

QUARTERLY STATEMENT

OF THE

Beacon Mutual Insurance Company

of **Warwick**

in the state of **Rhode Island**

TO THE

Insurance Department

OF THE

STATE OF

State of Rhode Island

FOR THE QUARTER ENDED

September 30, 2019

PROPERTY AND CASUALTY

2019



24017201920100103

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2019
OF THE CONDITION AND AFFAIRS OF THE

The Beacon Mutual Insurance Company

NAIC Group Code 3490, 3490 NAIC Company Code 24017 Employer's ID Number 05-0458697

Organized under the Laws of Rhode Island, State of Domicile or Port of Entry RI
Country of Domicile US

Incorporated/Organized July 11, 1990 Commenced Business August 12, 1992
Statutory Home Office One Beacon Centre, Warwick, RI US 02886-1378

Main Administrative Office One Beacon Centre, Warwick, RI US 02886-1378 401-825-2667

Mail Address One Beacon Centre, Warwick, RI US 02886-1378

Primary Location of Books and Records One Beacon Centre, Warwick, RI US 02886-1378 401-825-2667

Internet Website Address www.beaconmutual.com

Statutory Statement Contact Ann Lazzareschi, 401-825-2621
alazzareschi@beaconmutual.com, 401-825-2659

OFFICERS

Table with 2 columns: Name, Title. Rows include Brian Joseph Spero (President & CEO), Amy Clark Vitale (Vice President, General Counsel & Assistant Secret), Cynthia Lee Lawlor (Chief Financial Officer).

VICE-PRESIDENTS

Table with 4 columns: Name, Title, Name, Title. Rows include Pamela Lee Alarie, Michael Dennis Lynch, James Wallace Moody Jr, David Michael Blair #, Robert Glenn DeOrsey, Rajani Mahadevan, Theresa Joanna Keegan.

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Title, Name, Title. Rows include Harry Robert Bacon, Raymond Christopher Coia, Brian Joseph Spero, Timothy Ludger Byrne, Melba Depena Affigne #, Linda D'Amario Rossi, Kate Coyne-McCoy, Bradford Alan Dean, Steven Issa.

State of Rhode Island

County of Kent ss

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

(Signature) Brian Joseph Spero, (Signature) Amy Clark Vitale, (Signature) Cynthia Lee Lawlor
(Printed Name) 1. President & CEO, 2. Vice President, General Counsel & Assistant Secret, 3. Chief Financial Officer
(Title)

Subscribed and sworn to before me this ___ day of ___, 2019

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

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|----------------------------|--|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 300,790,882 | | 300,790,882 | 304,273,942 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | 7,545,014 | | 7,545,014 | 8,670,981 |
| 2.2 Common stocks | 48,372,281 | | 48,372,281 | 35,488,747 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | | |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ 0 encumbrances) | 10,091,345 | | 10,091,345 | 10,371,176 |
| 4.2 Properties held for the production of income (less \$ 0 encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ 0 encumbrances) | | | | |
| 5. Cash (\$ 3,158,461), cash equivalents (\$ 15,434,039), and short-term investments (\$ 0) | 18,592,500 | | 18,592,500 | 14,344,714 |
| 6. Contract loans (including \$ 0 premium notes) | | | | |
| 7. Derivatives | | | | |
| 8. Other invested assets | 18,466 | | 18,466 | 19,344 |
| 9. Receivables for securities | 256,633 | | 256,633 | 984,957 |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 385,667,121 | | 385,667,121 | 374,153,861 |
| 13. Title plants less \$ 0 charged off (for Title insurers only) | | | | |
| 14. Investment income due and accrued | 2,649,889 | | 2,649,889 | 2,943,425 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 1,973,156 | 398,392 | 1,574,764 | 2,230,869 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 2,488,929 earned but unbilled premiums) | 28,672,132 | 20,223 | 28,651,909 | 38,294,545 |
| 15.3 Accrued retrospective premiums (\$ 0) and contracts subject to redetermination (\$ 0) | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 317,927 | | 317,927 | 278,153 |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | | |
| 17. Amounts receivable relating to uninsured plans | 659,175 | | 659,175 | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | | |
| 18.2 Net deferred tax asset | | | | |
| 19. Guaranty funds receivable or on deposit | | | | |
| 20. Electronic data processing equipment and software | 1,746,195 | 1,416,531 | 329,664 | 313,011 |
| 21. Furniture and equipment, including health care delivery assets (\$ 0) | 225,241 | 225,241 | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 47,562 | | 47,562 | 63,766 |
| 24. Health care (\$ 0) and other amounts receivable | | | | |
| 25. Aggregate write-ins for other than invested assets | 12,084,118 | 2,948,942 | 9,135,176 | 2,197,285 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 434,042,516 | 5,009,329 | 429,033,187 | 420,474,915 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Total (Lines 26 and 27) | 434,042,516 | 5,009,329 | 429,033,187 | 420,474,915 |

| DETAILS OF WRITE-IN LINES | | | | |
|---|------------|-----------|-----------|-----------|
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | | | | |
| 2501. Prepaid Expenses | 11,949,380 | 2,948,942 | 9,000,438 | 2,067,936 |
| 2502. SERP Account | 124,099 | | 124,099 | 108,860 |
| 2503. Miscellaneous Receivables | 10,639 | | 10,639 | 20,489 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 12,084,118 | 2,948,942 | 9,135,176 | 2,197,285 |

NONE

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 | 2 |
|--|---------------------------|----------------------------|
| | Current Statement Date | December 31, Prior Year |
| 1. Losses (current accident year \$ 42,870,932) | 156,388,593 | 156,013,160 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses | 4,936 | 8,786 |
| 3. Loss adjustment expenses | 23,318,267 | 24,006,297 |
| 4. Commissions payable, contingent commissions and other similar charges | 4,056,835 | 5,419,587 |
| 5. Other expenses (excluding taxes, licenses and fees) | 14,391,469 | 8,059,732 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 5,283,820 | 7,537,297 |
| 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 (after deducting unearned premiums for ceded reinsurance of \$ 70,934 and including warranty reserves of \$ 0 and accrued accident and health experience rating refunds including \$ 0 for medical loss ratio rebate per the Public Health Service Act) | 51,332,787 | 61,924,620 |
| 10. Advance premium | 1,799,274 | 2,878,036 |
| 11. Dividends declared and unpaid: | | |
| 11.1. Stockholders | | |
| 11.2. Policyholders | 5 | 3,182 |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 88,164 | 135,908 |
| 13. Funds held by company under reinsurance treaties | | |
| 14. Amounts withheld or retained by company for account of others | 1,096,880 | 234,874 |
| 15. Remittances and items not allocated | 66,327 | 39,168 |
| 16. Provision for reinsurance (including \$ 0 certified) | | |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | | |
| 18. Drafts outstanding | | |
| 19. Payable to parent, subsidiaries and affiliates | | |
| 20. Derivatives | | |
| 21. Payable for securities | | |
| 22. Payable for securities lending | | |
| 23. Liability for amounts held under uninsured plans | | |
| 24. Capital notes \$ 0 and interest thereon \$ 0 | | |
| 25. Aggregate write-ins for liabilities | 424,833 | 577,020 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 258,252,190 | 266,837,667 |
| 27. Protected cell liabilities | | |
| 28. Total liabilities (Lines 26 and 27) | 258,252,190 | 266,837,667 |
| 29. Aggregate write-ins for special surplus funds | | |
| 30. Common capital stock | | |
| 31. Preferred capital stock | | |
| 32. Aggregate write-ins for other than special surplus funds | 20,758,685 | 20,758,685 |
| 33. Surplus notes | | |
| 34. Gross paid in and contributed surplus | | |
| 35. Unassigned funds (surplus) | 150,022,312 | 132,878,563 |
| 36. Less treasury stock, at cost: | | |
| 36.1. 0 shares common (value included in Line 30 \$ 0) | | |
| 36.2. 0 shares preferred (value included in Line 31 \$ 0) | | |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) | 170,780,997 | 153,637,248 |
| 38. Totals (Page 2, Line 28, Col. 3) | 429,033,187 | 420,474,915 |

| DETAILS OF WRITE-IN LINES | | |
|---|-------------|------------|
| 2501. Deferred Gain - CH Investments | 293,845 | 298,285 |
| 2502. Miscellaneous Liabilities | 130,988 | 278,735 |
| 2503. | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 424,833 | 577,020 |
| 2901. | | |
| 2902. | NONE | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | | |
| 2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) | | |
| 3201. Capital assessment by RI Dept of Labor to provide residual market | 20,758,685 | 20,758,685 |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | | |
| 3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above) | 20,758,685 | 20,758,685 |

STATEMENT OF INCOME

| | 1 | 2 | 3 |
|---|-------------------------|-----------------------|---------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| UNDERWRITING INCOME | | | |
| 1. Premiums earned: | | | |
| 1.1 Direct (written \$ 83,424,513) | 92,310,948 | 92,377,301 | 122,669,169 |
| 1.2 Assumed (written \$ 1,629,665) | 3,335,062 | 4,110,308 | |
| 1.3 Ceded (written \$ 4,144,959) | 4,144,959 | 4,149,335 | |
| 1.4 Net (written \$ 80,909,219) | 91,501,051 | 92,338,274 | 122,669,169 |
| DEDUCTIONS: | | | |
| 2. Losses incurred (current accident year \$ 53,110,201): | | | |
| 2.1 Direct | 49,678,466 | 62,591,863 | 74,760,399 |
| 2.2 Assumed | 1,369,089 | 2,340,878 | |
| 2.3 Ceded | 781,594 | 10,427,099 | |
| 2.4 Net | 50,265,961 | 54,505,642 | 74,760,399 |
| 3. Loss adjustment expenses incurred | 14,438,579 | 16,419,982 | 20,833,857 |
| 4. Other underwriting expenses incurred | 26,577,932 | 26,543,232 | 36,956,872 |
| 5. Aggregate write-ins for underwriting deductions | | | |
| 6. Total underwriting deductions (Lines 2 through 5) | 91,282,472 | 97,468,856 | 132,551,128 |
| 7. Net income of protected cells | | | |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7) | 218,579 | (5,130,582) | (9,881,959) |
| INVESTMENT INCOME | | | |
| 9. Net investment income earned | 9,691,324 | 9,292,395 | 12,673,123 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 0 | 4,039,719 | 2,213,633 | 2,072,838 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 13,731,043 | 11,506,028 | 14,745,961 |
| OTHER INCOME | | | |
| 12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 919,934 amount charged off \$ 287,127) | (632,807) | (537,207) | (782,133) |
| 13. Finance and service charges not included in premiums | 86,775 | 108,929 | 138,525 |
| 14. Aggregate write-ins for miscellaneous income | 994 | (23,084) | (40,048) |
| 15. Total other income (Lines 12 through 14) | (545,038) | (451,362) | (683,656) |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 13,404,584 | 5,924,084 | 4,180,346 |
| 17. Dividends to policyholders | | | |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | 13,404,584 | 5,924,084 | 4,180,346 |
| 19. Federal and foreign income taxes incurred | | | |
| 20. Net income (Line 18 minus Line 19) (to Line 22) | 13,404,584 | 5,924,084 | 4,180,346 |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 21. Surplus as regards policyholders, December 31 prior year | 153,637,248 | 152,992,329 | 152,992,329 |
| 22. Net income (from Line 20) | 13,404,584 | 5,924,084 | 4,180,346 |
| 23. Net transfers (to) from Protected Cell accounts | | | |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0 | 4,448,243 | (1,244,328) | (4,957,330) |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | | |
| 26. Change in net deferred income tax | | | |
| 27. Change in nonadmitted assets | (709,078) | 1,476,552 | 1,418,903 |
| 28. Change in provision for reinsurance | | 3,000 | 3,000 |
| 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 | | | |
| 33.2 Transferred to capital (Stock Dividend) | | | |
| 33.3 Transferred from capital | | | |
| 34. Net remittances from or (to) Home Office | | | |
| 35. Dividends to stockholders | | | |
| 36. Change in treasury stock | | | |
| 37. Aggregate write-ins for gains and losses in surplus | | | |
| 38. Change in surplus as regards policyholders (Lines 22 through 37) | 17,143,749 | 6,159,308 | 644,919 |
| 39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38) | 170,780,997 | 159,151,637 | 153,637,248 |

| DETAILS OF WRITE-IN LINES | | | |
|---|-------|----------|----------|
| 0501. | | | |
| 0502. | | | |
| 0503. | | | |
| 0598. Summary of remaining write-ins for Line 05 from overflow page | | | |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 05 above) | | | |
| 1401. Gain (Loss) on Disposal of Assets | 1,745 | 35,322 | 550 |
| 1402. Impairment Recovery - Subsidiary | | 550 | 35,322 |
| 1403. Retroactive Reinsurance Gain (Loss) | | (58,956) | (35,162) |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | (751) | | (40,758) |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | 994 | (23,084) | (40,048) |
| 3701. | | | |
| 3702. | | | |
| 3703. | | | |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | | | |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) | | | |

