life contracts.....	1,475		1,475									
16. Group conversions.....	0											
17. Interest and adjustments on contract or deposit-type contract funds.....	255,879		171		60,437		123,583	71,688				
18. Payments on supplementary contracts with life contingencies.....	0											
19. Increase in aggregate reserves for life and accident and health contracts.....	4,409,109		43,739				1,022,905	(92,614)	3,435,079			
20. Totals (Lines 10 to 19).....	37,345,496	0	119,710	0	60,437	0	14,364,773	6,399	22,794,177	0	0	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	5,305,050		190				2,420,997		2,883,863			
22. Commissions and expense allowances on reinsurance assumed.....	13,823								13,823			
23. General insurance expenses.....	7,294,238		1,581				2,658,140		4,634,517			
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	2,005,520						779,367		1,226,153			
25. Increase in loading on deferred and uncollected premiums.....	136,253		762				(320)		135,811			
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	0											
27. Aggregate write-ins for deductions.....	0	0	0	0	0	0	0	0	0	0	0	0
28. Totals (Lines 20 to 27).....	52,100,380	0	122,243	0	60,437	0	20,222,957	6,399	31,688,344	0	0	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	12,356,078	0	(7,917)	0	11,377	0	2,696,018	282,531	9,368,853	0	5,216	0
30. Dividends to policyholders.....	0											
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	12,356,078	0	(7,917)	0	11,377	0	2,696,018	282,531	9,368,853	0	5,216	0
32. Federal income taxes incurred (excluding tax on capital gains).....	3,239,706		(2,076)		2,983		706,884	74,078	2,456,469		1,368	
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	9,116,372	0	(5,841)	0	8,394	0	1,989,133	208,453	6,912,385	0	3,848	0

**DETAILS OF WRITE-INS**

08.301. ....	0											
08.302. ....	0											
08.303. ....	0											
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Total (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	0	0	0	0	0	0	0	0	0	0	0	0
2701. ....	0											
2702. ....	0											
2703. ....	0											
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0
2799. Total (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0	0	0	0	0	0	0	0	0	0

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

**ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
<b>Involving Life or Disability Contingencies (Reserves)</b>								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year.....	8,578,439		401,024				7,213,718	963,697
2. Tabular net premiums or considerations.....	19,558,877		70,005				19,488,872	
3. Present value of disability claims incurred.....	1,029,221				XXX		1,029,221	
4. Tabular interest.....	598,128		13,304				519,441	65,383
5. Tabular less actual reserve released.....	(130,672)							(130,672)
6. Increase in reserve on account of change in valuation basis.....	0							
7. Other increases (net).....	0							
8. Totals (Lines 1 to 7).....	29,633,993	0	484,333	0	0	0	28,251,252	898,408
9. Tabular cost.....	19,711,923		13,441		XXX		19,698,482	
10. Reserves released by death.....	9,662		9,662	XXX	XXX			XXX
11. Reserves released by other terminations (net).....	332,614		16,467				316,147	
12. Annuity, supplementary contract, and disability payments involving life contingencies.....	27,325							27,325
13. Net transfers to or (from) Separate Accounts.....	0							
14. Total deductions (Lines 9 to 13).....	20,081,524	0	39,570	0	0	0	20,014,629	27,325
15. Reserve December 31, current year.....	9,552,469	0	444,763	0	0	0	8,236,623	871,083

**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....62,140	.....61,107
1.1 Bonds exempt from U.S. tax.....	(a).....	.....
1.2 Other bonds (unaffiliated).....	(a).....7,299,459	.....7,433,970
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....	.....
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....	.....
5. Contract loans.....	.....1,512	.....1,512
6. Cash, cash equivalents and short-term investments.....	(e).....7,339	.....3,268
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....7,370,450	.....7,499,857
11. Investment expenses.....	.....	(g).....1,265,303
12. Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....2,102
13. Interest expense.....	.....	(h).....
14. Depreciation on real estate and other invested assets.....	.....	(i).....0
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....1,267,405
17. Net investment income (Line 10 minus Line 16).....	.....	.....6,232,452

