



QUARTERLY STATEMENT
AS OF MARCH 31, 2016
 OF THE CONDITION AND AFFAIRS OF THE
Build America Mutual Assurance Company

NAIC Group Code 0000 , 0000 NAIC Company Code 14380 Employer's ID Number 45-4858468
(Current Period) (Prior Period)

Organized under the Laws of New York , State of Domicile or Port of Entry New York

Country of Domicile United States of America

Incorporated/Organized 03/16/2012 Commenced Business 07/20/2012

Statutory Home Office 200 Liberty St., 27th Floor , New York, NY, US 10281
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 200 Liberty St., 27th Floor
(Street and Number)

New York, NY, US 10281 (212)235-2500
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 200 Liberty St., 27th Floor , New York, NY, US 10281
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 200 Liberty St., 27th Floor
(Street and Number)

New York, NY, US 10281 (212)235-2500
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.buildamerica.com

Statutory Statement Contact Brian Michael Wymbs (212)235-2513
(Name) (Area Code)(Telephone Number)(Extension)

bwymbs@buildamerica.com (212)962-1524
(E-Mail Address) (Fax Number)

OFFICERS

<u>Name</u>	<u>Title</u>
Robert Phillips Cochran	Managing Director, Secretary and Chairman
Seán Wallace McCarthy	Managing Director and Chief Executive Officer
Elizabeth Ann Keys	Chief Financial Officer and Treasurer

OTHERS

Suzanne Marie Finnegan Bouton, Chief Credit Officer	Laura Levenstein, Chief Risk Officer
Alexander George Makowski, Jr., General Counsel and Assistant Secretary	Brian Michael Wymbs, Controller

DIRECTORS OR TRUSTEES

Raymond Joseph Rene Barrette	Robert Phillips Cochran
Seán Wallace McCarthy	Richard Ravitch
Edward Gene Rendell	Robert Albert Vanosky
Allan Lewis Waters	

State of New York
 County of New York 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)
 Robert Phillips Cochran
(Printed Name)
 1.
 Managing Director, Secretary and Chairman
(Title)

(Signature)
 Seán Wallace McCarthy
(Printed Name)
 2.
 Managing Director and Chief Executive Officer
(Title)

(Signature)
 Elizabeth Ann Keys
(Printed Name)
 3.
 Chief Financial Officer and Treasurer
(Title)

Subscribed and sworn to before me this _____ day of _____, 2016

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

Yes[X] No[]

(Notary Public Signature)

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	412,501,025		412,501,025	418,087,506
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
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)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....6,102,237), cash equivalents (\$.....0) and short-term investments (\$.....54,173,089)	60,275,326		60,275,326	59,104,895
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives				
8. Other invested assets	1,713	1,713		
9. Receivables for securities	1,784		1,784	9,737
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	472,779,848	1,713	472,778,135	477,202,138
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	2,148,551		2,148,551	2,241,670
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection				
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
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				
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	3,193,332	3,193,332	0	
21. Furniture and equipment, including health care delivery assets (\$.....0)	678,144	678,144		0
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	904,947	835,099	69,848	167,155
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	479,704,822	4,708,288	474,996,534	479,610,963
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	479,704,822	4,708,288	474,996,534	479,610,963
DETAILS OF WRITE-INS				
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 assets	835,099	835,099		
2502. Other assets	69,848		69,848	167,155
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	904,947	835,099	69,848	167,155

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....0)		
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses		
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	9,349,069	17,217,775
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	5,759	243,720
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 \$.....44,374,681 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)	14,046,355	12,480,575
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)		20,995
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
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	3,375,000	
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	14,779,225	12,376,872
26. TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25)	41,555,408	42,339,936
27. Protected cell liabilities		
28. TOTAL liabilities (Lines 26 and 27)	41,555,408	42,339,936
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	69,467,838	62,728,670
33. Surplus notes	503,000,000	503,000,000
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	(139,026,712)	(128,457,643)
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)	433,441,126	437,271,027
38. TOTALS (Page 2, Line 28, Col. 3)	474,996,534	479,610,963
DETAILS OF WRITE-INS		
2501. Mandatory contingency reserve	14,779,225	12,376,872
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	14,779,225	12,376,872
2901.		
2902.		
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. Member surplus contributions	69,467,838	62,728,670
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)	69,467,838	62,728,670

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned			
1.1 Direct (written \$.....6,714,492)	474,970	232,063	1,396,525
1.2 Assumed (written \$.....0)			
1.3 Ceded (written \$.....5,035,870)	362,128	179,696	1,073,449
1.4 Net (written \$.....1,678,622)	112,842	52,367	323,076
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....0)			
2.1 Direct			
2.2 Assumed			
2.3 Ceded			
2.4 Net			
3. Loss adjustment expenses incurred			
4. Other underwriting expenses incurred	10,017,038	9,083,785	37,039,695
5. Aggregate write-ins for underwriting deductions			
6. TOTAL underwriting deductions (Lines 2 through 5)	10,017,038	9,083,785	37,039,695
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(9,904,196)	(9,031,418)	(36,716,619)
INVESTMENT INCOME			
9. Net investment income earned	1,647,304	989,648	4,236,328
10. Net realized capital gains (losses) less capital gains tax of \$.....0	17,158	381,409	439,091
11. Net investment gain (loss) (Lines 9 + 10)	1,664,462	1,371,057	4,675,419
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)			
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income			
15. TOTAL other income (Lines 12 through 14)			
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(8,239,734)	(7,660,361)	(32,041,200)
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)	(8,239,734)	(7,660,361)	(32,041,200)
19. Federal and foreign income taxes incurred			
20. Net income (Line 18 minus Line 19) (to Line 22)	(8,239,734)	(7,660,361)	(32,041,200)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	437,271,027	448,778,196	448,778,196
22. Net income (from Line 20)	(8,239,734)	(7,660,361)	(32,041,200)
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0			
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax			
27. Change in nonadmitted assets	73,018	69,875	(1,005,915)
28. Change in provision for reinsurance			
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	4,336,815	3,155,494	21,539,945
38. Change in surplus as regards policyholders (Lines 22 through 37)	(3,829,901)	(4,434,992)	(11,507,169)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	433,441,126	444,343,204	437,271,027
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401.			
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)			
3701. Member surplus contributions	6,739,168	4,627,603	29,172,804
3702. Change in mandatory contingency reserve	(2,402,353)	(1,472,109)	(7,632,859)
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	4,336,815	3,155,494	21,539,945