CASH FLOW

| | 1 | 2 | 3 |
|--|-------------------------|-----------------------|---------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| Cash from Operations | | | |
| 1. Premiums collected net of reinsurance | 90,145,944 | 89,373,123 | 121,632,809 |
| 2. Net investment income | 10,894,918 | 10,286,006 | 13,917,584 |
| 3. Miscellaneous income | (545,038) | (451,362) | (683,656) |
| 4. Total (Lines 1 to 3) | 100,495,824 | 99,207,767 | 134,866,737 |
| 5. Benefit and loss related payments | 49,928,019 | 41,981,657 | 59,470,241 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 39,627,422 | 46,027,750 | 56,555,771 |
| 8. Dividends paid to policyholders | 3,177 | 358,087 | 392,418 |
| 9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses) | | | |
| 10. Total (Lines 5 through 9) | 89,558,618 | 88,367,494 | 116,418,430 |
| 11. Net cash from operations (Line 4 minus Line 10) | 10,937,206 | 10,840,273 | 18,448,307 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 45,408,698 | 53,828,477 | 57,697,146 |
| 12.2 Stocks | 59,747,283 | 38,670,353 | 50,660,133 |
| 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 | 728,324 | | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 105,884,305 | 92,498,830 | 108,357,279 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 40,383,846 | 38,752,138 | 45,001,650 |
| 13.2 Stocks | 65,190,371 | 66,336,502 | 77,891,184 |
| 13.3 Mortgage loans | | | |
| 13.4 Real estate | | 7,260 | 7,260 |
| 13.5 Other invested assets | | | |
| 13.6 Miscellaneous applications | | 480,794 | 630,033 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 105,574,217 | 105,576,694 | 123,530,127 |
| 14. Net increase (or decrease) in contract loans and premium notes | | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | 310,088 | (13,077,864) | (15,172,848) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | | | |
| 16.2 Capital and paid in surplus, less treasury stock | | | |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | | |
| 16.5 Dividends to stockholders | | | |
| 16.6 Other cash provided (applied) | (6,999,508) | (771,740) | (559,424) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | (6,999,508) | (771,740) | (559,424) |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | 4,247,786 | (3,009,331) | 2,716,035 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 14,344,714 | 11,628,679 | 11,628,679 |
| 19.2 End of period (Line 18 plus Line 19.1) | 18,592,500 | 8,619,348 | 14,344,714 |

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

| | | | |
|---------|--|--|--|
| 20.0001 | | | |
| 20.0002 | | | |
| 20.0003 | | | |

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of The Beacon Mutual Insurance Company (the "Company") have been prepared in conformity with insurance accounting practices prescribed or permitted by the Rhode Island Department of Business Regulation-Insurance Division. The State of Rhode Island requires insurance companies domiciled in the State of Rhode Island to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual.

SSAP 97 requires investments in subsidiaries to be carried at the entity's underlying audited statutory equity. As the Castle Hill Insurance subsidiary ("Castle Hill") has been inactive since its inception, the State of Rhode Island has granted the subsidiary an exemption from filing audited financial statements. As such, the State of Rhode Island has also granted a permitted practice to allow Castle Hill to be recorded on the Company's balance sheet as an invested asset at its unaudited statutory equity value.

A summary of the impact of the permitted practices on the Company's net income and surplus as a result of recording Castle Hill as an invested asset is estimated to be as follows:

| | SSAP # | F/S Page | F/S Line # | 9/30/2019 | 12/31/2018 |
|---------------------------------|--------|-------------|---------------|----------------------|----------------------|
| <u>NET INCOME</u> | | | | | |
| Rhode Island Basis | 97 | 4 | 20 | \$ 13,404,584 | \$ 4,180,346 |
| State Permitted Practice: | | | | | |
| Value of Castle Hill Subsidiary | | | | | |
| NAIC SAP | 97 | 4 | 20 | <u>\$ 13,404,584</u> | <u>\$ 4,180,346</u> |
| <u>SURPLUS</u> | | | | | |
| Rhode Island Basis | 97 | 3 | 37 | \$170,780,997 | \$153,637,248 |
| State Permitted Practice: | | | | | |
| Value of Castle Hill Subsidiary | | | | \$ (1,440,613) | \$ (1,411,477) |
| NAIC SAP | 97 | 3 | 37 | <u>\$169,340,384</u> | <u>\$152,225,771</u> |

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

No Change

C. Accounting Policies

1. No change.
2. Bonds not backed by other loans are stated at amortized value using the interest method. Non-investment grade bonds are stated at the lower of amortized value or fair market value.
- 3-5 No change.
6. Loan-backed securities are stated at amortized value. The retrospective adjustment method is used to value all loan-backed securities.
- 7-13 No change.

D. Going Concern

Not applicable.

2. Accounting Changes and Corrections of Errors

Not applicable

3. Business Combinations and Goodwill

Not applicable

NOTES TO FINANCIAL STATEMENTS

4. Discontinued Operations

Not applicable

5. Investments

A-C No change.

D. Loan-Backed Securities

1. Prepayment assumptions for single class and multi-class mortgage backed/asset-backed securities were obtained from an external investment manager.

2. The Company did not recognize any other-than-temporary impairments on loan back or structured securities during the third quarter of 2019.

3. Not applicable.

4. The following summarizes gross unrealized investment losses on loan-backed and structured securities by the length of time that securities have continuously been in an unrealized loss position.

| | | |
|---|--|--------------------|
| a. The aggregate amount of unrealized losses: | | |
| 1. Less than 12 Months | | \$ (818,224) |
| 2. 12 Months or Longer | | <u>(1,080,075)</u> |
| | | (1,898,299) |

| | | |
|---|--|-------------------|
| b. The aggregate related fair value of securities with unrealized losses: | | |
| 1. Less than 12 Months | | \$25,640,766 |
| 2. 12 Months or Longer | | <u>26,726,968</u> |
| | | 52,367,734 |

5. All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether an other-than-temporary impairment should be recognized. For those securities in an unrealized loss position as of September 30, 2019, the Company has not made a decision to sell any such securities. The Company evaluated its cash flow requirements and believes that its liquidity is adequate and it will not be required to sell these securities before recovery of their cost basis. As of September 30, 2019, the Company can attest that it has the intent and believes that it has the ability to hold these securities long enough to allow the cost basis of these securities to be recovered. The conclusions are determined by a detailed analysis of the underlying credit and cash flows on each security. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities held at September 30, 2019 if future events, information, and the passage of time cause it to conclude that declines in value are other than temporary.

E. Repurchase Agreements

Not applicable.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

I. Reverse Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

J-L No change.

NOTES TO FINANCIAL STATEMENTS

M. Working Capital Finance Investments

Not applicable.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O-R No change.

6. Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

7. Investment Income

No change.

8. Derivative Instruments

Not applicable.

9. Income Taxes

No change.

10. Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

11. Debt

A. No change.

B. FHLB (Federal Home Loan Bank) Agreements

1. The Company is a member of the Federal Home Loan Bank (FHLB) of Boston. Through its membership, the Company has the ability to conduct business activity (borrowings) with the FHLB. It is part of the Company's strategy to utilize these funds as backup liquidity if necessary.

2. FHLB Capital Stock - Aggregate Totals

The Company holds 2,312 shares of Membership stock – Class B at \$100 par value, totaling \$231,200. None of the stock is eligible for redemption.

3. Collateral Pledged to FHLB

There is no collateral pledged to the FHLB as of September 30, 2019.

4. Borrowing from FHLB

There have no been borrowings from the FHLB as of September 30, 2019.

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

A. Defined Benefit Plan

The Company has no defined benefit plans.

B-I No significant change.

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

No significant change.

14. Contingencies

No significant change.

15. Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

16. Information About Financial Instruments With Off-Balance Sheet Risk

Not applicable.

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

Not applicable.

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

No significant change.

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

Not applicable.

20. Fair Value Measurement

A. Inputs Used for Assets and Liabilities Measured at Fair Value

1) Fair Value Measurements by Levels 1, 2 and 3

The Company has categorized its assets and liabilities that are measured at fair value into the three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows:

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

Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, prepayment speeds, spreads and yield curves.

Level 3 - Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

The Company elects to use NAV for open-end Mutual Funds in lieu of fair value as NAV is more readily available.

The following table provides information about the Company's financial assets and liabilities measured at fair value:

| | September 30, 2019 | | | | | |
|---|--------------------|---------------|-----------------|-------------|--------------------------|---------------------|
| | | Level 1 | Level 2 | Level 3 | Net Asset Value (NAV) | Total Fair Value |
| Assets at Fair Value (in 000's) | | | | | | |
| Bonds & Debt Securities | \$ | - | \$ 1,800 | - | \$ - | \$ 1,800 |
| Cash Equivalents | | 15,434 | | | - | 15,434 |
| Preferred Stock | | - | 4,338 | - | - | 4,338 |
| Common Stock - Industrial & Miscellaneous | | 24,817 | | | | 24,817 |
| Common Stock - Mutual Funds | | 11,944 | - | - | 9,940 | 21,884 |
| Total Assets at Fair Value | \$ | 52,195 | \$ 6,138 | \$ - | \$ 9,940 | \$ 68,273 |

NOTES TO FINANCIAL STATEMENTS

2) Rollforward of Level 3 Items

The Company has no material assets or liabilities measured at fair value in the Level 3 category.

3) Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4) Inputs and Techniques Used for Level 2 and Level 3 Fair Values

The Company has no assets or liabilities measured at fair value in the Level 3 category.

The Company's investments in bond and debt securities and preferred stock reported at fair value are classified in Level 2. Fair values of the investments reported in this category are provided by independent pricing services. Where independent pricing services provide fair values, the Company has obtained an understanding of the methods, models and inputs used in pricing and has controls in place to validate that the amounts provided represent current fair values.

Typical inputs to models used by independent pricing services include but are not limited to benchmark yields, reported trades, broker-dealer quotes, issuer spreads, benchmark securities, bids, offers, reference data, and industry and economic events. Because some preferred and common stocks do not trade daily, independent pricing services regularly derive fair values using recent trades of securities with similar features. When recent trades are not available, pricing models are used to estimate the fair values of securities by discounting future cash flows at estimated market interest rates.

5) Derivavative Fair Values

Not applicable.

B. Other Fair Value Disclosures

Not applicable.

C. Fair Value Level

The following table provides information about the Company's financial assets and liabilities, including those measured at other than fair value in the Statements of Admitted Assets, Liabilities, and Policyholders' Surplus.

| | September 30, 2019 | | | | | | |
|---|--------------------|-------------------|-------------|--------------------------|-------------------------|--------------------|--|
| | Level 1 | Level 2 | Level 3 | Net Asset Value (NAV) | Aggregate Fair Value | Admitted Assets | |
| Assets at Fair Value (in 000's) | | | | | | | |
| Bonds and Debt Securities | \$ 9,368 | \$ 309,722 | \$ - | \$ - | \$ 319,090 | \$ 300,791 | |
| Cash Equivalents | 15,434 | - | - | - | 15,434 | 15,434 | |
| Preferred Stock | - | 7,789 | - | - | 7,789 | 7,545 | |
| Common Stock - Industrial & Miscellaneous | 24,817 | 231 | | | 25,048 | 25,048 | |
| Common Stock - Mutual Funds | 11,944 | - | | 9,940 | 21,884 | 21,884 | |
| Total Assets at Fair Value | \$ 61,563 | \$ 317,742 | \$ - | \$ 9,940 | \$ 389,245 | \$ 370,702 | |

D. Not Practical to Estimate Fair Values

Not applicable.

E. NAV Practical Expedient Investments

The Company elects to use NAV for open-end Mutual Funds in lieu of fair value as NAV is more readily available.