**DETAILS OF WRITE-INS**

0901. ....	.....	.....
0902. ....	.....	.....
0903. ....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0
1501. ....	.....	.....
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....	.....0

- (a) Includes \$.....701,571 accrual of discount less \$.....371,539 amortization of premium and less \$.....81,371 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	.....	.....	.....0	.....	.....
1.1 Bonds exempt from U.S. tax.....	.....	.....	.....0	.....	.....
1.2 Other bonds (unaffiliated).....	.....(955,108)	.....(2,097,623)	.....(3,052,731)	.....2,002,478	.....
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....	.....
3. Mortgage loans.....	.....	.....	.....0	.....	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....	.....	.....0	.....	.....
7. Derivative instruments.....	.....	.....	.....0	.....	.....
8. Other invested assets.....	.....	.....	.....0	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....(955,108)	.....(2,097,623)	.....(3,052,731)	.....2,002,478	.....0

**DETAILS OF WRITE-INS**

0901. ....	.....	.....	.....0	.....	.....
0902. ....	.....	.....	.....0	.....	.....
0903. ....	.....	.....	.....0	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0	.....0

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

	1	2	3 Ordinary		5	6 Group		8 Accident and Health		11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
<b>FIRST YEAR (other than single)</b>											
1. Uncollected.....	0										
2. Deferred and accrued.....	0										
3. Deferred, accrued and uncollected:											
3.1 Direct.....	0										
3.2 Reinsurance assumed.....	0										
3.3 Reinsurance ceded.....	0										
3.4 Net (Line 1 + Line 2).....	0	0	0	0	0	0	0	0	0	0	0
4. Advance.....	0										
5. Line 3.4 - Line 4.....	0	0	0	0	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct.....	7,616		7,616								
6.2 Reinsurance assumed.....	0										
6.3 Reinsurance ceded.....	0										
6.4 Net.....	7,616	0	7,616	0	0	0	0	0	0	0	0
7. Line 5 + Line 6.4.....	7,616	0	7,616	0	0	0	0	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance).....	0										
9. First year premiums and considerations:											
9.1 Direct.....	7,616		7,616								
9.2 Reinsurance assumed.....	0										
9.3 Reinsurance ceded.....	0										
9.4 Net (Line 7 - Line 8).....	7,616	0	7,616	0	0	0	0	0	0	0	0
<b>SINGLE</b>											
10. Single premiums and considerations:											
10.1 Direct.....	0										
10.2 Reinsurance assumed.....	0										
10.3 Reinsurance ceded.....	0										
10.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
<b>RENEWAL</b>											
11. Uncollected.....	4,754,177		16,647			1,644,483		3,093,047			
12. Deferred and accrued.....	24,026		24,026								
13. Deferred, accrued and uncollected:											
13.1 Direct.....	4,919,729		40,673			1,742,163		3,136,893			
13.2 Reinsurance assumed.....	13,885							13,885			
13.3 Reinsurance ceded.....	155,411					97,680		57,731			
13.4 Net (Line 11 + Line 12).....	4,778,203	0	40,673	0	0	1,644,483	0	3,093,047	0	0	0
14. Advance.....	3,568		742					2,826			
15. Line 13.4 - Line 14.....	4,774,635	0	39,931	0	0	1,644,483	0	3,090,221	0	0	0
16. Collected during year:											
16.1 Direct.....	59,381,580		74,612			22,948,534		36,353,218		5,216	
16.2 Reinsurance assumed.....	73,581							73,581			
16.3 Reinsurance ceded.....	2,891,859		4,810			1,065,530		1,821,519			
16.4 Net.....	56,563,302	0	69,802	0	0	21,883,004	0	34,605,280	0	5,216	0
17. Line 15 + Line 16.4.....	61,337,937	0	109,733	0	0	23,527,487	0	37,695,501	0	5,216	0
18. Prior year (uncollected + deferred and accrued - advance).....	3,238,094		34,990			1,467,929		1,735,175			
19. Renewal premiums and considerations:											
19.1 Direct.....	60,908,274		79,553			23,128,789		37,694,716		5,216	
19.2 Reinsurance assumed.....	70,533							70,533			
19.3 Reinsurance ceded.....	2,878,964		4,810			1,069,231		1,804,923			
19.4 Net (Line 17 - Line 18).....	58,099,843	0	74,743	0	0	22,059,558	0	35,960,326	0	5,216	0
<b>TOTAL</b>											
20. Total premiums and annuity considerations:											
20.1 Direct.....	60,915,890	0	87,169	0	0	23,128,789	0	37,694,716	0	5,216	0
20.2 Reinsurance assumed.....	70,533	0	0	0	0	0	0	70,533	0	0	0
20.3 Reinsurance ceded.....	2,878,964	0	4,810	0	0	1,069,231	0	1,804,923	0	0	0
20.4 Net (Lines 9.4 + 10.4 + 19.4).....	58,107,459	0	82,359	0	0	22,059,558	0	35,960,326	0	5,216	0

**EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND  
EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)**

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health		11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	
<b>DIVIDENDS AND COUPONS APPLIED (included in Part 1)</b>										
21. To pay renewal premiums.....	0									
22. All other.....	0									
<b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>										
23. First year (other than single):										
23.1 Reinsurance ceded.....	0									
23.2 Reinsurance assumed.....	0									
23.3 Net ceded less assumed.....	0	0	0	0	0	0	0	0	0	0
24. Single:										
24.1 Reinsurance ceded.....	0									
24.2 Reinsurance assumed.....	0									
24.3 Net ceded less assumed.....	0	0	0	0	0	0	0	0	0	0
25. Renewal:										
25.1 Reinsurance ceded.....	59,541							59,541		
25.2 Reinsurance assumed.....	13,823							13,823		
25.3 Net ceded less assumed.....	45,718	0	0	0	0	0	0	45,718	0	0
26. Totals:										
26.1 Reinsurance ceded (Page 6, Line 6).....	59,541	0	0	0	0	0	0	59,541	0	0
26.2 Reinsurance assumed (Page 6, Line 22).....	13,823	0	0	0	0	0	0	13,823	0	0
26.3 Net ceded less assumed.....	45,718	0	0	0	0	0	0	45,718	0	0
<b>COMMISSIONS INCURRED (direct business only)</b>										
27. First year (other than single).....	190		190							
28. Single.....	0									
29. Renewal.....	5,304,860					2,420,998		2,883,862		
30. Deposit-type contract funds.....	0									
31. Totals (to agree with Page 6, Line 21).....	5,305,050	0	190	0	0	2,420,998	0	2,883,862	0	0

Annual Statement for the year 2009 of the **First Reliance Standard Life Insurance Company**  
**EXHIBIT 2 - GENERAL EXPENSES**