CASH FLOW

		1	2	3
		Current	Prior	Prior
		Year	Year	Year
		To Date	To Date	Ended
				December
				31
Cash from Operations				
1.	Premiums collected net of reinsurance	1,657,627	1,052,734	6,333,541
2.	Net investment income	2,148,249	2,987,792	8,050,226
3.	Miscellaneous income			
4.	TOTAL (Lines 1 to 3)	3,805,876	4,040,525	14,383,767
5.	Benefit and loss related payments			
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	17,772,702	15,724,610	34,348,850
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)			
10.	TOTAL (Lines 5 through 9)	17,772,702	15,724,610	34,348,850
11.	Net cash from operations (Line 4 minus Line 10)	(13,966,826)	(11,684,085)	(19,965,083)
Cash from Investments				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds	48,599,723	123,769,703	181,391,145
12.2	Stocks			
12.3	Mortgage loans			
12.4	Real estate			
12.5	Other invested assets			
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments			567
12.7	Miscellaneous proceeds	3,382,953	16,235	7,814
12.8	TOTAL investment proceeds (Lines 12.1 to 12.7)	51,982,676	123,785,938	181,399,526
13.	Cost of investments acquired (long-term only):			
13.1	Bonds	43,754,910	11,898,100	181,876,146
13.2	Stocks			
13.3	Mortgage loans			
13.4	Real estate			
13.5	Other invested assets			
13.6	Miscellaneous applications		381,409	
13.7	TOTAL investments acquired (Lines 13.1 to 13.6)	43,754,910	12,279,509	181,876,146
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)	8,227,766	111,506,429	(476,620)
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)	6,909,491	4,892,129	27,430,787
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	6,909,491	4,892,129	27,430,787
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)	1,170,431	104,714,473	6,989,084
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year	59,104,895	52,115,811	52,115,811
19.2	End of period (Line 18 plus Line 19.1)	60,275,326	156,830,284	59,104,895

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001			
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Notes to Financial Statement

Build America Mutual Assurance Company (“Build America” or the “Company”) is a New York domiciled mutual financial guaranty insurance company. The Company was capitalized on July 17, 2012 and received its license to write financial guaranty insurance from the New York State Department of Financial Services (the “Department”) and commenced operations on July 20, 2012. Build America is also licensed in the District of Columbia and the remaining 49 states. Build America’s financial strength and counterparty credit ratings of ‘AA/Stable Outlook’, from Standard & Poor’s Ratings Services, were reaffirmed on June 29, 2015. Build America is not licensed to write financial guaranty insurance in Puerto Rico or any other territory or possession of the United States, and it has no exposure to debt issued in Puerto Rico or any other territory or possession of the United States.

The first mutual bond insurance company, Build America is owned by and operated for the benefit of the cities, states and other municipal agencies—the municipal issuers—that use the Company’s ‘AA/Stable Outlook’ rated financial guaranty to lower their cost of funding in the U.S. municipal market. Build America’s unique corporate structure distinguishes it from traditional financial guaranty insurers in many important ways:

- Build America’s charter, underwriting guidelines and credit policies permit the Company to insure only fixed rate, long-term, essential public purpose municipal bonds in core sectors for municipalities or entities that otherwise qualify for tax exemption under Section 115 of the Internal Revenue Code;
- Build America’s mutual model permits capital growth to track insured portfolio growth, eliminating the need to “go public” to raise capital, to drive earnings growth to satisfy equity markets, or to engage in mission creep by taking on risks outside of the core municipal market; and
- In addition to its own strong capital base, Build America has the benefit of collateralized first loss reinsurance protection for losses up to the first 15% of par outstanding on each policy written.

Build America collects a payment for every policy that it issues, comprising i.) a risk premium and ii.) a Member Surplus Contribution (“MSC”) that is recognized as an addition to other than special surplus funds when collected. An issuer’s MSC is credited to the payment due when Build America guaranties debt that refunds a debt issue insured by the Company. Issuers whose debt is insured by Build America become members of the Company for as long as they have debt outstanding insured by Build America, and as members have the right to vote and to receive dividends, if declared, and other benefits of mutual membership. The Company’s policies are issued without contingent mutual liability for assessment.

On July 17, 2012, the Company issued, for cash, the Series 2012-A Surplus Notes and Series 2012-B Surplus Notes (collectively, the “Surplus Notes”) to HG Holdings, Ltd. (“HG Holdings”), a Bermuda holding company, and its wholly owned subsidiary HG Re, Ltd. (“HG Re”) in the amount of \$203,000,000 and \$300,000,000, respectively.

The Company’s reinsurance protection is provided by HG Re via a first-loss reinsurance treaty (the “Reinsurance Agreement”), whereby HG Re assumes all directly insured losses in an amount up to 15% of the par outstanding for each insurance policy. HG Re’s obligations under the Reinsurance Agreement are secured by, and limited to the value of, high quality assets held in trusts, which are pledged for the benefit of Build America.

Both HG Holdings and HG Re are wholly owned subsidiaries of HG Global, Ltd. (“HG Global”), a Bermuda corporation. HG Global’s controlling parent is White Mountain Insurance Group, Ltd., a Bermuda-domiciled financial services holding company (“White Mountains”), which owns 88% of HG Global’s common equity and 97% of its preferred equity. Two of the Company’s directors, Mr. Cochran and Mr. McCarthy, along with 11 of the Company’s current and former officers and employees, own individually or through family trusts the remaining common and preferred equity interests in HG Global.

1. Summary of Significant Accounting Practices and Going Concern

A. Accounting Practices

The accompanying statutory-basis financial statements have been prepared on the basis of accounting practices prescribed or permitted by the State of New York.

The Department recognizes only statutory accounting practices prescribed or permitted by the State of New York for determining and reporting the financial condition and results of operations of an insurance company for determining its solvency under New York State Insurance Law (“NYSIL”). The National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures manual (“NAIC SAP”) has been adopted as a component of prescribed practices by the Department.

The Department has the right to permit other specific practices that deviate from prescribed practices. During 2012, the Company received permission from the Department to defer the recognition of the deferred tax liabilities attributable to MSC received until such time as the MSC are included in the Company’s taxable income, to the extent that the total gross deferred tax liabilities exceed the total gross admitted deferred tax assets. The Department’s permission to utilize this permitted practice expired on January 1, 2016, and the Company’s request to the Department to continue to utilize this permitted practice is pending. The expiration of this permitted practice had no effect on either net income for the three months ended March 31, 2016 or statutory surplus as March 31, 2016. This permitted practice had no effect on either net income for the year ended December 31, 2015 or statutory surplus as December 31, 2015.

Notes to Financial Statement

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices permitted by the Department is shown below:

	<u>State of Domicile</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
NET INCOME (LOSS)			
(1) Build America's state basis (Page 4, Line 20, Columns 1 and 3)	New York	\$ (8,239,734)	\$ (32,041,200)
(2) Effect of prescribed practices	New York	-	-
(3) Effect of permitted practice - deferred tax liability on MSC	New York	-	-
(4) NAIC SAP		<u>\$ (8,239,734)</u>	<u>\$ (32,041,200)</u>
SURPLUS			
(5) Build America's state basis (Page 3, Line 37, Columns 1 and 2)	New York	\$ 433,441,126	\$ 437,271,027
(6) Effect of prescribed practices	New York	-	-
(7) Effect of permitted practice - deferred tax liability on MSC	New York	-	-
(8) NAIC SAP		<u>\$ 433,441,126</u>	<u>\$ 437,271,027</u>

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

No significant changes from the 2015 Notes to the Financials Statements.