NOTES TO FINANCIAL STATEMENTS

21. Other Items

No significant changes.

22. Events Subsequent

No change.

23. Reinsurance

A. Reinsurance Assumed and Ceded and Protected Cells

All reinsurance premiums are paid on earned premium; therefore, return commission is zero. At September 30, 2019, the unearned premium reserves for direct and assumed premiums were \$48,828,692 and \$904,032, respectively. The unearned premium reserve for ceded premiums was \$70,934 at September 30, 2019.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

No significant change.

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 decreased by \$3,128,000 during 2019. Increases (or decreases) of this nature take place as the result of ongoing claims activity and the review of claim reserves as additional information becomes available.

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

No change.

28. Health Care Receivables

Not applicable.

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserves

No change.

31. High Deductibles

Not applicable.

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

Not applicable.

33. Asbestos/Environmental Reserves

No change.

34. Subscriber Savings Accounts

Not applicable.

35. Multiple Peril Crop Insurance

Not applicable.

36. Financial Guaranty Insurance

Not applicable.

GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

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

2.2 If yes, date of change: _____

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []

If yes, complete Schedule Y, Parts 1, and 1A.

3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]

3.3 If the response to 3.2 is yes, provide a brief description of those changes.

3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]

3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group _____

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]

If yes, complete and file the merger history data file with the NAIC for the annual filing corresponding to this period.

4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1 Name of Entity | 2 NAIC Company Code | 3 State of Domicile |
|---------------------|------------------------|------------------------|
| | | |
| | | |

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [] N/A [X]
 If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. _____ 12/31/2015 _____

6.2 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. _____ 12/31/2015 _____

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). _____ 04/05/2017 _____

6.4 By what department or departments?
 Department of Business Regulation, State of Rhode Island

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

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

GENERAL INTERROGATORIES

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

7.2 If yes, give full information

.....

.....

.....

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

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

.....

.....

.....

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

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

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

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules, and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code. Yes [X] No []

9.11 If the response to 9.1 is No, please explain:

.....

.....

.....

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

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

.....

.....

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

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

.....

.....

.....

FINANCIAL

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

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

GENERAL INTERROGATORIES

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ _____

13. Amount of real estate and mortgages held in short-term investments: \$ _____

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No []

14.2 If yes, please complete the following:

| | 1 | 2 |
|--|---|--|
| | Prior Year-End Book/Adjusted Carrying Value | Current Quarter Book/Adjusted Carrying Value |
| 14.21 Bonds | \$ _____ | \$ _____ |
| 14.22 Preferred Stock | \$ _____ | \$ _____ |
| 14.23 Common Stock | \$ 1,411,477 | \$ 1,440,613 |
| 14.24 Short-Term Investments | \$ _____ | \$ _____ |
| 14.25 Mortgage Loans on Real Estate | \$ _____ | \$ _____ |
| 14.26 All Other | \$ _____ | \$ _____ |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$ 1,411,477 | \$ 1,440,613 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$ _____ | \$ _____ |

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

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

16. For the reporting entity's security lending program, state the amount of the following as current statement date:

| | |
|--|----------|
| 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 | \$ _____ |
| 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 | \$ _____ |
| 16.3 Total payable for securities lending reported on the liability page | \$ _____ |

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

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

| 1 Name of Custodian(s) | 2 Custodian Address |
|---|---|
| Bank of America, National Association | 135 South LaSalle Street, Chicago, IL 60603 |
| | |

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

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

GENERAL INTERROGATORIES

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes [] No [X]

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

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

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

| 1 Name of Firm or Individual | 2 Affiliation |
|---------------------------------|------------------|
| New England Asset Management | U |
| | |

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets?

Yes [X] No []

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes [X] No []

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

| 1 Central Registration Depository Number | 2 Name of Firm or Individual | 3 Legal Entity Identifier (LEI) | 4 Registered With | 5 Investment Management Agreement (IMA) Filed |
|--|------------------------------------|---------------------------------------|--------------------------------|---|
| 105900 | New England Asset Management | KUR85E5PS4GQFZTFC130 | Securities Exchange Commission | No |
| | | | | |

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

Yes [X] No []

18.2 If no, list exceptions:

.....

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities?

Yes [] No [X]

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

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

Has the reporting entity self-designated PLGI securities?

Yes [] No [X]

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [] N/A [X]
 If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
 If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

| 1 Line of Business | 2 Maximum Interest | 3 Discount Rate | TOTAL DISCOUNT | | | | DISCOUNT TAKEN DURING PERIOD | | | |
|-----------------------|-----------------------|--------------------|--------------------|-----------------|-----------|------------|------------------------------|-----------------|------------|-------------|
| | | | 4 Unpaid Losses | 5 Unpaid LAE | 6 IBNR | 7 TOTAL | 8 Unpaid Losses | 9 Unpaid LAE | 10 IBNR | 11 TOTAL |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| TOTAL | | | | | | | | | | |

5. Operating Percentages:
 5.1. A&H loss percent _____ %
 5.2. A&H cost containment percent _____ %
 5.3. A&H expense percent excluding cost containment expenses _____ %

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

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

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

6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ _____

7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []

7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity Yes [] No []

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

| 1 NAIC Company Code | 2 ID Number | 3 Name of Reinsurer | 4 Domiciliary Jurisdiction | 5 Type of Reinsurer | 6 Certified Reinsurer Rating (1 through 6) | 7 Effective Date of Certified Reinsurer Rating |
|---------------------------|----------------|--------------------------------------|----------------------------------|------------------------------|--|--|
| | | U.S. Insurers | | | | |
| 10357 | 52-1952955 | Renaissance Reinsurance US Inc (3UW) | NY | Authorized | | |
| | | All Other Insurers | | | | |
| 0 | AA1120102 | Lloyd's Syndicate 1458 (RNR) | UK | Authorized | | |

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year To Date - Allocated by States and Territories

| States, Etc. | 1 Active Status (a) | Direct Premiums Written | | Direct Losses Paid (Deducting Salvage) | | Direct Losses Unpaid | | |
|------------------------------|------------------------------|------------------------------|----------------------------|--|----------------------------|------------------------------|----------------------------|-------------|
| | | 2 Current Year to Date | 3 Prior Year to Date | 4 Current Year to Date | 5 Prior Year to Date | 6 Current Year to Date | 7 Prior Year to Date | |
| 1. Alabama | AL | N | | | | | | |
| 2. Alaska | AK | N | | | | | | |
| 3. Arizona | AZ | N | | | | | | |
| 4. Arkansas | AR | N | | | | | | |
| 5. California | CA | N | | | | | | |
| 6. Colorado | CO | N | | | | | | |
| 7. Connecticut | CT | N | | | | | | |
| 8. Delaware | DE | N | | | | | | |
| 9. District of Columbia | DC | N | | | | | | |
| 10. Florida | FL | N | | | | | | |
| 11. Georgia | GA | N | | | | | | |
| 12. Hawaii | HI | N | | | | | | |
| 13. Idaho | ID | N | | | | | | |
| 14. Illinois | IL | N | | | | | | |
| 15. Indiana | IN | N | | | | | | |
| 16. Iowa | IA | N | | | | | | |
| 17. Kansas | KS | N | | | | | | |
| 18. Kentucky | KY | N | | | | | | |
| 19. Louisiana | LA | N | | | | | | |
| 20. Maine | ME | N | | | | | | |
| 21. Maryland | MD | N | | | | | | |
| 22. Massachusetts | MA | L | | | | | | |
| 23. Michigan | MI | N | | | | | | |
| 24. Minnesota | MN | N | | | | | | |
| 25. Mississippi | MS | N | | | | | | |
| 26. Missouri | MO | N | | | | | | |
| 27. Montana | MT | N | | | | | | |
| 28. Nebraska | NE | N | | | | | | |
| 29. Nevada | NV | N | | | | | | |
| 30. New Hampshire | NH | N | | | | | | |
| 31. New Jersey | NJ | N | | | | | | |
| 32. New Mexico | NM | N | | | | | | |
| 33. New York | NY | N | | | | | | |
| 34. North Carolina | NC | N | | | | | | |
| 35. North Dakota | ND | N | | | | | | |
| 36. Ohio | OH | N | | | | | | |
| 37. Oklahoma | OK | N | | | | | | |
| 38. Oregon | OR | N | | | | | | |
| 39. Pennsylvania | PA | N | | | | | | |
| 40. Rhode Island | RI | L | 83,424,513 | 82,904,327 | 48,663,783 | 49,297,929 | 167,506,749 | 164,773,417 |
| 41. South Carolina | SC | N | | | | | | |
| 42. South Dakota | SD | N | | | | | | |
| 43. Tennessee | TN | N | | | | | | |
| 44. Texas | TX | N | | | | | | |
| 45. Utah | UT | N | | | | | | |
| 46. Vermont | VT | N | | | | | | |
| 47. Virginia | VA | N | | | | | | |
| 48. Washington | WA | N | | | | | | |
| 49. West Virginia | WV | N | | | | | | |
| 50. Wisconsin | WI | N | | | | | | |
| 51. Wyoming | WY | N | | | | | | |
| 52. American Samoa | AS | N | | | | | | |
| 53. Guam | GU | N | | | | | | |
| 54. Puerto Rico | PR | N | | | | | | |
| 55. U.S. Virgin Islands | VI | N | | | | | | |
| 56. Northern Mariana Islands | MP | N | | | | | | |
| 57. Canada | CAN | N | | | | | | |
| 58. Aggregate Other Alien | OT | X X X | | | | | | |
| 59. Totals | X X X | | 83,424,513 | 82,904,327 | 48,663,783 | 49,297,929 | 167,506,749 | 164,773,417 |

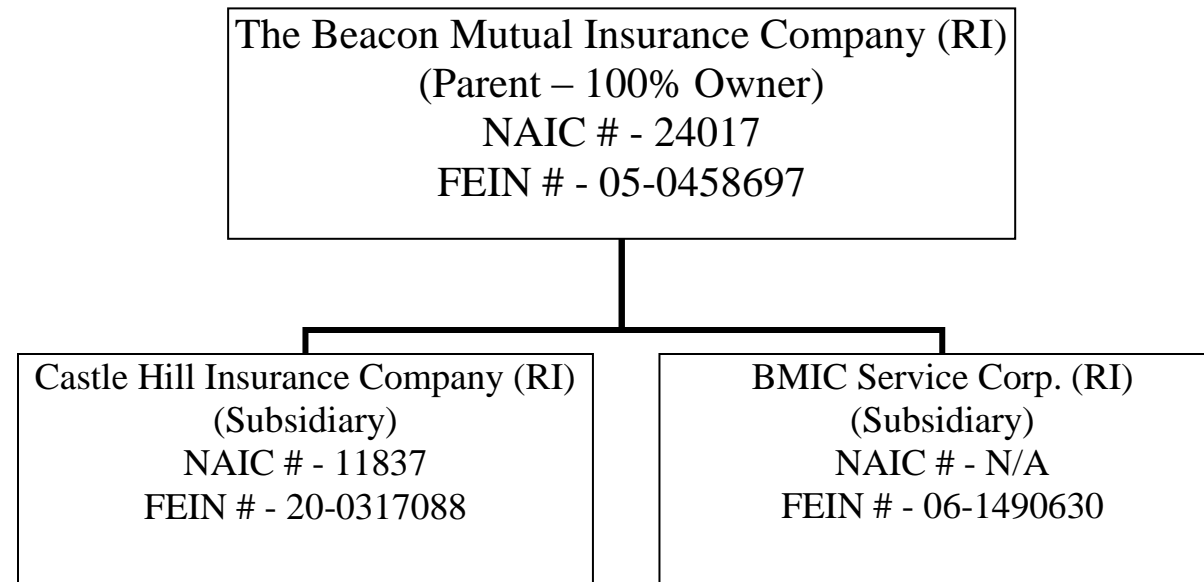
| DETAILS OF WRITE-INS | | | | | | | |
|----------------------|---|-------|--|--|--|--|--|
| 58001. | | X X X | | | | | |
| 58002. | | X X X | | | | | |
| 58003. | | X X X | | | | | |
| 58998. | Summary of remaining write-ins for Line 58 from overflow page | X X X | | | | | |
| 58999. | Totals (Lines 58001 through 58003 plus 58998) (Line 58 above) | X X X | | | | | |