	Insurance				5 Investment	6 Total
	1 Life	Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent.....	271,588		463,584		138,679	873,851
2. Salaries and wages.....	1,717,657	205,372	2,781,847		656,275	5,361,151
3.11 Contributions for benefit plans for employees.....	166,727	19,935	270,024		86,370	543,056
3.12 Contributions for benefit plans for agents.....						0
3.21 Payments to employees under non-funded benefit plans.....						0
3.22 Payments to agents under non-funded benefit plans.....						0
3.31 Other employee welfare.....	30,439	3,639	49,297		17,837	101,212
3.32 Other agent welfare.....						0
4.1 Legal fees and expenses.....	509		822		1,058	2,389
4.2 Medical examination fees.....	10,356					10,356
4.3 Inspection report fees.....	115		192			307
4.4 Fees of public accountants and consulting actuaries.....	8,014		28,556		22,537	59,107
4.5 Expense of investigation and settlement of policy claims.....	32,232	67,080	75,487			174,799
5.1 Traveling expenses.....	54,542	1,717	98,273		27,154	181,686
5.2 Advertising.....	1,727		2,990		2	4,719
5.3 Postage, express, telegraph and telephone.....	60,660	1	90,482		16,690	167,833
5.4 Printing and stationery.....	20,533	10	33,643		16,780	70,966
5.5 Cost or depreciation of furniture and equipment.....	5,643		8,903		61,093	75,639
5.6 Rental of equipment.....	13,354		20,695		42,242	76,291
5.7 Cost or depreciation of EDP equipment and software.....						0
6.1 Books and periodicals.....	3,688	126	12,162		10,411	26,387
6.2 Bureau and association fees.....	1,600	113	2,085		13,730	17,528
6.3 Insurance, except on real estate.....	16,131		16,131		2,136	34,398
6.4 Miscellaneous losses.....						0
6.5 Collection and bank service charges.....	27,265		42,914		26,255	96,434
6.6 Sundry general expenses.....	3,301		6,056		9,339	18,696
6.7 Group service and administration fees.....	56,282		56,454			112,736
6.8 Reimbursements by uninsured plans.....						0
7.1 Agency expense allowance.....						0
7.2 Agents' balances charged off (less \$.....0 recovered).....						0
7.3 Agency conferences other than local meetings.....	25,383		43,582			68,965
9.1 Real estate expenses.....						0
9.2 Investment expenses not included elsewhere.....						0
9.3 Aggregate write-ins for expenses.....	131,975	4,083	228,262	0	116,715	481,035
10. General expenses Incurred.....	2,659,721	302,076	4,332,441	0	1,265,303	(a) 8,559,541
11. General expenses unpaid December 31, prior year.....	234,257		546,599		41,316	822,172
12. General expenses unpaid December 31, current year.....	358,671		763,390		41,879	1,163,940
13. Amounts receivable relating to uninsured plans, prior year.....						0
14. Amounts receivable relating to uninsured plans, current year.....						0
15. General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14).....	2,535,307	302,076	4,115,650	0	1,264,740	8,217,773

**DETAILS OF WRITE-INS**

09.301. Computer Services.....	118,706	647	164,996		40,858	325,207
09.302. Consulting.....	13,269	3,436	63,266		75,857	155,828
09.303.....						0
09.398. Summary of remaining write-ins for Line 9.3 from overflow page.....	0	0	0	0	0	0
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398)(Line 9.3 above).....	131,975	4,083	228,262	0	116,715	481,035

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

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

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
2. State insurance department licenses and fees.....	146,621	232,299			378,920
3. State taxes on premiums.....	161,182	254,509			415,691
4. Other state taxes, including \$.....0 for employee benefits.....	392,703	621,814		99	1,014,616
5. U.S. Social Security taxes.....	78,078	116,293		2,003	196,374
6. All other taxes.....	782	1,239			2,021
7. Taxes, licenses and fees incurred.....	779,366	1,226,154	0	2,102	2,007,622
8. Taxes, licenses and fees unpaid December 31, prior year.....	29,924	25,729		8	55,661
9. Taxes, licenses and fees unpaid December 31, current year.....	44,007	40,777		9	84,793
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9).....	765,283	1,211,106	0	2,101	1,978,490

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums.....		
2. Applied to shorten the endowment or premium-paying period.....		
3. Applied to provide paid-up additions.....		
4. Applied to provide paid-up annuities.....		
5. Total Lines 1 through 4.....	0	0
6. Paid-in cash.....		
7. Left on deposit.....		
8. Aggregate write-ins for dividend or refund options.....	0	0
9. Total Lines 5 through 8.....	0	0
10. Amount due and unpaid.....		
11. Provision for dividends or refunds payable in the following calendar year.....		
12. Terminal dividends.....		
13. Provision for deferred dividend contracts.....		
14. Amount provisionally held for deferred dividend contracts not included in Line 13.....		
15. Total Lines 10 through 14.....	0	0
16. Total from prior year.....		
17. Total dividends or refunds (Lines 9 + 15 - 16).....	0	0