C. Accounting Policies

- (1) No significant changes from the 2015 Notes to the Financial Statements.
- (2) No significant changes from the 2015 Notes to the Financial Statements.
- (3) No significant changes from the 2015 Notes to the Financial Statements.
- (4) No significant changes from the 2015 Notes to the Financial Statements.
- (5) No significant changes from the 2015 Notes to the Financial Statements.
- (6) Loan-backed securities with an NAIC designation of 1 or 2 are reported at amortized cost.

Changes in estimated cash flows, including the effect of prepayment assumptions, on loan-backed securities are reviewed periodically. Prepayment assumptions are applied consistently to securities backed by similar collateral. Loan-backed securities are revalued using the estimated cash flows, including new prepayment assumptions using the retrospective adjustment method. If there is an increase in expected cash flows, the Company will recalculate the amount of accretable yield. If there is a decrease in expected cash flows or if the fair value of the loan-backed security has declined below its amortized cost basis, the Company determines whether an other-than-temporary-impairment ("OTTI") has occurred.

For loan-backed securities for which the fair value has declined below its amortized cost basis and the Company either: i.) has the intent to sell the security, or ii.) does not have the intent or ability to hold security for a period of time sufficient to recover the amortized cost basis, an OTTI shall have occurred. The amount of the OTTI recognized in earnings as a realized loss will equal the entire difference between security's amortized cost basis and its fair value at the balance sheet date.

When an OTTI has occurred because the Company does not expect to recover the entire amortized cost basis of the security, even if the Company has no intent to sell and the Company has the intent and ability to hold, the amount of the OTTI recognized in earnings as a realized loss shall be equal to the difference between the security's amortized cost basis and the present value of cash flows expected to be collected.

- (7) No significant changes from the 2015 Notes to the Financial Statements.
- (8) No significant changes from the 2015 Notes to the Financial Statements.
- (9) No significant changes from the 2015 Notes to the Financial Statements.
- (10) No significant changes from the 2015 Notes to the Financial Statements.
- (11) No significant changes from the 2015 Notes to the Financial Statements.
- (12) No significant changes from the 2015 Notes to the Financial Statements.
- (13) No significant changes from the 2015 Notes to the Financial Statements.
- (14) No significant changes from the 2015 Notes to the Financial Statements.

D. Going Concern

Management has evaluated the Company's ability to continue as a going concern and does not believe there are conditions or events, considered in the aggregate, that raise substantial doubt regarding the Company's ability to continue as a going concern within one year of the issuance of the March 31, 2016 Quarterly Statement.

2. Accounting Changes and Corrections of Errors

There were no changes in the Company's accounting policies for the three months ended March 31, 2016. There were no corrections of errors for the three months ended March 31, 2016.

Notes to Financial Statement**3. Business Combinations and Goodwill**

No significant changes from the 2015 Notes to the Financial Statements.

4. Discontinued Operations

No significant changes from the 2015 Notes to the Financial Statements.

5. Investments

A. No significant changes from the 2015 Notes to the Financial Statements.

B. No significant changes from the 2015 Notes to the Financial Statements.

C. No significant changes from the 2015 Notes to the Financial Statements.

D. Loan-Backed Securities

(1) The Company consistently uses the retrospective method to revalue loan-backed securities using current prepayment assumptions. Prepayment assumptions for single class and multi-class loan-backed securities are obtained from publicly available resources. There were no changes in the methodology utilized by the Company to revalue loan-backed securities.

(2) The Company had no OTTI losses as of March 31, 2016 or December 31, 2015.

(3) The Company had no OTTI losses as of March 31, 2016 or December 31, 2015.

(4) The Company has not recognized OTTI losses on loan-backed securities for the three months ended March 31, 2016. Gross unrealized losses on loan-backed securities and the related fair values were as follows:

Time in Continuous Unrealized Position	Gross Unrealized Losses	Fair Value	Number of Securities
<u>As of March 31, 2016:</u>			
Less than twelve months	\$ 1,278	\$ 3,452,316	3
Twelve or more months	308,204	22,605,920	5
Total	<u>\$ 309,481</u>	<u>\$ 26,058,236</u>	<u>8</u>
<u>As of December 31, 2015</u>			
Less than twelve months	\$ 228,830	\$ 30,882,453	13
Twelve or more months	568,155	23,574,844	5
Total	<u>\$ 796,985</u>	<u>\$ 54,457,297</u>	<u>\$ 18</u>

(5) The Company had no OTTI losses as of March 31, 2016 or December 31, 2015.

E. The Company has not engaged in any repurchase agreements or security-lending transactions for the years ended March 31, 2016 or December 31, 2015.

F. The Company did not hold investments in real estate, recognize any real estate impairments, or engage in any retail land sales as of March 31, 2016 or December 31, 2015.

G. The Company did not hold investments in low-income housing tax credits as of March 31, 2016 or December 31, 2015.

Notes to Financial Statement**H. The Company's restricted assets were as follows:****(1) Restricted Assets (Including Pledged)**

Restricted Asset Category	Gross Restricted							Percentage		
	Current Year							8	9	10
	1	2	3	4	5	6	7			
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligations for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0%	0%
b. Collateral held under security lending agreements	-	-	-	-	-	-	-	-	0%	0%
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
g. Placed under option contracts	-	-	-	-	-	-	-	-	0%	0%
h. Letter stock or securities restricted as to sale	-	-	-	-	-	-	-	-	0%	0%
i. FHLB capital stock	-	-	-	-	-	-	-	-	0%	0%
j. On deposit with states	6,010,420	-	-	-	6,010,420	6,010,232	188	6,010,420	1%	1%
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-	-	0%	0%
l. Pledged as collateral to FHLB	-	-	-	-	-	-	-	-	0%	0%
m. Pledged as collateral not captured in other categories	69,848	-	-	-	69,848	167,155	(97,307)	69,848	0%	0%
n. Other restricted assets	-	-	-	-	-	-	-	-	0%	0%
o. Total Restricted Assets	<u>\$6,080,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$6,080,268</u>	<u>\$6,177,387</u>	<u>\$ (97,119)</u>	<u>\$6,080,268</u>	<u>1%</u>	<u>1%</u>

(a) Subset of column 1

(b) Subset of column 3

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Description of Assets	Gross Restricted							Percentage		
	Current Year							8	9	10
	1	2	3	4	5	6	7			
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Lease security deposits	\$ 69,848	\$ -	\$ -	\$ -	\$ 69,848	\$ 167,155	\$ (97,307)	\$ 69,848	0%	0%
Total Restricted Assets	<u>\$ 69,848</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,848</u>	<u>\$ 167,155</u>	<u>\$ (97,307)</u>	<u>\$ 69,848</u>	<u>0%</u>	<u>0%</u>

(a) Subset of column 1

(b) Subset of column 3

(3) The Company has no Other Restricted Assets as of March 31, 2016 or December 31, 2015.**I. Working Capital Finance Investments**

The Company held no working capital finance investments as of March 31, 2016 or December 31, 2015.