NONE

- (a) Active Status Counts
- L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG 2
 - E - Eligible - Reporting entities eligible or approved to write surplus lines in the state _____
 - D - Domestic Surplus Lines Insurer (DSL) - Reporting entities authorized to write surplus lines in the state of domicile _____
 - R - Registered - Non-domiciled RRGs _____
 - Q - Qualified - Qualified or accredited reinsurer _____
 - N - None of the above - Not allowed to write business in the state (other than their state of domicile - See DSLI) 55

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

PART 1 - ORGANIZATIONAL CHART



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|------------|-------------------------------|-------------------|------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----------------------------------|----|
| Group Code | Group Name | NAIC Company Code | ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | Is an SCA Filing Required? (Y/N) | * |
| 3490 | Beacon Mutual Insurance Group | 24017 | 05-0458697 | | | | Beacon Mutual Insurance Company | RI | | | | | | N | |
| 3490 | Beacon Mutual Insurance Group | 11837 | 20-0317088 | | | | Castle Hill Insurance Company | RI | DS | Beacon Mutual Insurance Company | Ownership | 100.000 | Beacon Mutual Insurance Company | N | |
| | | 00000 | 06-1490630 | | | | BMIC Service Corp | RI | DS | Beacon Mutual Insurance Company | Ownership | 100.000 | Beacon Mutual Insurance Company | Y | |

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| Asterik | Explanation |
|---------|-------------|
| | NONE |

PART 1 – LOSS EXPERIENCE

| Lines of Business | Current Year to Date | | | 4 Prior Year to Date Direct Loss Percentage |
|---|--------------------------------|--------------------------------|--------------------------------|--|
| | 1 Direct Premiums Earned | 2 Direct Losses Incurred | 3 Direct Loss Percentage | |
| 1. Fire | | | | |
| 2. Allied lines | | | | |
| 3. Farmowners multiple peril | | | | |
| 4. Homeowners multiple peril | | | | |
| 5. Commercial multiple peril | | | | |
| 6. Mortgage guaranty | | | | |
| 8. Ocean marine | | | | |
| 9. Inland marine | | | | |
| 10. Financial guaranty | | | | |
| 11.1 Medical professional liability-occurrence | | | | |
| 11.2 Medical professional liability-claims made | | | | |
| 12. Earthquake | | | | |
| 13. Group accident and health | | | | |
| 14. Credit accident and health | | | | |
| 15. Other accident and health | | | | |
| 16. Workers' compensation | 92,310,948 | 49,678,466 | 53.8 | 67.8 |
| 17.1 Other liability-occurrence | | | | |
| 17.2 Other liability-claims made | | | | |
| 17.3 Excess Workers' Compensation | | | | |
| 18.1 Products liability-occurrence | | | | |
| 18.2 Products liability-claims made | | | | |
| 19.1, 19.2 Private passenger auto liability | | | | |
| 19.3, 19.4 Commercial auto liability | | | | |
| 21. Auto physical damage | | | | |
| 22. Aircraft (all perils) | | | | |
| 23. Fidelity | | | | |
| 24. Surety | | | | |
| 26. Burglary and theft | | | | |
| 27. Boiler and machinery | | | | |
| 28. Credit | | | | |
| 29. International | | | | |
| 30. Warranty | | | | |
| 31. Reinsurance-Nonproportional Assumed Property | XXX | XXX | XXX | XXX |
| 32. Reinsurance-Nonproportional Assumed Liability | XXX | XXX | XXX | XXX |
| 33. Reinsurance-Nonproportional Assumed Financial Lines | XXX | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | | | | |
| 35. TOTALS | 92,310,948 | 49,678,466 | 53.8 | 67.8 |

| DETAILS OF WRITE-INS | | | |
|---|-------------|--|--|
| 3401. | NONE | | |
| 3402. | | | |
| 3403. | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34) | | | |

PART 2 – DIRECT PREMIUMS WRITTEN

| Lines of Business | 1 Current Quarter | 2 Current Year to Date | 3 Prior Year Year to Date |
|---|-------------------------|------------------------------|---------------------------------|
| 1. Fire | | | |
| 2. Allied lines | | | |
| 3. Farmowners multiple peril | | | |
| 4. Homeowners multiple peril | | | |
| 5. Commercial multiple peril | | | |
| 6. Mortgage guaranty | | | |
| 8. Ocean marine | | | |
| 9. Inland marine | | | |
| 10. Financial guaranty | | | |
| 11.1 Medical professional liability-occurrence | | | |
| 11.2 Medical professional liability-claims made | | | |
| 12. Earthquake | | | |
| 13. Group accident and health | | | |
| 14. Credit accident and health | | | |
| 15. Other accident and health | | | |
| 16. Workers' compensation | 27,214,163 | 83,424,513 | 82,904,327 |
| 17.1 Other liability-occurrence | | | |
| 17.2 Other liability-claims made | | | |
| 17.3 Excess Workers' Compensation | | | |
| 18.1 Products liability-occurrence | | | |
| 18.2 Products liability-claims made | | | |
| 19.1, 19.2 Private passenger auto liability | | | |
| 19.3, 19.4 Commercial auto liability | | | |
| 21. Auto physical damage | | | |
| 22. Aircraft (all perils) | | | |
| 23. Fidelity | | | |
| 24. Surety | | | |
| 26. Burglary and theft | | | |
| 27. Boiler and machinery | | | |
| 28. Credit | | | |
| 29. International | | | |
| 30. Warranty | | | |
| 31. Reinsurance-Nonproportional Assumed Property | XXX | XXX | XXX |
| 32. Reinsurance-Nonproportional Assumed Liability | XXX | XXX | XXX |
| 33. Reinsurance-Nonproportional Assumed Financial Lines | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | | | |
| 35. TOTALS | 27,214,163 | 83,424,513 | 82,904,327 |

| DETAILS OF WRITE-INS | | | |
|---|-------------|--|--|
| 3401. | NONE | | |
| 3402. | | | |
| 3403. | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34) | | | |

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 |
|--------------------------------|---|---|--|--|--|---|---|--|------------------------------------|---|--|--|--|
| Years in Which Losses Occurred | Prior Year-End Known Case Loss and LAE Reserves | Prior Year-End IBNR Loss and LAE Reserves | Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2) | 2019 Loss and LAE Payments on Claims Reported as of Prior Year-End | 2019 Loss and LAE Payments on Claims Unreported as of Prior Year-End | Total 2019 Loss and LAE Payments (Cols 4 + 5) | Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End | Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End | Q.S. Date IBNR Loss & LAE Reserves | Total Q.S. Loss and LAE Reserves (Cols 7 + 8 + 9) | Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 - 1) | Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 - 2) | Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12) |
| 1. 2016 + prior | 64,719 | 18,903 | 83,622 | 15,655 | | 15,655 | 52,322 | | 12,531 | 64,853 | 3,258 | (6,372) | (3,114) |
| 2. 2017 | 19,038 | 15,444 | 34,482 | 10,291 | 21 | 10,312 | 14,517 | 39 | 8,429 | 22,985 | 5,770 | (6,955) | (1,185) |
| 3. Subtotals 2017 + prior | 83,757 | 34,347 | 118,104 | 25,946 | 21 | 25,967 | 66,839 | 39 | 20,960 | 87,838 | 9,028 | (13,327) | (4,299) |
| 4. 2018 | 27,726 | 34,193 | 61,919 | 20,227 | 564 | 20,791 | 23,134 | 829 | 18,336 | 42,299 | 15,635 | (14,464) | 1,171 |
| 5. Subtotals 2018 + prior | 111,483 | 68,540 | 180,023 | 46,173 | 585 | 46,758 | 89,973 | 868 | 39,296 | 130,137 | 24,663 | (27,791) | (3,128) |
| 6. 2019 | X X X | X X X | X X X | X X X | 18,260 | 18,260 | X X X | 21,101 | 28,469 | 49,570 | X X X | X X X | X X X |
| 7. Totals | 111,483 | 68,540 | 180,023 | 46,173 | 18,845 | 65,018 | 89,973 | 21,969 | 67,765 | 179,707 | 24,663 | (27,791) | (3,128) |

8. Prior Year-End Surplus As Regards Policyholders

153,637

| | | |
|------------------------|------------------------|------------------------|
| Col. 11, Line 7 | Col. 12, Line 7 | Col. 13, Line 7 |
| As % of Col. 1, Line 7 | As % of Col. 2, Line 7 | As % of Col. 3, Line 7 |
| 1. <u>22.123</u> | 2. <u>-40.547</u> | 3. <u>-1.738</u> |
| | | Col. 13, Line 7 |
| | | Line 8 |
| | | 4. <u>-2.036</u> |

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. 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.

| | Response |
|--|----------|
| 1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? | NO |
| 2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement? | NO |
| 3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | NO |
| 4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | NO |

Explanation:

- Question 1: Not applicable
.....
.....
.....
- Question 2: Not applicable
.....
.....
.....
- Question 3: Not applicable
.....
.....
.....
- Question 4: Not applicable
.....
.....
.....

Bar Code:



24017201949000030



24017201945500030



24017201936500030



24017201950500030

OVERFLOW PAGE FOR WRITE-INS

Page 4 - Continuation

STATEMENT OF INCOME

| | 1 | 2 | 3 |
|---|--------------|------------|---------------------------------|
| REMAINING WRITE-INS AGGREGATED AT LINE 14 FOR MISCELLANEOUS INCOME | Current Year | Prior Year | Prior Year Ended December 31 |
| 1404. Miscellaneous Income (Loss) | (251) | | (40,758) |
| 1405. Interest and Penalties | (500) | | |
| 1497. Totals (Lines 1404 through 1496) (Page 4, Line 1498) | (751) | | (40,758) |

SCHEDULE A - VERIFICATION**Real Estate**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 10,371,176 | 10,736,993 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | |
| 2.2 Additional investment made after acquisition | | 7,260 |
| 3. Current year change in encumbrances | | |
| 4. Total gain (loss) on disposals | | |
| 5. Deduct amounts received on disposals | | |
| 6. Total foreign exchange change in book/adjusted carrying value | | |
| 7. Deduct current year's other than temporary impairment recognized | | |
| 8. Deduct current year's depreciation | 279,831 | 373,077 |
| 9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8) | 10,091,345 | 10,371,176 |
| 10. Deduct total nonadmitted amounts | | |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 10,091,345 | 10,371,176 |

SCHEDULE B - VERIFICATION**Mortgage Loans**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year | | |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | |
| 2.2 Additional investment made after acquisition | | |
| 3. Capitalized deferred interest and other | | |
| 4. Accrual of discount | | |
| 5. Unrealized valuation increase (decrease) | | |
| 6. Total gain (loss) on disposals | | |
| 7. Deduct amounts received on disposals | | |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees | | |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest | | |
| 10. Deduct current year's other than temporary impairment recognized | | |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) | | |
| 12. Total valuation allowance | | |
| 13. Subtotal (Line 11 plus Line 12) | | |
| 14. Deduct total nonadmitted amounts | | |
| 15. Statement value at end of current period (Line 13 minus Line 14) | | |

NONE**SCHEDULE BA - VERIFICATION****Other Long-Term Invested Assets**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 19,343 | 37,244 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | |
| 2.2 Additional investment made after acquisition | | |
| 3. Capitalized deferred interest and other | | |
| 4. Accrual of discount | | |
| 5. Unrealized valuation increase (decrease) | (877) | |
| 6. Total gain (loss) on disposals | | (17,901) |
| 7. Deduct amounts received on disposals | | |
| 8. Deduct amortization of premium and depreciation | | |
| 9. Total foreign exchange change in book/adjusted carrying value | | |
| 10. Deduct current year's other than temporary impairment recognized | | |
| 11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) | 18,466 | 19,343 |
| 12. Deduct total nonadmitted amounts | | |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 18,466 | 19,343 |

SCHEDULE D - VERIFICATION**Bonds and Stocks**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 348,433,670 | 337,693,256 |
| 2. Cost of bonds and stocks acquired | 105,574,217 | 122,892,839 |
| 3. Accrual of discount | 122,355 | 82,685 |
| 4. Unrealized valuation increase (decrease) | 4,435,238 | (4,953,237) |
| 5. Total gain (loss) on disposals | 4,035,279 | 2,723,127 |
| 6. Deduct consideration for bonds and stocks disposed of | 105,155,981 | 108,357,280 |
| 7. Deduct amortization of premium | 752,581 | 902,303 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | 810,702 |
| 10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees | 15,980 | 65,285 |
| 11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9 + 10) | 356,708,177 | 348,433,670 |
| 12. Deduct total nonadmitted amounts | | |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 356,708,177 | 348,433,670 |