**NONE**

**DETAILS OF WRITE-INS**

0801.....		
0802.....		
0803.....		
0898. Summary of remaining write-ins for Line 8 from overflow page.....	0	0
0899. Totals (Line 0801 thru 0803 plus 0898) (Line 8 above).....	0	0

**EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS**

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
<b>Life Insurance:</b>					
0100001. 80 CSO 4.00% CRVM.....	7,901		7,901		
0100002. 80 CSO 4.50% CRVM.....	357,745		357,745		
0100003. 80 CSO 5.00% CRVM.....	58,613		58,613		
0100004. 80 CSO 5.50% CRVM.....	4,549		4,549		
0100005. 80 CET 4.50% NLP.....	1,851		1,851		
0100006. 2001 CSO 4.00% CRVM.....	164		164		
0100007. UNEARNED PREMIUM.....	316,147				316,147
0199997. Totals (Gross).....	746,970	0	430,823	0	316,147
0199999. Totals (Net).....	746,970	0	430,823	0	316,147
<b>Annuities (excluding supplementary contracts with life contingencies):</b>					
0200001. 83 GAM 5.75% DEF 90.....	272,852	XXX		XXX	272,852
0200002. 83 GAM 7.00% DEF 90.....	257,476	XXX		XXX	257,476
0200003. 83 GAM 7.75% DEF 90.....	181,523	XXX		XXX	181,523
0200004. 83 GAM 8.00% DEF 90.....	75,350	XXX		XXX	75,350
0200005. 83 GAM 7.75% IMM 92.....	6,764	XXX		XXX	6,764
0200006. 83 GAM 8.00% IMM 90.....	77,118	XXX		XXX	77,118
0299997. Totals (Gross).....	871,083	XXX	0	XXX	871,083
0299999. Totals (Net).....	871,083	XXX	0	XXX	871,083
<b>Disability - Disabled Lives:</b>					
0600001. 70 INTERCOMPANY DISA 3.00%.....	8,022,735				8,022,735
0600002. GROUP.....	988,830				988,830
0600003. 2005 Group Term Waiver Reserve 4.00%.....	366,680				366,680
0699997. Totals (Gross).....	9,378,245	0	0	0	9,378,245
0699998. Reinsurance ceded.....	1,457,769				1,457,769
0699999. Totals (Net).....	7,920,476	0	0	0	7,920,476
<b>Miscellaneous Reserves:</b>					
0700001. Immediate Claim Payment.....	9,807		9,807		
0700002. For non-deduction of deferred fractional premiums or return of premiums at the de.....	4,133		4,133		
0799997. Totals (Gross).....	13,940	0	13,940	0	0
0799999. Totals (Net).....	13,940	0	13,940	0	0
9999999. Totals (Net) - Page 3, Line 1.....	9,552,469	0	444,763	0	9,107,706

## EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts? Yes [ ] No [X]  
 1.2 If not, state which kind is issued..... NON-PARTICIPATING  
 2.1 Does the reporting entity at present issue both participating and non-participating contracts? Yes [ ] No [X]  
 2.2 If not, state which kind is issued..... NON-PARTICIPATING  
 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? Yes [ ] No [X]  
 If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.



4. Has the reporting entity any assessment or stipulated premium contracts in force? If so, state: Yes [ ] No [X]  
 4.1 Amount of insurance: \$.....  
 4.2 Amount of reserve: \$.....  
 4.3 Basis of reserve:  
 4.4 Basis of regular assessments:  
 4.5 Basis of special assessments:  
 4.6 Assessments collected during year: \$.....  
 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.  
 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [ ] No [X]  
 6.1 If so, state the amount of reserve on such contracts on the basis actually held: \$.....  
 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: \$.....  
 Attach statement of methods employed in their valuation.  
 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? Yes [ ] No [X]  
 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements: \$.....  
 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:  
 7.3 State the amount of reserves established for this business: \$.....  
 7.4 Identify where the reserves are reported in the blank.