J. Offsetting and Netting of Assets and Liabilities

The Company held no derivative, repurchase or reverse repurchase or securities borrowing or securities lending assets as of March 31, 2016 or December 31, 2015.

K. Structured Notes

The Company held no structured notes as of March 31, 2016 or December 31, 2015.

6. Joint Ventures, Partnerships and Limited Liability Companies

No significant changes from the 2015 Notes to the Financial Statements.

7. Investment Income

No significant changes from the 2015 Notes to the Financial Statements.

Notes to Financial Statement

8. Derivative Instruments

No significant changes from the 2015 Notes to the Financial Statements.

9. Income Taxes

The Company generated tax basis ordinary operating losses of \$18,590,911 and \$18,696,431 for the three months ended March 31, 2016 and March 31, 2015, respectively. The Company has an unused ordinary operating loss carryforward of the \$191,109,370 available to offset against future taxable income. Unused ordinary operating losses of \$28,493,874, \$62,004,895, \$39,418,738, \$42,600,952 and \$18,590,911 expire in 2031, 2032, 2033, 2034 and 2035, respectively.

The Company did not generated tax basis capital losses for the three months ended March 31, 2016 or March 31, 2015. The Company has unused capital loss carryforwards of \$675,207 available to offset against future taxable capital gains. Unused capital losses of \$426,394 and \$248,813 expire in 2017 and 2018, respectively.

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

No significant changes from the 2015 Notes to the Financial Statements.

11. Debt

- A. No significant changes from the 2015 Notes to the Financial Statements.
- B. The Company has no funding agreements with Federal Home Loan Banks (FHLB).

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

- A. The Company does not sponsor a defined benefit pension plan.
- B. The Company does not sponsor a defined benefit pension plan.
- C. The Company does not sponsor a defined benefit pension plan.
- D. The Company does not sponsor a defined benefit pension plan.
- E. No significant changes from the 2015 Notes to the Financial Statements.
- F. No significant changes from the 2015 Notes to the Financial Statements.
- G. No significant changes from the 2015 Notes to the Financial Statements.
- H. No significant changes from the 2015 Notes to the Financial Statements.
- I. No significant changes from the 2015 Notes to the Financial Statements.

13. Capital and Surplus and Dividend Restrictions and Quasi-Reorganizations

- (1) The Company is a mutual insurance company and has not issued common stock.
- (2) The Company is a mutual insurance company and has not issued preferred stock.
- (3) The Company is a mutual insurance company and as such does not have any cumulative stockholders' dividends.
- (4) The Company is a mutual insurance company and does not have capital stock.
- (5) The Company is a mutual insurance company and does not pay ordinary dividends.
- (6) No significant changes from the 2015 Notes to the Financial Statements.
- (7) No significant changes from the 2015 Notes to the Financial Statements.
- (8) No significant changes from the 2015 Notes to the Financial Statements.
- (9) No significant changes from the 2015 Notes to the Financial Statements.
- (10) No significant changes from the 2015 Notes to the Financial Statements.
- (11) Surplus Notes

On July 17, 2012, the Company issued, for cash, the Surplus Notes to HG Holdings and HG Re in the amount of \$203,000,000 and \$300,000,000, respectively.

Notes to Financial Statement

Pursuant to the Amended and Restated Surplus Note Purchase Agreement (the "Amended Surplus Note Agreement"), effective January 1, 2014, Build America, HG Holdings and HG Re agreed to change the interest rate on the Surplus Notes for the five years ended December 31, 2018 from a fixed 8% rate to a variable rate equal to the one-year U.S. treasury rate plus 300 basis points, set annually. Prior to the end of 2018, Build America has the option to extend the variable rate period for another three years. Following the expiration of the variable rate period, the interest rate adjusts to the higher of the then variable rate or 8%. The Department approved the Amended Surplus Note Agreement on April 25, 2014.

As of March 31, 2016:

Date Issued	Series	Interest Rate	Par Value (Face Amount of the Note)	Carrying Value of Note	Principal and/ or Interest Paid Current Year	Total Principal and/ or Interest Paid	Total Unapproved Principal and/ or Interest	Date of Maturity
July 17, 2012	2012-A	variable	\$ 203,000,000	\$ 203,000,000	\$ -	\$ -	\$ 241,198,863	April 1, 2042
July 17, 2012	2012-B	variable	\$ 300,000,000	\$ 300,000,000	\$ -	\$ -	\$ 356,451,522	April 1, 2042

The Amended Surplus Note Agreement provides for quarterly payments, on every March 1, June 1, September 1, and December 1, until all amounts due on the Surplus Notes have been paid, upon: i.) the Company's request for authority to make payment and ii.) the Department's approval of that request. These conditions to the payment of interest due on the Surplus Notes allow for the deferral of interest without the occurrence of a default under the Amended Surplus Note Agreement. The Company did not request Department approval for the payments through March 31, 2016. No interest shall be accrued on deferred interest payments. The Surplus Notes are expressly subordinate and junior to the Company's policy obligations and all other liabilities other than distribution of assets to members. Because the Company is a mutual company, there is no liquidation preference for the insurer's common and preferred shareholders, as no such shares exist.

As funds become available to make interest and principal payments and subject to approval by the Department, payments will be made pursuant to the Amended Surplus Note Agreement in the following order, satisfying each category of payment in full before beginning payments on the subsequent category: i.) outstanding principal of the Series 2012-A Surplus Notes, plus any interest due and payable thereon, ii.) interest due and payable on Series 2012-B Surplus Notes, and iii.) outstanding principal of the Series 2012-B Surplus Notes.

The Company may not make any payment of principal or interest on the Series 2012-B Surplus Notes, or on any other debt subordinated to the Surplus Notes, until all interest due and all outstanding principal on the Series 2012-A Surplus Notes has been paid. In addition, the Company may not make any payment of principal on any debt subordinated to the Surplus Notes until all interest due and all outstanding principal on all of the Surplus Notes has been paid.

While the scheduled maturity date of the Surplus Notes is April 1, 2042, the Company has the option to pre-pay, in whole or in part, the principal amount of the Surplus Notes at par value prior to such date subject to Department approval and the conditions noted in the previous paragraphs.