SCHEDULE D - PART 1B

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

S102

| NAIC Designation | 1 Book/Adjusted Carrying Value Beginning of Current Quarter | 2 Acquisitions During Current Quarter | 3 Dispositions During Current Quarter | 4 Non-Trading Activity During Current Quarter | 5 Book/Adjusted Carrying Value End of First Quarter | 6 Book/Adjusted Carrying Value End of Second Quarter | 7 Book/Adjusted Carrying Value End of Third Quarter | 8 Book/Adjusted Carrying Value December 31 Prior Year |
|-----------------------------------|---|--|--|--|---|--|---|---|
| BONDS | | | | | | | | |
| 1. NAIC 1 (a) | 273,919,655 | 10,471,305 | 24,306,100 | (218,682) | 268,812,184 | 273,919,655 | 259,866,178 | 260,101,835 |
| 2. NAIC 2 (a) | 37,433,760 | 1,925,606 | 1,972,687 | (12,577) | 38,541,922 | 37,433,760 | 37,374,102 | 41,634,872 |
| 3. NAIC 3 (a) | 2,805,023 | 700,000 | | 45,580 | 2,775,242 | 2,805,023 | 3,550,603 | 2,537,236 |
| 4. NAIC 4 (a) | | | | | | | | |
| 5. NAIC 5 (a) | | | | | | | | |
| 6. NAIC 6 (a) | | | | | | | | |
| 7. Total Bonds | 314,158,438 | 13,096,911 | 26,278,787 | (185,679) | 310,129,348 | 314,158,438 | 300,790,883 | 304,273,943 |
| PREFERRED STOCK | | | | | | | | |
| 8. NAIC 1 | 1,265,692 | | | 6,250 | 1,258,192 | 1,265,692 | 1,271,942 | 1,201,736 |
| 9. NAIC 2 | 6,058,866 | 253,700 | 1,436,938 | 62,756 | 5,865,145 | 6,058,866 | 4,938,384 | 5,647,366 |
| 10. NAIC 3 | 1,961,498 | | 646,998 | 20,190 | 1,869,588 | 1,961,498 | 1,334,690 | 1,821,880 |
| 11. NAIC 4 | | | | | | | | |
| 12. NAIC 5 | | | | | | | | |
| 13. NAIC 6 | | | | | | | | |
| 14. Total Preferred Stock | 9,286,056 | 253,700 | 2,083,936 | 89,196 | 8,992,925 | 9,286,056 | 7,545,016 | 8,670,982 |
| 15. Total Bonds & Preferred Stock | 323,444,494 | 13,350,611 | 28,362,723 | (96,483) | 319,122,273 | 323,444,494 | 308,335,899 | 312,944,925 |

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash-equivalent bonds by NAIC designation:

NAIC 1 \$ 0; NAIC 2 \$ 0; NAIC 3 \$ 0; NAIC 4 \$ 0; NAIC 5 \$ 0; NAIC 6 \$ 0

- NONE Schedule DA - Part 1 and Verification**
- NONE Schedule DB - Part A and B Verification**
- NONE Schedule DB - Part C - Section 1**
- NONE Schedule DB - Part C - Section 2**
- NONE Schedule DB - Verification**

SCHEDULE E PART 2 - VERIFICATION

(Cash Equivalents)

| | 1 | 2 |
|---|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 6,934,122 | 8,298,555 |
| 2. Cost of cash equivalents acquired | 74,810,937 | 102,535,641 |
| 3. Accrual of discount | | 8,167 |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | 337 |
| 6. Deduct consideration received on disposals | 66,311,020 | 103,908,578 |
| 7. Deduct amortization of premium | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 15,434,039 | 6,934,122 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 15,434,039 | 6,934,122 |

NONE **Schedule A - Part 2 and 3**

NONE **Schedule B - Part 2 and 3**

NONE **Schedule BA - Part 2 and 3**

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

| 1 CUSIP Ident- ification | 2 Description | 3 Foreign | 4 Date Acquired | 5 Name of Vendor | 6 Number of Shares of Stock | 7 Actual Cost | 8 Par Value | 9 Paid for Accrued Interest and Dividends | 10 NAIC Designation and Administrative Symbol/ Market Indicator (a) |
|-----------------------------------|---|--------------|--------------------|----------------------------|--------------------------------------|------------------|----------------|--|---|
| 31329Q-N6-4 | UMBS - POOL ZA6713 | | 09/12/2019 | WELLS FARGO FINANCIAL | | 2,955,397 | 2,849,433.00 | 4,155 | 1FE |
| 3199999 | Subtotal - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations | | | | XXX | 2,955,397 | 2,849,433.00 | 4,155 | XXX |
| 08162F-AE-3 | BENCHMARK MORTGAGE TRUST 19-B12 A5 | | 07/19/2019 | CITIGROUP GLOBAL MARKETS | | 514,999 | 500,000.00 | 303 | 1FE |
| 20268J-AD-5 | COMMONSPIRIT HEALTH | | 08/07/2019 | CITIGROUP GLOBAL MARKETS | | 250,000 | 250,000.00 | | 1FE |
| 438516-BW-5 | HONEYWELL INTERNATIONAL | | 07/30/2019 | JP MORGAN SECURITIES INC. | | 997,930 | 1,000,000.00 | | 1FE |
| 46647P-BF-2 | JPMORGAN CHASE & CO | | 09/05/2019 | JP MORGAN SECURITIES INC. | | 1,250,000 | 1,250,000.00 | | 1FE |
| 674599-CW-3 | OCCIDENTAL PETROLEUM COR | | 08/06/2019 | CITIGROUP GLOBAL MARKETS | | 998,700 | 1,000,000.00 | | 2FE |
| 74153W-CL-1 | PRICOA GLOBAL FUNDING 1 | | 09/16/2019 | JP MORGAN SECURITIES INC. | | 1,999,820 | 2,000,000.00 | | 1FE |
| 82652M-AA-8 | SIERRA RECEIVABLES FUNDING CO 19-2A A | | 07/16/2019 | BARCLAYS CAPITAL | | 249,933 | 250,000.00 | | 1FE |
| 828807-DG-9 | SIMON PROPERTY GROUP LP | | 09/04/2019 | MIZUHO SECURITIES | | 1,748,268 | 1,750,000.00 | | 1FE |
| 95002M-AW-9 | WELLS FARGO COMMERCIAL MORTGAG 19-C52 A4 | | 08/05/2019 | WELLS FARGO FINANCIAL | | 504,960 | 500,000.00 | 697 | 1FE |
| 3899999 | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 8,514,610 | 8,500,000.00 | 1,000 | XXX |
| 054937-AL-1 | BB&T CORPORATION | | 08/21/2019 | CREDIT SUISSE FIRST BOSTON | | 670,781 | 675,000.00 | 2,160 | 2FE |
| 172967-MG-3 | CITIGROUP INC | | 09/05/2019 | CITIGROUP GLOBAL MARKETS | | 700,000 | 700,000.00 | | 3FE |
| 26441C-BG-9 | DUKE ENERGY CORP | | 09/25/2019 | JP MORGAN SECURITIES INC. | | 256,125 | 250,000.00 | 508 | 2FE |
| 4899999 | Subtotal - Bonds - Hybrid Securities | | | | XXX | 1,626,906 | 1,625,000.00 | 2,668 | XXX |
| 8399997 | Subtotal - Bonds - Part 3 | | | | XXX | 13,096,913 | 12,974,433 | 7,823 | XXX |
| 8399998 | Summary Item from Part 5 for Bonds | | | | XXX | XXX | XXX | XXX | XXX |
| 8399999 | Total - Bonds | | | | XXX | 13,096,913 | 12,974,433.00 | 7,823 | XXX |
| 054937-20-6 | BB&T CORPORATION 5.85% | | 07/12/2019 | WELLS FARGO FINANCIAL | 10,000.000 | 253,700 | | | P2FEU |
| 8499999 | Subtotal - Preferred Stock - Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 253,700 | XXX | | XXX |
| 8999997 | Subtotal - Preferred Stock - Part 3 | | | | XXX | 253,700 | XXX | | XXX |
| 8999998 | Summary Item from Part 5 for Preferred Stocks | | | | XXX | XXX | XXX | XXX | XXX |
| 8999999 | Total - Preferred Stock | | | | XXX | 253,700 | XXX | | XXX |
| 00287Y-10-9 | ABBVIE INC | | 07/01/2019 | WEEDEN & CO | 1,500.000 | 109,466 | | | L |
| 110122-10-8 | BRISTOL-MYERS SQUIBB CO | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 1,400.000 | 69,994 | | | L |

E14

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 1.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

| 1 CUSIP Ident- ification | 2 Description | 3 Foreign | 4 Date Acquired | 5 Name of Vendor | 6 Number of Shares of Stock | 7 Actual Cost | 8 Par Value | 9 Paid for Accrued Interest and Dividends | 10 NAIC Designation and Administrative Symbol/ Market Indicator (a) |
|-----------------------------------|---|--------------|--------------------|----------------------|--------------------------------------|------------------|----------------|--|---|
| 459200-10-1 | INTL BUSINESS MACHINES CORP | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 300.000 | 42,625 | | | L |
| 539830-10-9 | LOCKHEED MARTIN CORPORATION | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 2,200.000 | 853,910 | | | L |
| 60871R-20-9 | MOLSON COORS BREWING CO CL B | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 12,100.000 | 677,126 | | | L |
| 69351T-10-6 | PPL CORPORATION | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 2,500.000 | 79,039 | | | L |
| 949746-10-1 | WELLS FARGO & CO | | 09/24/2019 | VARIOUS | 15,400.000 | 734,946 | | | L |
| 9099999 | Subtotal - Common Stock - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 2,567,106 | X X X | | X X X |
| 02110A-69-6 | DDJ CAP OPPORTUN H/Y-INST | | 09/19/2019 | VARIOUS | 1,139,884.993 | 10,053,481 | | | U |
| 9299999 | Subtotal - Common Stock - Mutual Funds | | | | X X X | 10,053,481 | X X X | | X X X |
| 9799997 | Subtotal - Common Stock - Part 3 | | | | X X X | 12,620,587 | X X X | | X X X |
| 9799998 | Summary Item from Part 5 for Common Stocks | | | | X X X | X X X | X X X | X X X | X X X |
| 9799999 | Total - Common Stock | | | | X X X | 12,620,587 | X X X | | X X X |
| 9899999 | Total - Preferred and Common Stock | | | | X X X | 12,874,287 | X X X | | X X X |
| 9999999 | Totals | | | | X X X | 25,971,200 | X X X | 7,823 | X X X |

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(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 1.