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

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due To Change
	2 Changed From	3 Changed To	

NONE

**EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS**

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non-Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
<b>ACTIVE LIFE RESERVE</b>									
1. Unearned premium reserves.....	164,518	164,518							
2. Additional contract reserves (a).....	.0								
3. Additional actuarial reserves - Asset/Liability analysis.....	.0								
4. Reserve for future contingent benefits.....	.0								
5. Reserve for rate credits.....	.0								
6. Aggregate write-ins for reserves.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
7. Totals (Gross).....	164,518	164,518	.0	.0	.0	.0	.0	.0	.0
8. Reinsurance ceded.....	1,218	1,218							
9. Totals (Net).....	163,300	163,300	.0	.0	.0	.0	.0	.0	.0
<b>CLAIM RESERVE</b>									
10. Present value of amounts not yet due on claims.....	55,164,582	55,164,582							
11. Additional actuarial reserves - Asset/Liability analysis.....	.0								
12. Reserve for future contingent benefits.....	.0								
13. Aggregate write-ins for reserves.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
14. Totals (Gross).....	55,164,582	55,164,582	.0	.0	.0	.0	.0	.0	.0
15. Reinsurance ceded.....	4,114,324	4,114,324							
16. Totals (Net).....	51,050,258	51,050,258	.0	.0	.0	.0	.0	.0	.0
17. TOTALS (Net).....	51,213,558	51,213,558	.0	.0	.0	.0	.0	.0	.0
18. TABULAR FUND INTEREST.....	2,474,244	2,474,244							

**DETAILS OF WRITE-INS**

0601.....									
0602.....									
0603.....									
0698. Summary of remaining write-ins for Line 6 from overflow page.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above).....	.0	.0	.0	.0	.0	.0	.0	.0	.0
1301.....									
1302.....									
1303.....									
1398. Summary of remaining write-ins for Line 13 from overflow page.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
1399. Totals (Lines 1301 thru 1303 + 1398) (Line 13 above).....	.0	.0	.0	.0	.0	.0	.0	.0	.0

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

**EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS**

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance.....	885,625			885,625		
2. Deposits received during the year.....	359,867			359,867		
3. Investment earnings credited to the account.....	60,438			60,438		
4. Other net change in reserves.....	.0					
5. Fees and other charges assessed.....	.0					
6. Surrender charges.....	.0					
7. Net surrender or withdrawal payments.....	291,483			291,483		
8. Other net transfers to or (from) Separate Accounts.....	.0					
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	1,014,447	.0	.0	1,014,447	.0	.0
10. Reinsurance balance at the beginning of the year.....	.0					
11. Net change in reinsurance assumed.....	.0					
12. Net change in reinsurance ceded.....	.0					
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12).....	.0	.0	.0	.0	.0	.0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13).....	1,014,447	.0	.0	1,014,447	.0	.0

**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

PART 1 - Liability End of Current Year

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Due and unpaid:											
1.1 Direct.....	0										
1.2 Reinsurance assumed.....	0										
1.3 Reinsurance ceded.....	0										
1.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct.....	623,000						623,000				
2.12 Reinsurance assumed.....	0										
2.13 Reinsurance ceded.....	398,000						398,000				
2.14 Net.....	225,000	0	(b) 0	(b) 0	0	(b) 0	(b) 225,000	0	0	0	0
2.2 Other:											
2.21 Direct.....	18,850,483						618,201		18,232,282		
2.22 Reinsurance assumed.....	10,604								10,604		
2.23 Reinsurance ceded.....	1,488,858						20,000		1,468,858		
2.24 Net.....	17,372,229	0	(b) 0	(b) 0	0	(b) 0	(b) 598,201	0	(b) 16,774,028	(b) 0	(b) 0
3. Incurred but unreported:											
3.1 Direct.....	4,199,504						2,810,000		1,389,504		
3.2 Reinsurance assumed.....	0										
3.3 Reinsurance ceded.....	67,313								67,313		
3.4 Net.....	4,132,191	0	(b) 0	(b) 0	0	(b) 0	(b) 2,810,000	0	(b) 1,322,191	(b) 0	(b) 0
4. Totals:											
4.1 Direct.....	23,672,987	0	0	0	0	0	4,051,201	0	19,621,786	0	0
4.2 Reinsurance assumed.....	10,604	0	0	0	0	0	0	0	10,604	0	0
4.3 Reinsurance ceded.....	1,954,171	0	0	0	0	0	418,000	0	1,536,171	0	0
4.4 Net.....	21,729,420	(a) 0	(a) 0	0	0	0	(a) 3,633,201	0	18,096,219	0	0