(12) No significant changes from the 2015 Notes to the Financial Statements.

(13) No significant changes from the 2015 Notes to the Financial Statements.

14. Liabilities, Contingencies and Assessments

No significant changes from the 2015 Notes to the Financial Statements.

15. Leases

No significant changes from the 2015 Notes to the Financial Statements.

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

Build America provides financial guaranty insurance for domestic public finance obligations. Total principal and interest exposure, net of reinsurance, as of March 31, 2016 and December 31, 2015 was \$33,615,154,428 and \$31,115,737,711, respectively.

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

A. No significant changes from the 2015 Notes to the Financial Statements.

B. The Company has not transferred or serviced any financial assets as of March 31, 2016 or December 31, 2015.

C. The Company did not engage in any wash sale transactions as of March 31, 2016 or December 31, 2015.

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

No significant changes from the 2015 Notes to the Financial Statements.

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

No significant changes from the 2015 Notes to the Financial Statements.

Notes to Financial Statement

20. Fair Value Measurements

- A. The fair values of the Company's financial instruments are determined primarily through the use of observable inputs. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from external independent sources. Unobservable inputs reflect management's assumptions about what market participants' assumptions would be in pricing the asset or liability based on the best information available. The Company classifies financial assets in the fair value hierarchy based on the lowest level input that is significant to the fair value measurement. This classification requires judgment in assessing the market and pricing methodologies for a particular security. The fair value hierarchy is comprised of the following three levels:

Level 1: Valuations are based on unadjusted quoted prices in active markets for identical financial assets or liabilities;

Level 2: Valuations of financial assets and liabilities are based on prices obtained from independent index providers, pricing vendors or broker-dealers using observable inputs; and

Level 3: Valuations are based on unobservable inputs for assets and liabilities where there is little or no market activity. Management's assumptions and/or internal valuation pricing models are used to determine the fair value of financial assets or liabilities.

- (1) The Company did not record any of its assets or liabilities at fair value as of March 31, 2016 or December 31, 2015.
- (2) During the three months ended March 31, 2016 and the year ended December 31, 2015, the Company did not transfer any assets or liabilities into or out of Level 3. The estimated fair value of the liability for net financial guaranty insurance contracts as of March 31, 2016 and December 31, 2015 was \$64,421,806 and \$58,198,084, respectively.
- (3) Transfers of assets and liabilities into or out of Level 3 are reflected at their fair values as of the end of each reporting period, consistent with the date of determination of fair value.
- (4) The following inputs, methods and assumptions were used to determine the fair value of each class of financial instrument for which it is practicable to estimate that value:

Bonds

The estimated fair values generally represent prices received from third party pricing services or alternative pricing sources. The pricing services prepare estimates of fair value measurements using their pricing applications, which include available relevant market information, benchmark curves, benchmarking of like securities and matrix pricing. The observable inputs used in the valuation of these securities may include the spread above the risk-free yield curve, reported trades, broker-dealer quotes, bids, prepayment speeds, delinquencies, loss severity and default rates. In cases where specific market quotes are unavailable, interpreting market data and estimating market values require considerable judgment by management. Accordingly, the estimates presented are not necessarily indicative of the amount the Company could realize in the market. In these cases, the fair value measurements are primarily classified as Level 2.

Cash and Short-Term Investments

The fair value of cash and short-term investments approximates its amortized cost. The fair value measurements were classified as Level 1.

Investment Income Due and Accrued

The fair value of investment income due and accrued approximates carrying value, and the fair value measurements were classified as Level 1.

Net Financial Guaranty Insurance Contracts

The fair value of net financial guaranty insurance contracts represents the Company's estimate of the cost to Build America to completely transfer its insurance obligations to another financial guarantor under current market conditions. Theoretically, this amount should be the same amount that another financial guarantor would hypothetically charge in the market place to provide the same protection as of the balance sheet date. The cost to transfer these insurance obligations is based on pricing assumptions observed in the financial guaranty market and includes adjustments to the carrying value of unearned premium reserves, member surplus contributions and ceding commissions. The significant inputs are not observable. The Company accordingly classified this fair value measurement as Level 3.

- (5) The Company did not hold any derivative assets or liabilities as of March 31, 2016 or December 31, 2015.

- B. The fair values of the Company's financial instruments are reflected in the table in footnote 20(C).

Notes to Financial Statement

- C. The admitted assets, fair values and related level classification within the fair value hierarchy of the Company's financial instruments was as follows:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Fair Value Measurements as of March 31, 2016:						
Financial Assets						
Bonds	\$ 416,239,395	\$ 412,501,025	\$ -	\$ 416,239,395	\$ -	\$ -
Cash, cash equivalents and short-term investments	60,275,326	60,275,326	60,275,326	-	-	-
Investment income due and accrued	2,148,551	2,148,551	2,148,551	-	-	-
Total Financial Assets	\$ 478,663,272	\$ 474,924,902	\$ 62,423,877	\$ 416,239,395	\$ -	\$ -
Financial Liabilities						
Net financial guaranty insurance contracts	64,421,806	\$ -	\$ -	\$ -	\$ 64,421,806	\$ -
Total Financial Liabilities	\$ 64,421,806	\$ -	\$ -	\$ -	\$ 64,421,806	\$ -
Fair Value Measurements as of December 31, 2015:						
Financial Assets						
Bonds	\$ 416,984,958	\$ 418,087,506	\$ -	\$ 416,984,958	\$ -	\$ -
Cash, cash equivalents and short-term investments	59,104,895	59,104,895	59,104,895	-	-	-
Investment income due and accrued	2,241,670	2,241,670	2,241,670	-	-	-
Total Financial Assets	\$ 478,331,523	\$ 479,434,071	\$ 61,346,565	\$ 416,984,958	\$ -	\$ -
Financial Liabilities						
Net financial guaranty insurance contracts	58,198,084	\$ -	\$ -	\$ -	\$ 58,198,084	\$ -
Total Financial Liabilities	\$ 58,198,084	\$ -	\$ -	\$ -	\$ 58,198,084	\$ -

- D. The Company had no items for which it was not practicable to estimate fair values as of March 31, 2016 or December 31, 2015.

21. Other Items

No significant changes from the 2015 Notes to the Financial Statements.

22. Events Subsequent

Pursuant to Statement of Statutory Accounting Principles ("SSAP") No. 9, Subsequent Events, the date through which Type I or Type II subsequent events have been evaluated was May 10, 2016 for the three months ended March 31, 2016, the date in which the statutory financial statements were available for issue. Based on the Company's evaluation, no material items were noted.

23. Reinsurance

No significant changes from the 2015 Notes to the Financial Statements.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

The Company does not issue retrospectively rated contracts or contracts subject to redetermination. The Company's reinsurance contract is not retrospectively rated or subject to redetermination.