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change in Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Contractua Maturity Date | 22 NAIC Designation and Administrative Symbol/Mark Indicator (a) |
|-----------------------------------|---|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|--|---|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recognized | 14 Total Change in B./A.C.V. (11+12-13) | 15 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 38373A-L2-0 | GOVERNMENT NATIONAL MORTGAGE A 0 | | 09/01/2019 | PAYDOWN | | 7,921 | 7,921.00 | 8,325 | 7,996 | | (75) | | (75) | | 7,921 | | | | 240 | 07/20/2038 | 1FE |
| 38376F-J3-7 | GOVERNMENT NATIONAL MORTGAGE A 0 | | 09/01/2019 | PAYDOWN | | 694 | 694.00 | 766 | 712 | | (18) | | (18) | | 694 | | | | 21 | 08/20/2038 | 1FE |
| 38378K-RR-2 | GOVERNMENT NATIONAL MORTGAGE A 1 | | 09/01/2019 | PAYDOWN | | 155,495 | 155,495.00 | 159,856 | 155,687 | | (193) | | (193) | | 155,495 | | | | 2,696 | 03/16/2048 | 1FE |
| 36296H-Q6-9 | GOVERNMENT NATL MTG ASSOC #69177 | | 09/01/2019 | PAYDOWN | | 572 | 572.00 | 583 | 573 | | (1) | | (1) | | 572 | | | | 19 | 07/15/2038 | 1FE |
| 36296Q-LY-3 | GOVERNMENT NATL MTG ASSOC #69794 | | 09/01/2019 | PAYDOWN | | 296 | 296.00 | 302 | 296 | | | | | | 296 | | | | 10 | 03/15/2039 | 1FE |
| 36296W-WP-7 | GOVERNMENT NATL MTG ASSOC #70365 | | 09/01/2019 | PAYDOWN | | 208 | 208.00 | 213 | 208 | | | | | | 208 | | | | 7 | 02/15/2039 | 1FE |
| 3620C6-EG-6 | GOVERNMENT NATL MTG ASSOC #74993 | | 09/01/2019 | PAYDOWN | | 2,484 | 2,484.00 | 2,592 | 2,502 | | (18) | | (18) | | 2,484 | | | | 67 | 11/15/2040 | 1FE |
| 36241K-YZ-5 | GOVERNMENT NATL MTG ASSOC #78252 | | 09/01/2019 | PAYDOWN | | 4,353 | 4,353.00 | 4,440 | 4,361 | | (8) | | (8) | | 4,353 | | | | 149 | 01/15/2039 | 1FE |
| 36179T-Z5-7 | GOVERNMENT NATL MTG ASSOC II #MA5 | | 09/01/2019 | PAYDOWN | | 1,117,655 | 1,117,655.00 | 1,143,971 | 1,121,780 | | (4,125) | | (4,125) | | 1,117,655 | | | | 30,351 | 06/20/2048 | 1FE |
| 36179T-4P-7 | GOVERNMENT NATL MTG ASSOC II #MA5 | | 09/01/2019 | PAYDOWN | | 98,376 | 98,376.00 | 100,651 | 98,751 | | (375) | | (375) | | 98,376 | | | | 2,678 | 07/20/2048 | 1FE |
| 36179T-7K-5 | GOVERNMENT NATL MTG ASSOC II #MA5 | | 09/01/2019 | PAYDOWN | | 456,572 | 456,572.00 | 467,023 | 457,975 | | (1,403) | | (1,403) | | 456,572 | | | | 12,408 | 08/20/2048 | 1FE |
| 0599999 | Subtotal - Bonds - U.S. Governments | | | | X X X | 1,844,626 | 1,844,626.00 | 1,888,722 | 1,850,841 | | (6,216) | | (6,216) | | 1,844,626 | | | | 48,646 | X X X | X X X |
| 798135-TQ-2 | SAN JOSE CA | | 07/31/2019 | SECURITY CALLED BY I | | 240,000 | 240,000.00 | 240,871 | 240,000 | | | | | | 240,000 | | | | 11,220 | 09/01/2024 | 1FE |
| 2499999 | Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | X X X | 240,000 | 240,000.00 | 240,871 | 240,000 | | | | | | 240,000 | | | | 11,220 | X X X | X X X |
| 134041-EF-5 | CAMPBELL & KENTON CNTYS KY SAN | | 09/19/2019 | SECURITY CALLED BY I | | 2,300,000 | 2,300,000.00 | 2,301,656 | 2,300,129 | | (129) | | (129) | | 2,300,000 | | | | 162,917 | 08/01/2026 | 1FE |
| 196479-C3-1 | COLORADO ST HSG & FIN AUTH | | 09/03/2019 | SINK FUND PAYMENT | | 14,873 | 14,873.00 | 14,873 | 14,873 | | | | | | 14,873 | | | | 300 | 09/01/2047 | 1FE |
| 31396V-4B-1 | FANNIE MAE 07 58 FG | | 09/25/2019 | PAYDOWN | | 2,179 | 2,179.00 | 2,179 | 2,179 | | | | | | 2,179 | | | | 41 | 06/25/2037 | 1FE |
| 3136A5-TB-2 | FANNIE MAE 12 33 GV | | 09/01/2019 | PAYDOWN | | 29,753 | 29,753.00 | 31,780 | 29,916 | | (163) | | (163) | | 29,753 | | | | 694 | 07/25/2028 | 1FE |
| 31292S-AN-0 | FEDERAL HOME LN MTG CORP #C09013 | | 09/01/2019 | PAYDOWN | | 9,794 | 9,794.00 | 9,984 | 9,807 | | (13) | | (13) | | 9,794 | | | | 197 | 09/01/2042 | 1FE |
| 3128P8-FX-4 | FEDERAL HOME LN MTG CORP #C91982 | | 09/01/2019 | PAYDOWN | | 30,006 | 30,006.00 | 30,127 | 30,020 | | (14) | | (14) | | 30,006 | | | | 703 | 03/01/2038 | 1FE |
| 3128M4-CP-6 | FEDERAL HOME LN MTG CORP #G02478 | | 09/01/2019 | PAYDOWN | | 466 | 466.00 | 459 | 465 | | 1 | | 1 | | 466 | | | | 17 | 12/01/2036 | 1FE |
| 3128MJ-Q7-8 | FEDERAL HOME LN MTG CORP #G08477 | | 09/01/2019 | PAYDOWN | | 17,297 | 17,297.00 | 18,082 | 17,350 | | (52) | | (52) | | 17,297 | | | | 408 | 02/01/2042 | 1FE |
| 3128MJ-Q9-4 | FEDERAL HOME LN MTG CORP #G08479 | | 09/01/2019 | PAYDOWN | | 5,249 | 5,249.00 | 5,584 | 5,271 | | (22) | | (22) | | 5,249 | | | | 124 | 03/01/2042 | 1FE |
| 3128MJ-RV-4 | FEDERAL HOME LN MTG CORP #G08499 | | 09/01/2019 | PAYDOWN | | 6,778 | 6,778.00 | 6,912 | 6,786 | | (7) | | (7) | | 6,778 | | | | 133 | 07/01/2042 | 1FE |
| 3128MJ-R5-1 | FEDERAL HOME LN MTG CORP #G08507 | | 09/01/2019 | PAYDOWN | | 3,240 | 3,240.00 | 3,398 | 3,251 | | (10) | | (10) | | 3,240 | | | | 66 | 10/01/2042 | 1FE |
| 3128MM-K7-7 | FEDERAL HOME LN MTG CORP #G18317 | | 09/01/2019 | PAYDOWN | | 3,647 | 3,647.00 | 3,802 | 3,681 | | (34) | | (34) | | 3,647 | | | | 111 | 07/01/2024 | 1FE |
| 3128PP-YY-3 | FEDERAL HOME LN MTG CORP #J10727 | | 09/01/2019 | PAYDOWN | | 1,171 | 1,171.00 | 1,251 | 1,184 | | (14) | | (14) | | 1,171 | | | | 35 | 10/01/2024 | 1FE |
| 3128PP-4D-2 | FEDERAL HOME LN MTG CORP #J10820 | | 09/01/2019 | PAYDOWN | | 1,891 | 1,891.00 | 1,942 | 1,902 | | (11) | | (11) | | 1,891 | | | | 57 | 10/01/2024 | 1FE |
| 3128PR-FA-2 | FEDERAL HOME LN MTG CORP #J11961 | | 09/01/2019 | PAYDOWN | | 23,987 | 23,987.00 | 24,960 | 24,160 | | (173) | | (173) | | 23,987 | | | | 714 | 04/01/2025 | 1FE |
| 3128PR-M7-1 | FEDERAL HOME LN MTG CORP #J12182 | | 09/01/2019 | PAYDOWN | | 7,267 | 7,267.00 | 7,526 | 7,298 | | (32) | | (32) | | 7,267 | | | | 218 | 05/01/2025 | 1FE |
| 3128PT-7B-5 | FEDERAL HOME LN MTG CORP #J14490 | | 09/01/2019 | PAYDOWN | | 13,777 | 13,777.00 | 13,801 | 13,781 | | (4) | | (4) | | 13,777 | | | | 323 | 02/01/2026 | 1FE |
| 3128PV-BD-1 | FEDERAL HOME LN MTG CORP #J15436 | | 09/01/2019 | PAYDOWN | | 5,259 | 5,259.00 | 5,484 | 5,305 | | (46) | | (46) | | 5,259 | | | | 143 | 05/01/2026 | 1FE |
| 3128PV-5E-6 | FEDERAL HOME LN MTG CORP #J16245 | | 09/01/2019 | PAYDOWN | | 4,763 | 4,763.00 | 5,006 | 4,808 | | (45) | | (45) | | 4,763 | | | | 127 | 08/01/2026 | 1FE |