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

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$.....0, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....7,920,476, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....51,050,258, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct.....	35,393,466		74,325			13,547,084	27,325	21,744,732			
1.2 Reinsurance assumed.....	51,340							51,340			
1.3 Reinsurance ceded.....	4,865,470					507,000		4,358,470			
1.4 Net..... (d)	30,579,336	0	74,325	0	0	13,040,084	27,325	17,437,602	0	0	
2. Liability December 31, current year from Part 1:											
2.1 Direct.....	23,672,987					4,051,201		19,621,786			
2.2 Reinsurance assumed.....	10,604							10,604			
2.3 Reinsurance ceded.....	1,954,171					418,000		1,536,171			
2.4 Net.....	21,729,420	0	0	0	0	3,633,201	0	18,096,219	0	0	
3. Amounts recoverable from reinsurers December 31, current year.....	474,086					210,375		263,711			
4. Liability December 31, prior year:											
4.1 Direct.....	22,629,509					4,064,250		18,565,259			
4.2 Reinsurance assumed.....	14,603							14,603			
4.3 Reinsurance ceded.....	2,799,129					409,250		2,389,879			
4.4 Net.....	19,844,983	0	0	0	0	3,655,000	0	16,189,983	0	0	
5. Amounts recoverable from reinsurers December 31, prior year.....	689,346					410,375		278,971			
6. Incurred benefits:											
6.1 Direct.....	36,436,944	0	74,325	0	0	13,534,035	27,325	22,801,259	0	0	
6.2 Reinsurance assumed.....	47,341	0	0	0	0	0	0	47,341	0	0	
6.3 Reinsurance ceded.....	3,805,252	0	0	0	0	315,750	0	3,489,502	0	0	
6.4 Net.....	32,679,033	0	74,325	0	0	13,218,285	27,325	19,359,098	0	0	

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

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

**EXHIBIT OF NONADMITTED ASSETS**

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			.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.....			.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.....			.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).....			.0
6. Contract loans.....			.0
7. Other invested assets (Schedule BA).....			.0
8. Receivables for securities.....			.0
9. Aggregate write-ins for invested assets.....	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	.0	.0	.0
11. Title plants (for Title insurers only).....			.0
12. Investment income due and accrued.....			.0
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection.....	.713	4,014	3,301
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.....			.0
14.3 Other amounts receivable under reinsurance contracts.....			.0
15. Amounts receivable relating to uninsured plans.....			.0
16.1 Current federal and foreign income tax recoverable and interest thereon.....			.0
16.2 Net deferred tax asset.....	2,348,434	2,043,868	(304,566)
17. Guaranty funds receivable or on deposit.....			.0
18. Electronic data processing equipment and software.....			.0
19. Furniture and equipment, including health care delivery assets.....	29,394	30,581	1,187
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0
21. Receivables from parent, subsidiaries and affiliates.....			.0
22. Health care and other amounts receivable.....			.0
23. Aggregate write-ins for other than invested assets.....	125,472	224,143	98,671
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	2,504,013	2,302,606	(201,407)
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0
26. TOTALS (Lines 24 and 25).....	2,504,013	2,302,606	(201,407)

**DETAILS OF WRITE-INS**

0901.....			.0
0902.....			.0
0903.....			.0
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.0	.0	.0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.0	.0	.0
2301. Prepaid pension costs and other expenses and suspense debits.....	125,472	224,143	98,671
2302.....			.0
2303.....			.0
2398. Summary of remaining write-ins for Line 23 from overflow page.....	.0	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	125,472	224,143	98,671