25. Changes in Incurred Losses and Loss Adjustment Expenses

No significant changes from the 2015 Notes to the Financial Statements.

26. Intercompany Pooling Arrangements

No significant changes from the 2015 Notes to the Financial Statements.

27. Structured Settlements

No significant changes from the 2015 Notes to the Financial Statements.

28. Health Care Receivables

No significant changes from the 2015 Notes to the Financial Statements.

29. Participating Accident and Health Policies

No significant changes from the 2015 Notes to the Financial Statements.

30. Premium Deficiency Reserves

No significant changes from the 2015 Notes to the Financial Statements.

31. High Deductibles

No significant changes from the 2015 Notes to the Financial Statements.

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

No significant changes from the 2015 Notes to the Financial Statements.

33. Asbestos / Environmental Reserves

No significant changes from the 2015 Notes to the Financial Statements.

34. Subscriber Savings Accounts

No significant changes from the 2015 Notes to the Financial Statements.

Notes to Financial Statement**35. Multiple Peril Crop Insurance**

No significant changes from the 2015 Notes to the Financial Statements.

36. Financial Guaranty Insurance

A. The following disclosures for financial guaranty insurance contracts in force as of March 31, 2016:

(1) The following disclosures are for installment financial guaranty insurance contracts in force as of March 31, 2016:

- a. The gross unearned premium reserve on an undiscounted basis for the entire book of business that would have been reported had all installment premiums been received at inception would have been \$60,565,064 as of March 31, 2016.
- b. The table below summarizes future, undiscounted premiums expected to be collected under installment contracts as of March 31, 2016:

<u>As of March 31, 2016:</u>	<u>Future Expected Undiscounted Premiums Collections</u>
1. (b) 2nd Quarter 2016	-
(c) 3rd Quarter 2016	-
(d) 4th Quarter 2016	-
(e) Year 2017	5,423
(f) Year 2018	5,257
(g) Year 2019	5,086
(h) Year 2020	4,909
2. (a) Years 2021 through 2025	470,922
(b) Years 2026 through 2030	738,331
(c) Years 2031 through 2035	487,095
(d) Years 2036 through 2040	256,694
(e) Years 2041 through 2045	84,522
(f) Years 2046 through 2050	44,222
(g) Years 2051 through 2055	9,401
Total	<u>\$ 2,111,862</u>

c. The table below provides a roll forward of the expected future, undiscounted premiums:

<u>As of March 31, 2016:</u>	
1. Expected future premiums - beginning of year	\$ 2,065,979
2. Less: premium payments received for existing installment contracts	-
3. Add: expected premium payments for new installment contracts	45,883
4. Adjustments to the expected future premium payments	-
5. Expected future premiums - end of year	<u>\$ 2,111,862</u>

(2) The following disclosures are for non-installment financial guaranty insurance contracts in force as of March 31, 2016:

- a. The Company did not recognize any accelerated earned premium revenue on non-installment contracts during the quarter ended March 31, 2016.
- b. The table below summarizes future expected earned premium revenue, net of reinsurance, on non-installment financial guaranty contracts as of March 31, 2016:

<u>As of March 31, 2016:</u>	<u>Future Expected Earned Premiums, Net of Reinsurance</u>
1. (b) 2nd Quarter 2016	116,710
(c) 3rd Quarter 2016	179,471
(d) 4th Quarter 2016	150,040
(e) Year 2017	632,906
(f) Year 2018	677,653
(g) Year 2019	707,440
(h) Year 2020	712,516
2. (a) Years 2021 through 2025	3,673,382
(b) Years 2026 through 2030	2,932,299
(c) Years 2031 through 2035	2,189,092
(d) Years 2036 through 2040	1,244,353
(e) Years 2041 through 2045	629,582
(f) Years 2046 through 2050	134,564
(g) Years 2051 through 2055	66,347
(h) Years 2056 through 2060	-
(i) Years 2061 through 2065	-
Total	<u>\$ 14,046,355</u>

Notes to Financial Statement

- (3) The Company's net claim liabilities for financial guaranty insurance contracts inforce as of March 31, 2016 was zero.
- (4) Insured obligations are monitored periodically with the objective of identifying emerging trends, ensuring proper ratings for capital allocation and avoiding or minimizing losses.

Currently, all of Build America's insured obligations are "Performing" and exhibit no indication that the status will change. The Company does not establish any case basis reserves for insured obligations that are "Performing".

Should any of Build America's insured obligations exhibit weakness that could potentially lead to a rating of below investment grade, those obligations would be placed on Build America's "Watchlist" and would be monitored closely.

If the insured obligation requires distressed credit management, a team of Build America's professionals and, possibly, outside consultants or attorneys, would be engaged to work with the obligor to improve its financial situation and avoid or minimize losses to Build America.

If Build America determines that a loss on a Build America "Watchlist" policy is expected and measurable, then Build America would establish a reserve for that policy.

- B. On March 31, 2016, the Company received a claim from a trustee of Build America insured bonds with an internal classification of "Performing" and an investment grade rating. As the result of what the issuer reported to be an administrative oversight, insufficient funds had been remitted to the trustee in advance of an April 1, 2016 debt service payment. On April 1, 2016, the Company paid this claim in the amount of \$116,123, and was fully reimbursed by the issuer for the paid claim on the same day. Build America's financial guaranty insurance contract with the issuer required that Build America be reimbursed for the amount of the gross paid claim plus accrued interest. As Build America was reimbursed for this claim within one business day, no interest was accrued on the claim.

As of March 31, 2016, the company had total gross claim liabilities of \$116,123, and gross potential recoveries of \$116,123, resulting in a net claim liability of \$-0-.

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[] N/A[X]

- 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:

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
- 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. 12/31/2013
- 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. 12/31/2013
- 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). 04/02/2015
- 6.4 By what department or departments?
New York State Department of Financial Services
- 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[] No[] N/A[X]

- 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
.....	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]

- 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? Yes[X] No[]
 - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.
- 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[] No[X]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

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[X] No[]
- 11.2 If yes, give full and complete information relating thereto:
Cash and securities with a carrying value of \$6,010,420 were on deposit with various state and other regulatory authorities as required by law. In addition, assets with a carrying value of \$69,848 were held by lessors to benefit the lease obligations of the Company.

- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

GENERAL INTERROGATORIES (Continued)

INVESTMENT

13. Amount of real estate and mortgages held in short-term investments: \$ 0

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 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other	1,713	1,713
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	1,713	1,713
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?
 If no, attach a description with this statement. Yes[] No[] N/A[X]

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

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$ 0
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$ 0
16.3 Total payable for securities lending reported on the liability page	\$ 0

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
The Bank of New York Mellon	500 Grant Street, Pittsburgh, PA 15258

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)

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

1 Central Registration Depository	2 Name(s)	3 Address
107717	MacKay Shields LLC	1345 Avenue of the Americas, New York, NY 10105

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:

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?
If yes, attach an explanation. Yes[] No[] N/A[X]
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?
If yes, attach an explanation. Yes[] No[X]
- 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
04.2999 Total										

5. Operating Percentages:
 5.1 A&H loss percent 0.000%
 5.2 A&H cost containment percent 0.000%
 5.3 A&H expense percent excluding cost containment expenses 0.000%
- 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. \$ 0
 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. \$ 0

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
			NONE			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**Current Year to Date - Allocated by States and Territories**

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
States, etc.	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama (AL)	L	150,352	37,036				
2. Alaska (AK)	L						
3. Arizona (AZ)	L	42,255	14,210				
4. Arkansas (AR)	L		7,590				
5. California (CA)	L	1,429,645	1,472,339				
6. Colorado (CO)	L	34,138					
7. Connecticut (CT)	L	52,067	543,990				
8. Delaware (DE)	L						
9. District of Columbia (DC)	L						
10. Florida (FL)	L	209,408	118,340				
11. Georgia (GA)	L	106,540					
12. Hawaii (HI)	L						
13. Idaho (ID)	L						
14. Illinois (IL)	L	263,843	270,286				
15. Indiana (IN)	L	116,009	49,260				
16. Iowa (IA)	L	15,057	22,000				
17. Kansas (KS)	L	179,546	17,353				
18. Kentucky (KY)	L		33,327				
19. Louisiana (LA)	L	69,150	10,450				
20. Maine (ME)	L						
21. Maryland (MD)	L						
22. Massachusetts (MA)	L	8,380	4,350				
23. Michigan (MI)	L	190,826	43,483				
24. Minnesota (MN)	L		3,163				
25. Mississippi (MS)	L	107,595					
26. Missouri (MO)	L	14,175	14,488				
27. Montana (MT)	L						
28. Nebraska (NE)	L						
29. Nevada (NV)	L						
30. New Hampshire (NH)	L						
31. New Jersey (NJ)	L	1,386,957	59,010				
32. New Mexico (NM)	L	113,755	69,205				
33. New York (NY)	L	619,443	446,082				
34. North Carolina (NC)	L						
35. North Dakota (ND)	L						
36. Ohio (OH)	L	33,957	89,469				
37. Oklahoma (OK)	L	6,539	172,305				
38. Oregon (OR)	L	13,872					
39. Pennsylvania (PA)	L	271,293	264,931				
40. Rhode Island (RI)	L						
41. South Carolina (SC)	L	399,229					
42. South Dakota (SD)	L	6,045					
43. Tennessee (TN)	L	10,480	36,163				
44. Texas (TX)	L	806,147	354,213				
45. Utah (UT)	L	20,375	11,372				
46. Vermont (VT)	L						
47. Virginia (VA)	L						
48. Washington (WA)	L						
49. West Virginia (WV)	L	27,415	30,963				
50. Wisconsin (WI)	L	10,000	26,203				
51. Wyoming (WY)	L						
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	(a) 51	6,714,492	4,221,579				
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						

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

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

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
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)	*
.....	14380	45-4858468	.....	.....	.....	Build America Mutual Assurance Company	NY	RE	.....	.....	.....	.....	.....
.....	00000	46-5430605	.....	.....	.....	BAM Asset Management, LLC	DE	DS	Build America Mutual Assurance Company	Ownership	100.0	Build America Mutual Assurance Company	.....

Asterisk	Explanation
0000001

PART 1 - LOSS EXPERIENCE

Line 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	474,970			
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				
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	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business				
35. TOTALS	474,970			
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	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	6,714,492	6,714,492	4,221,579
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			
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	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business			
35. TOTALS	6,714,492	6,714,492	4,221,579
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Summary of remaining write-ins for Line 34 from overflow page			
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)			

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)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 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 and 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 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2013 + Prior													
2. 2014													
3. Subtotals 2014 + Prior													
4. 2015													
5. Subtotals 2015 + Prior													
6. 2016	X X X	X X X	X X X	X X X			X X X				X X X	X X X	X X X
7. Totals													
8. Prior Year-End Surplus As Regards Policyholders	437,271,027										Col. 11, Line 7 As % of Col. 1 Line 7 1.....	Col. 12, Line 7 As % of Col. 2 Line 7 2.....	Col. 13, Line 7 As % of Col. 3 Line 7 3.....
													Col. 13, Line 7 Line 8 4.....

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NONE

STATEMENT AS OF **March 31, 2016** OF THE **Build America Mutual Assurance Company**
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		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
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		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

NONE

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		
9. Total foreign exchange change in book value/recorded investment		
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	1,713	1,713
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 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)	1,713	1,713
12. Deduct total nonadmitted amounts	1,713	1,713
13. Statement value at end of current period (Line 11 minus Line 12)		

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	418,087,506	420,892,612
2. Cost of bonds and stocks acquired	43,754,910	181,876,146
3. Accrual of discount	32,195	73,373
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals	17,158	438,524
6. Deduct consideration for bonds and stocks disposed of	48,599,723	181,391,145
7. Deduct amortization of premium	791,021	3,802,004
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)	412,501,025	418,087,506
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	412,501,025	418,087,506

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**

	1	2	3	4	5	6	7	8
NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	461,356,107	174,578,824	168,485,537	(775,280)	466,674,114			461,356,107
2. NAIC 2 (a)								
3. NAIC 3 (a)								
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	461,356,107	174,578,824	168,485,537	(775,280)	466,674,114			461,356,107
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	461,356,107	174,578,824	168,485,537	(775,280)	466,674,114			461,356,107

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....25,625,987; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

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SCHEDULE DA - PART 1**Short - Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	54,173,089	X X X	54,197,344	39,049	39,089

SCHEDULE DA - Verification**Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	43,268,605	19,843,228
2. Cost of short-term investments acquired	130,823,914	542,762,814
3. Accrual of discount	900	770
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		567
6. Deduct consideration received on disposals	119,902,972	519,330,411
7. Deduct amortization of premium	17,358	8,363
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)	54,173,089	43,268,605
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	54,173,089	43,268,605

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SI07 Schedule DB - Verification NONE

SCHEDULE E - Verification
(Cash Equivalents)