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change in Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Contractua Maturity Date | 22 NAIC Designation and Administrative Symbol/Mark Indicator (a) |
|-----------------------------------|--|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|--|---|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recognized | 14 Total Change in B./A.C.V. (11+12-13) | 15 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 3132GM-KJ-0 | FEDERAL HOME LN MTG CORP #Q05997 | | 09/01/2019 | PAYDOWN | | 7,651 | 7,651.00 | 7,944 | 7,661 | | (10) | | (10) | | 7,651 | | | | 179 | 02/01/2042 | 1FE |
| 3132GT-DJ-3 | FEDERAL HOME LN MTG CORP #Q07905 | | 09/01/2019 | PAYDOWN | | 70,098 | 70,098.00 | 72,880 | 70,173 | | (75) | | (75) | | 70,098 | | | | 1,468 | 05/01/2042 | 1FE |
| 3132HL-A2-9 | FEDERAL HOME LN MTG CORP #Q10025 | | 09/01/2019 | PAYDOWN | | 5,025 | 5,025.00 | 5,345 | 5,031 | | (6) | | (6) | | 5,025 | | | | 117 | 08/01/2042 | 1FE |
| 31410G-ME-0 | FEDERAL NATIONAL MTG ASSOC #888757 | | 09/01/2019 | PAYDOWN | | 298 | 298.00 | 301 | 298 | | | | | | 298 | | | | 10 | 09/01/2037 | 1FE |
| 31413J-FD-1 | FEDERAL NATIONAL MTG ASSOC #946664 | | 09/01/2019 | PAYDOWN | | 43 | 43.00 | 43 | 43 | | | | | | 43 | | | | 1 | 09/01/2037 | 1FE |
| 343136-L7-0 | FLORIDA ST TURNPIKE AUTH | | 07/01/2019 | SECURITY CALLED BY I | | 250,000 | 250,000.00 | 283,763 | 254,479 | | (4,479) | | (4,479) | | 250,000 | | | | 17,000 | 07/01/2039 | 1FE |
| 31396H-J8-3 | FREDDIE MAC 3114 PF | | 09/15/2019 | PAYDOWN | | 7,198 | 7,198.00 | 7,235 | 7,201 | | (3) | | (3) | | 7,198 | | | | 133 | 02/15/2036 | 1FE |
| 3137AJ-RJ-5 | FREDDIE MAC 3976 AE | | 09/01/2019 | PAYDOWN | | 13,294 | 13,294.00 | 13,639 | 13,364 | | (70) | | (70) | | 13,294 | | | | 220 | 08/15/2029 | 1FE |
| 544652-6F-2 | LOS ANGELES CA WSTWTR SYS REVE | | 08/30/2019 | BANK OF AMERICA | | 1,821,150 | 1,250,000.00 | 1,673,348 | 1,643,289 | | (8,547) | | (8,547) | | 1,634,742 | | 186,408 | 186,408 | 55,102 | 06/01/2040 | 1FE |
| 64972H-RB-0 | NEW YORK CITY NY TRANSITIONAL | | 09/11/2019 | JP MORGAN SECURITIE | | 898,972 | 630,000.00 | 882,120 | 855,955 | | (8,442) | | (8,442) | | 847,513 | | 51,459 | 51,459 | 49,947 | 07/15/2040 | 1FE |
| 677561-JU-7 | OHIO ST HOSP FAC REVENUE | | 09/03/2019 | JP MORGAN SECURITIE | | 561,220 | 500,000.00 | 500,000 | 500,000 | | | | | | 500,000 | | 61,220 | 61,220 | 21,789 | 01/01/2043 | 1FE |
| 709221-TF-2 | PENNSYLVANIA ST TURNPIKE COMM | | 08/30/2019 | BANK OF AMERICA | | 685,310 | 500,000.00 | 640,790 | 627,548 | | (3,850) | | (3,850) | | 623,698 | | 61,612 | 61,612 | 22,174 | 12/01/2037 | 1FE |
| 31407B-WY-1 | UMBS - POOL 826063 | | 09/01/2019 | PAYDOWN | | 2,887 | 2,887.00 | 2,767 | 2,877 | | 10 | | 10 | | 2,887 | | | | 101 | 07/01/2035 | 1FE |
| 31412U-AJ-9 | UMBS - POOL 934809 | | 09/01/2019 | PAYDOWN | | 1,645 | 1,645.00 | 1,703 | 1,654 | | (9) | | (9) | | 1,645 | | | | 50 | 03/01/2024 | 1FE |
| 31412U-L7-3 | UMBS - POOL 935150 | | 09/01/2019 | PAYDOWN | | 5,232 | 5,232.00 | 5,414 | 5,262 | | (30) | | (30) | | 5,232 | | | | 157 | 04/01/2024 | 1FE |
| 31417M-KJ-1 | UMBS - POOL AC2996 | | 09/01/2019 | PAYDOWN | | 1,514 | 1,514.00 | 1,567 | 1,526 | | (13) | | (13) | | 1,514 | | | | 45 | 09/01/2024 | 1FE |
| 3138ED-2V-2 | UMBS - POOL AK8887 | | 09/01/2019 | PAYDOWN | | 1,668 | 1,668.00 | 1,781 | 1,678 | | (10) | | (10) | | 1,668 | | | | 37 | 04/01/2042 | 1FE |
| 3138ET-DZ-6 | UMBS - POOL AL8219 | | 09/01/2019 | PAYDOWN | | 142,979 | 142,979.00 | 154,138 | 144,080 | | (1,101) | | (1,101) | | 142,979 | | | | 3,806 | 02/01/2046 | 1FE |
| 3138M6-R2-5 | UMBS - POOL AP3204 | | 09/01/2019 | PAYDOWN | | 5,104 | 5,104.00 | 5,299 | 5,135 | | (31) | | (31) | | 5,104 | | | | 85 | 08/01/2027 | 1FE |
| 3138W0-RB-7 | UMBS - POOL AR3181 | | 09/01/2019 | PAYDOWN | | 1,043 | 1,043.00 | 1,088 | 1,044 | | (1) | | (1) | | 1,043 | | | | 21 | 03/01/2043 | 1FE |
| 3138W1-3L-9 | UMBS - POOL AR4402 | | 09/01/2019 | PAYDOWN | | 4,578 | 4,578.00 | 4,761 | 4,602 | | (24) | | (24) | | 4,578 | | | | 73 | 02/01/2028 | 1FE |
| 3138WG-6E-9 | UMBS - POOL AS7168 | | 09/01/2019 | PAYDOWN | | 227,140 | 227,140.00 | 239,456 | 228,386 | | (1,245) | | (1,245) | | 227,140 | | | | 5,512 | 05/01/2046 | 1FE |
| 3140FP-C9-8 | UMBS - POOL BE3695 | | 09/01/2019 | PAYDOWN | | 65,047 | 65,047.00 | 66,450 | | | (20) | | (20) | | 65,047 | | | | 390 | 06/01/2047 | 1FE |
| 3140GY-GZ-6 | UMBS - POOL BH9215 | | 09/01/2019 | PAYDOWN | | 28,155 | 28,155.00 | 28,898 | | | (8) | | (8) | | 28,155 | | | | 178 | 01/01/2048 | 1FE |
| 3140H3-CU-8 | UMBS - POOL BJ1882 | | 09/01/2019 | PAYDOWN | | 46,107 | 46,107.00 | 46,684 | | | (29) | | (29) | | 46,107 | | | | 521 | 10/01/2047 | 1FE |
| 3140Q7-L4-7 | UMBS - POOL CA0346 | | 09/01/2019 | PAYDOWN | | 59,438 | 59,438.00 | 62,363 | | | (103) | | (103) | | 59,438 | | | | 667 | 09/01/2047 | 1FE |
| 3140Q9-NW-9 | UMBS - POOL CA2204 | | 09/01/2019 | PAYDOWN | | 25,670 | 25,670.00 | 26,689 | | | (91) | | (91) | | 25,670 | | | | 495 | 08/01/2048 | 1FE |
| 3140Q9-P9-8 | UMBS - POOL CA2247 | | 09/01/2019 | PAYDOWN | | 48,685 | 48,685.00 | 48,095 | 48,637 | | 48 | | 48 | | 48,685 | | | | 1,215 | 08/01/2038 | 1FE |
| 3140QA-NA-4 | UMBS - POOL CA3084 | | 09/01/2019 | PAYDOWN | | 95,865 | 95,865.00 | 98,707 | | | (179) | | (179) | | 95,865 | | | | 1,688 | 02/01/2049 | 1FE |
| 31418B-6G-6 | UMBS - POOL MA2670 | | 09/01/2019 | PAYDOWN | | 122,033 | 122,033.00 | 126,447 | 122,374 | | (341) | | (341) | | 122,033 | | | | 2,463 | 07/01/2046 | 1FE |
| 31418C-XM-1 | UMBS - POOL MA3383 | | 09/01/2019 | PAYDOWN | | 52,398 | 52,398.00 | 53,601 | | | (22) | | (22) | | 52,398 | | | | 342 | 06/01/2048 | 1FE |
| 977100-DQ-6 | WISCONSIN ST GEN FUND ANNUAL A | | 09/04/2019 | BB&T CAPITAL MARKET | | 537,640 | 500,000.00 | 496,460 | 496,921 | | 133 | | 133 | | 497,054 | | 40,586 | 40,586 | 13,530 | 05/01/2033 | 1FE |
| 3199999 | Subtotal - Bonds - U.S. Special Revenue and Special Assessment Non-Guaranteed Obligati | | | | X X X | 8,276,484 | 7,152,192.00 | 8,048,582 | 7,531,384 | | (29,316) | | (29,316) | | 7,875,199 | | 401,285 | 401,285 | 366,844 | X X X | X X X |
| 06054M-AE-3 | BANC OF AMERICA COMM MOR 16-UB10 | | 09/04/2019 | BARCLAYS CAPITAL | | 1,330,664 | 1,250,000.00 | 1,287,415 | 1,278,199 | | (2,557) | | (2,557) | | 1,275,641 | | 55,023 | 55,023 | 30,269 | 07/15/2049 | 1FM |
| 05550M-AS-3 | BARCLAYS COMMERCIAL MORTGAGE S 1 | | 09/04/2019 | BARCLAYS CAPITAL | | 1,632,598 | 1,500,000.00 | 1,514,900 | | | (354) | | (354) | | 1,514,546 | | 118,052 | 118,052 | 13,138 | 05/15/2052 | 1FE |

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4

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

E05.2

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change in Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Contractua Maturity Date | 22 NAIC Designation and Administrative Symbol/Mark Indicator (a) | |
|-----------------------------------|--|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|--|---|-------|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recognized | 14 Total Change in B./A.C.V. (11+12-13) | 15 Total Foreign Exchange Change in B./A.C.V. | | | | | | | | |
| 08162B-BD-3 | BENCHMARK MORTGAGE TRUST 19-B11 | | 09/04/2019 | JP MORGAN SECURITIE | | 1,634,766 | 1,500,000.00 | 1,514,989 | | | | | | | 1,514,663 | | 120,102 | 120,102 | 12,985 | 05/15/2052 | 1FE | |
| 126650-BW-9 | CVS HEALTH CORP | | 08/15/2019 | TENDER OFFER | | 516,660 | 500,000.00 | 493,420 | 498,180 | | 460 | | 460 | | 498,640 | | 18,020 | 18,020 | 15,469 | 05/15/2021 | 2FE | |
| 23305Y-AD-1 | DBUBS MORTGAGE TRUST 11 LC3A A4 | | 09/01/2019 | PAYDOWN | | 17,272 | 17,272.00 | 17,444 | 17,289 | | (16) | | (16) | | 17,272 | | | | 617 | 08/10/2044 | 1FM | |
| 26443C-AA-1 | DUKE UNIVERSITY HEALTH | | 09/03/2019 | JP MORGAN SECURITIE | | 603,205 | 500,000.00 | 499,078 | 499,108 | | 12 | | 12 | | 499,120 | | 104,085 | 104,085 | 14,918 | 06/01/2047 | 1FE | |
| 369604-BH-5 | GENERAL ELECTRIC CO | | 07/17/2019 | CITIGROUP GLOBAL MA | | 969,370 | 1,000,000.00 | 1,128,860 | 1,124,719 | | (1,665) | | (1,665) | | 1,123,054 | | (153,684) | (153,684) | 38,500 | 03/11/2044 | 2FE | |
| 41284C-AE-4 | HARLEY-DAVIDSON MOTORCYCLE TR 15 | | 07/15/2019 | PAYDOWN | | 20,099 | 20,099.00 | 20,096 | 20,127 | | (28) | | (28) | | 20,099 | | | | 195 | 12/15/2022 | 1FE | |
| 438516-BW-5 | HONEYWELL INTERNATIONAL | | 09/03/2019 | DEUTSCHE BANK | | 1,024,440 | 1,000,000.00 | 997,930 | | | 30 | | 30 | | 997,960 | | 26,480 | 26,480 | 1,725 | 08/15/2024 | 1FE | |
| 48305Q-AD-5 | KAISER FOUNDATION HOSPIT | | 08/30/2019 | JP MORGAN SECURITIE | | 617,115 | 500,000.00 | 495,255 | 495,391 | | 58 | | 58 | | 495,449 | | 121,666 | 121,666 | 17,465 | 05/01/2047 | 1FE | |
| 585055-BC-9 | MEDTRONIC INC | | 07/12/2019 | TENDER OFFER | | 1,061,200 | 1,000,000.00 | 998,060 | 998,918 | | 101 | | 101 | | 999,019 | | 62,181 | 62,181 | 29,906 | 03/15/2024 | 1FE | |
| 654106-AE-3 | NIKE INC | | 09/03/2019 | CREDIT SUISSE FIRST B | | 1,758,840 | 1,500,000.00 | 1,486,050 | 1,486,881 | | 190 | | 190 | | 1,487,072 | | 271,768 | 271,768 | 49,083 | 11/01/2045 | 1FE | |
| 649322-AA-2 | NY & PRESBYTERIAN HOSPIT | | 08/30/2019 | RAYMOND JAMES | | 600,845 | 500,000.00 | 500,000 | 500,000 | | | | | | 500,000 | | 100,845 | 100,845 | 21,964 | 08/01/2045 | 1FE | |
| 678858-BS-9 | OKLAHOMA G&E CO | | 09/04/2019 | KEY BANC CAPITAL MAR | | 821,498 | 750,000.00 | 747,615 | 747,678 | | 31 | | 31 | | 747,709 | | 73,788 | 73,788 | 30,559 | 08/15/2047 | 1FE | |
| 69121P-DE-0 | OWNIT MORTGAGE LOAN ASSET-BACK 0 | | 09/01/2019 | PAYDOWN | | 4,001 | 4,001.00 | 2,940 | 3,880 | | 121 | | 121 | | 4,001 | | | | 62 | 01/25/2037 | 1FM | |
| 713448-BN-7 | PEPSICO INC | | 09/30/2019 | SECURITY CALLED BY I | | 1,258,902 | 1,250,000.00 | 1,313,888 | 1,258,081 | | (5,788) | | (5,788) | | 1,252,293 | | (2,293) | (2,293) | 76,870 | 01/15/2020 | 1FE | |
| 96926G-AC-7 | RICE UNIVERSITY | | 08/30/2019 | RAYMOND JAMES | | 569,395 | 500,000.00 | 459,835 | 462,884 | | 613 | | 613 | | 463,497 | | 105,898 | 105,898 | 14,346 | 05/15/2045 | 1FE | |
| 797440-BV-5 | SAN DIEGO G & E | | 09/03/2019 | PARIBAS CORPORATIO | | 824,303 | 750,000.00 | 746,655 | 746,748 | | 44 | | 44 | | 746,792 | | 77,511 | 77,511 | 21,406 | 06/01/2047 | 1FE | |
| 82652J-AA-5 | SIERRA RECEIVABLES FUNDING CO 15 3 | | 09/20/2019 | PAYDOWN | | 11,685 | 11,685.00 | 11,683 | 11,673 | | 13 | | 13 | | 11,685 | | | | 201 | 09/20/2032 | 1FE | |
| 82652M-AA-8 | SIERRA RECEIVABLES FUNDING CO 19-2 | | 09/20/2019 | PAYDOWN | | 20,401 | 20,401.00 | 20,396 | | | 27 | | 27 | | 20,401 | | | | 61 | 05/20/2036 | 1FE | |
| 911312-AZ-9 | UNITED PARCEL SERVICE | | 09/04/2019 | US BANCORP | | 1,807,663 | 1,750,000.00 | 1,734,653 | 1,735,348 | | 217 | | 217 | | 1,735,564 | | 72,098 | 72,098 | 48,096 | 11/15/2046 | 1FE | |
| 92903P-AA-7 | VORNADO DP LLC 10 VNO A1 | | 09/10/2019 | PAYDOWN | | 43,495 | 43,495.00 | 43,495 | 43,476 | | 19 | | 19 | | 43,495 | | | | 861 | 09/13/2028 | 1FM | |
| 3899999 | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 17,148,417 | 15,866,953.00 | 16,034,657 | 11,928,580 | | (8,798) | | (8,798) | | 15,967,972 | | 1,171,540 | 1,171,540 | 438,696 | X X X | X X X | |
| 369604-BQ-5 | GENERAL ELECTRIC CO | | 07/18/2019 | DEUTSCHE BANK | | 333,865 | 350,000.00 | 352,864 | 351,353 | | (361) | | (361) | | 350,993 | | (17,128) | (17,128) | 10,549 | 01/01/9999 | 2FE | |
| 4899999 | Subtotal - Bonds - Hybrid Securities | | | | X X X | 333,865 | 350,000.00 | 352,864 | 351,353 | | (361) | | (361) | | 350,993 | | (17,128) | (17,128) | 10,549 | X X X | X X X | |
| 8199999 | Subtotal - Bonds - SVO Identified Funds | | | | X X X | | | | | | | | | | | | | | | X X X | X X X | |
| 8299999 | Subtotal - Bonds - Bank Loans | | | | X X X | | | | | | | | | | | | | | | X X X | X X X | |
| 8399997 | Subtotal - Bonds - Part 4 | | | | X X X | 27,843,392 | 25,453,771 | 26,565,696 | 21,902,158 | | (44,691) | | (44,691) | | 26,278,790 | | 1,555,697 | 1,555,697 | 875,955 | X X X | X X X | |
| 8399998 | Summary Item from Part 5 for Bonds | | | | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 8399999 | Total - Bonds | | | | X X X | 27,843,392 | 25,453,771.00 | 26,565,696 | 21,902,158 | | (44,691) | | (44,691) | | 26,278,790 | | 1,555,697 | 1,555,697 | 875,955 | X X X | X X X | |
| 054937-87-5 | BB&T CORPORATION 5.625% | | 08/20/2019 | VARIOUS | | 3,100.00 | 84,008 | 25.00 | 77,965 | 72,881 | 5,084 | | 5,084 | | 77,965 | | 6,043 | 6,043 | 3,270 | | P2FEL | |

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 | |
|----------------------|--|-------------------------|---------------|----------------------|---------------------------|---------------|-----------|-------------|---|--|---|---|--------------------------------------|--|---|--|----------------------------------|-------------------------------|--|----------------------------------|---|-------|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | | |
| CUSIP Identification | Description | For e i g n | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation and Administrative Symbol/Mark Indicator (a) | |
| 054937-20-6 | BB&T CORPORATION 5.85% | | 08/21/2019 | VARIOUS | 25,000.00 | 624,237 | 25.00 | 637,250 | | | | | | | 637,250 | | (13,013) | (13,013) | 9,141 | | P2FEU | |
| 172967-31-7 | CITIGROUP INC 6.3% | | 09/05/2019 | JP MORGAN SECURITIE | 25,000.00 | 658,736 | 25.00 | 646,998 | 637,500 | 9,498 | | | 9,498 | | 646,998 | | 11,738 | 11,738 | 29,531 | | P3FEL | |
| 233331-85-9 | DTE ENERGY CO 5.25% 12/01/77 | | 07/15/2019 | WELLS FARGO FINANCI | 18,498.00 | 472,784 | 25.00 | 450,323 | 450,323 | | | | | | 450,323 | | 22,461 | 22,461 | 12,139 | | RP2FEL | |
| 26441C-40-2 | DUKE ENERGY CORP 5.625% 09/15/78 | | 09/25/2019 | JP MORGAN SECURITIE | 10,000.00 | 272,994 | 25.00 | 250,000 | 250,000 | | | | | | 250,000 | | 22,994 | 22,994 | 10,547 | | RP2FEL | |
| 857477-85-5 | STATE STREET CORP 5.35% | | 08/22/2019 | JANNEY MONTGOMERY | 800.00 | 21,925 | 25.00 | 21,400 | 19,104 | 2,296 | | | 2,296 | | 21,400 | | 525 | 525 | 535 | | P2FEL | |
| 8499999 | Subtotal - Preferred Stock - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 2,134,684 | X X X | 2,083,936 | 1,429,808 | 16,878 | | | 16,878 | | 2,083,936 | | 50,748 | 50,748 | 65,163 | X X X | X X X | |
| 8999997 | Subtotal - Preferred Stock - Part 4 | | | | X X X | 2,134,684 | X X X | 2,083,936 | 1,429,808 | 16,878 | | | 16,878 | | 2,083,936 | | 50,748 | 50,748 | 65,163 | X X X | X X X | |
| 8999998 | Summary Item from Part 5 for Preferred Stocks | | | | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 8999999 | Total - Preferred Stocks | | | | X X X | 2,134,684 | X X X | 2,083,936 | 1,429,808 | 16,878 | | | 16,878 | | 2,083,936 | | 50,748 | 50,748 | 65,163 | X X X | X X X | |
| 025537-10-1 | AMERICAN ELECTRIC POWER | | 09/24/2019 | VARIOUS | 9,500.00 | 849,283 | | 863,563 | | | | | | 863,563 | | (14,280) | (14,280) | 1,742 | | | L | |
| 17275R-10-2 | CISCO SYSTEMS INC | | 07/01/2019 | WEEDEN & CO | 2,000.00 | 109,400 | | 114,092 | | | | | | 114,092 | | (4,693) | (4,693) | | | | L | |
| 191216-10-0 | COCA-COLA CO/THE | | 07/01/2019 | PRIOR PERIOD INCOME | | | | | | | | | | | | | | | 5,080 | | L | |
| 237194-10-5 | DARDEN RESTAURANTS INC | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 500.00 | 59,001 | | 60,298 | | | | | | 60,298 | | (1,297) | (1,297) | 815 | | | L | |
| 46625H-10-0 | JP MORGAN CHASE & COMPANY | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 300.00 | 35,178 | | 33,623 | 19,524 | 4,083 | | | 4,083 | 33,623 | | 1,555 | 1,555 | 640 | | | L | |
| 500754-10-6 | KRAFT HEINZ COMPANY | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 6,500.00 | 180,961 | | 279,760 | 279,760 | | | | | 279,760 | | (98,799) | (98,799) | 7,800 | | | L | |
| 539830-10-9 | LOCKHEED MARTIN CORPORATION | | 09/24/2019 | SANFORD BERNSTEIN | 2,200.00 | 854,250 | | 785,482 | 157,104 | 51,770 | | | 51,770 | 785,482 | | 68,767 | 68,767 | 7,480 | | | L | |
| 580135-10-1 | MCDONALDS CORP | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 600.00 | 127,401 | | 122,786 | | | | | | 122,786 | | 4,614 | 4,614 | 696 | | | L | |
| 58933Y-10-5 | MERCK & CO INC | | 07/08/2019 | PRIOR PERIOD INCOME | | | | | | | | | | | | | | | 5,335 | | L | |
| 594918-10-4 | MICROSOFT CORP | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 900.00 | 123,594 | | 122,751 | | | | | | 122,751 | | 844 | 844 | 414 | | | L | |
| 871829-10-7 | SYSCO CORP | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 800.00 | 62,904 | | 56,104 | | | | | | 56,104 | | 6,800 | 6,800 | 351 | | | L | |
| 9099999 | Subtotal - Common Stock - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 2,401,972 | | 2,438,459 | 456,388 | 55,853 | | | 55,853 | | 2,438,459 | | (36,489) | (36,489) | 30,353 | X X X | X X X | |
| 78462F-10-3 | SPDR S&P 500 ETF TRUST | | 09/24/2019 | STIFEL-HANIFEN DIVIS | 5,200.00 | 1,537,502 | | 1,534,432 | | | | | | 1,534,432 | | 3,070 | 3,070 | 7,445 | | | L | |
| 9299999 | Subtotal - Common Stock - Mutual Funds | | | | X X X | 1,537,502 | X X X | 1,534,432 | | | | | | 1,534,432 | | 3,070 | 3,070 | 7,445 | X X X | X X X | | |
| 9799997 | Subtotal - Common Stock - Part 4 | | | | X X X | 3,939,474 | X X X | 3,972,891 | 456,388 | 55,853 | | | 55,853 | | 3,972,891 | | (33,419) | (33,419) | 37,798 | X X X | X X X | |
| 9799998 | Summary Item from Part 5 for Common Stocks | | | | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change in Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Contractua Maturity Date | 22 NAIC Designation and Administra- tive Symbol/Mark Indicator (a) |
|-----------------------------------|-------------------------------------|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|--|--|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recognized | 14 Total Change in B./A.C.V. (11+12-13) | 15 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 9799999 | Total - Common Stocks | | | | X X X | 3,939,474 | X X X | 3,972,891 | 456,388 | 55,853 | | | 55,853 | | 3,972,891 | | (33,419) | (33,419) | 37,798 | X X X | X X X |
| 9899999 | Total - Preferred and Common Stocks | | | | X X X | 6,074,158 | X X X | 6,056,827 | 1,886,196 | 72,731 | | | 72,731 | | 6,056,827 | | 17,329 | 17,329 | 102,961 | X X X | X X X |
| 9999999 | Totals | | | | | 33,917,550 | X X X | 32,622,523 | 23,788,354 | 72,731 | (44,691) | | 28,040 | | 32,335,617 | | 1,573,026 | 1,573,026 | 978,916 | X X X | X X X |

E05.4

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0 .

- NONE Schedule DB - Part A - Section 1**
- NONE Schedule DB - Part B - Section 1**
- NONE Schedule DB - Part D - Section 1**
- NONE Schedule DB - Part D - Section 2**
- NONE Schedule DL - Part 1**
- NONE Schedule DL - Part 2**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

| 1 Depository | 2 Code | 3 Rate of Interest | 4 Amount of Interest Received During Current Quarter | 5 Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter | | | 9 * |
|---|-----------|-----------------------|---|---|--|-------------------|------------------|--------|
| | | | | | 6 First Month | 7 Second Month | 8 Third Month | |
| Open Depositories | | | | | | | | |
| Cash Held - Bank of America Providence, RI | | | | | 5,607,749 | 4,956,840 | 3,144,427 | |
| Cash Held - Federal Home Loan Bank of Boston Boston, MA | | | | | 10,573 | 10,573 | 14,034 | |
| Suspended Depositories | | | | | | | | |
| Deposits in () depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories | | | | | | | | |
| | XXX | XXX | | | | | | XXX |
| 0199999 Total - Open Depositories | XXX | XXX | | | 5,618,322 | 4,967,413 | 3,158,461 | XXX |
| Deposits in () depositories that do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories | | | | | | | | |
| | XXX | XXX | | | | | | XXX |
| 0299999 Total Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0399999 Total Cash on Deposit | XXX | XXX | | | 5,618,322 | 4,967,413 | 3,158,461 | XXX |
| Cash in Company's Office | | | | | | | | |
| | XXX | XXX | XXX | XXX | | | | XXX |
| | | | | | | | | |
| 0599999 Total | XXX | XXX | | | 5,618,322 | 4,967,413 | 3,158,461 | XXX |

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1 CUSIP | 2 Description | 3 Code | 4 Date Acquired | 5 Rate of Interest | 6 Maturity Date | 7 Book/Adjusted Carrying Value | 8 Amount of Interest Due & Accrued | 9 Amount Received During Year |
|-------------|---|-----------|--------------------|-----------------------|--------------------|-----------------------------------|---------------------------------------|----------------------------------|
| 60934N-50-0 | FEDERATED TREASURY OBLIGA-IS | | 09/25/2019 | | | 15,434,039 | | 4,057 |
| 8599999 | Exempt Money Market Mutual Funds – as Identified by SVO | | | | | 15,434,039 | | 4,057 |
| | | | | | | | | |
| 8899999 | Total Cash Equivalents | | | | | 15,434,039 | | 4,057 |

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