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		14,999,889
2.	Cost of cash equivalents acquired		
3.	Accrual of discount		111
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals		15,000,000
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)		
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	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 or Market Indicator (a)
Bonds - U.S. States, Territories and Possessions									
041042WF5	STATE OF ARKANSAS 2.000% 07/01/18		03/14/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	2,274,712	2,230,000	9,416	1FE
041042WP3	ARKANSAS ST SERIES A 1.172% 07/01/17		03/17/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	1,540,649	1,535,000	4,048	1FE
041042YA4	ARKANSAS ST SERIES B 0.820% 07/01/17		03/17/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	1,713,679	1,715,000	3,164	1FE
880541QM2	TENNESSEE ST SERIES C 2.326% 08/01/17		03/15/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	6,072,135	5,955,000	18,084	1FE
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions					X X X	11,601,175	11,435,000	34,712	X X X
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
235219JT0	DALLAS TX SERIES B 2.069% 02/15/18		03/21/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	5,095,950	5,000,000	11,207	1FE
351280MQ2	FOWLerville MI CMNTY SCHS SCHD SERIES B		03/08/2016	Stifel Nicolaus	X X X	2,400,000	2,400,000		1FE
351280MR0	FOWLerville MI CMNTY SCHS SCHD SERIES B		03/08/2016	Stifel Nicolaus	X X X	3,465,000	3,465,000		1FE
442331YQ1	HOUSTON TX SERIES B 1.121% 03/01/17		01/08/2016	JP Morgan	X X X	3,448,531	3,440,000	14,140	1FE
49474FPZ7	KING CNTY WA SERIES B 0.950% 12/01/17		02/23/2016	JP Morgan	X X X	1,095,000	1,095,000		1FE
49474FQA1	KING CNTY WA SERIES B 1.050% 12/01/18		02/23/2016	JP Morgan	X X X	1,105,000	1,105,000		1FE
795200HB3	SALINE AREA SCHOOLS 1.215% 05/01/17		01/20/2016	JP Morgan	X X X	2,000,000	2,000,000		1FE
2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					X X X	18,609,481	18,505,000	25,347	X X X
Bonds - U.S. Special Revenue, Special Assessment									
040580GB2	ARIZONA HST SCH FACS BRD REVEN 1.118%		03/16/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	6,247,099	6,225,000	15,466	1FE
641494DD8	NEVADA ST SYS OF HGR EDU COPS SERIES B		03/10/2016	CITIGROUP FINANCIAL PRODUCTS	X X X	200,000	200,000		1FE
641494DE6	NEVADA ST SYS OF HGR EDU COPS SERIES B		03/10/2016	CITIGROUP FINANCIAL PRODUCTS	X X X	200,000	200,000		1FE
88213ADL6	TEXAS ST A & M UNIV SYS BRD OF SERIES B		03/22/2016	RBC DOMINION SECURITIES	X X X	3,375,000	3,375,000		1FE
882806EK4	TEXAS ST TECH UNIV REVENUES SERIES B 1		03/15/2016	JANNEY MONTGOMERY, SCOTT INC	X X X	3,522,155	3,500,000	4,527	1FE
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					X X X	13,544,254	13,500,000	19,993	X X X
8399997 Subtotal - Bonds - Part 3					X X X	43,754,910	43,440,000	80,052	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	43,754,910	43,440,000	80,052	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9899999 Subtotal - Preferred and Common Stocks					X X X		X X X		X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	43,754,910	X X X	80,052	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

QE04

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	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/ Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ 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.							
Bonds - U.S. Governments																					
36176XKJ2	GNMA POOL 779107 4.000% 04/15/42		03/01/2016	Paydown	X X X	89,761	89,761	98,471	97,618	(7,857)			(7,857)		89,761				765	04/15/2042	1
36179MC24	GNMA POOL MA0089 4.000% 05/20/42		03/01/2016	Paydown	X X X	222,557	222,557	244,934	244,278	(21,721)			(21,721)		222,557				1,436	05/20/2042	1
36179ME30	GNMA POOL MA0154 3.500% 06/20/42		03/01/2016	Paydown	X X X	165,484	165,484	179,383	178,916	(13,432)			(13,432)		165,484				878	06/20/2042	1
36179MG61	GNMA POOL MA0221 4.000% 07/20/42		03/01/2016	Paydown	X X X	392,843	392,843	424,516	423,727	(30,884)			(30,884)		392,843				2,543	07/20/2042	1
36179MMX5	GNMA POOL MA0374 2.500% 09/20/27		03/01/2016	Paydown	X X X	259,039	259,039	274,500	272,395	(13,356)			(13,356)		259,039				1,058	09/20/2027	1
36179QPH8	GNMA POOL MA2224 4.000% 09/20/44		03/01/2016	Paydown	X X X	652,114	652,114	692,871	692,375	(40,261)			(40,261)		652,114				4,193	09/20/2044	1
0599999	Subtotal - Bonds - U.S. Governments				X X X	1,781,798	1,781,798	1,914,675	1,909,309	(127,511)			(127,511)		1,781,798				10,873	X X X	X X X
Bonds - U.S. Special Revenue, Special Assessment																					
3128M9DF6	FREDDIE MAC GOLD POOL G07002 4.500% 08		03/01/2016	Paydown	X X X	170,204	170,204	183,474	183,058	(12,855)			(12,855)		170,204				1,271	12/01/2041	1
3128MJQK9	FREDDIE MAC GOLD POOL G08457 4.500% 08		03/01/2016	Paydown	X X X	168,869	168,869	181,112	180,730	(11,860)			(11,860)		168,869				1,286	08/01/2041	1
31307CLJ5	FHLMC POOL J23929 2.500% 05/01/28		03/01/2016	Paydown	X X X	289,926	289,926	283,765	284,384	5,541			5,541		289,926				1,177	05/01/2028	1
3135G0AL7	FANNIE MAE 2.250% 03/15/16		03/15/2016	Maturity	X X X	10,150,000	10,150,000	10,750,677	10,184,696	(34,696)			(34,696)		10,150,000				114,188	03/15/2016	1
3138EJRR0	FNMA POOL AL2071 5.500% 03/01/40		03/01/2016	Paydown	X X X	164,835	164,835	181,370	180,819	(15,984)			(15,984)		164,835				1,463	03/01/2040	1
3138LVWX7	FNMA POOL A05161 3.500% 06/01/27		03/01/2016	Paydown	X X X	44,327	44,327	47,630	46,953	(2,627)			(2,627)		44,327				259	06/01/2027	1
31402CU67	FNMA POOL 725205 5.000% 03/01/34		03/01/2016	Paydown	X X X	81,347	81,347	89,507	89,044	(7,697)			(7,697)		81,347				656	03/01/2034	1
31403DGY9	FNMA POOL 745515 5.000% 05/01/36		03/01/2016	Paydown	X X X	159,752	159,752	174,629	173,991	(14,239)			(14,239)		159,752				1,328	05/01/2036	1
31410KJY1	FNMA POOL 889579 6.000% 05/01/38		03/01/2016	Paydown	X X X	59,470	59,470	65,547	65,334	(5,864)			(5,864)		59,470				599	05/01/2038	1
31410KX3	FNMA POOL 889983 6.000% 10/01/38		03/01/2016	Paydown	X X X	67,814	67,814	75,104	74,842	(7,028)			(7,028)		67,814				694	10/01/2038	1
31417C7D1	FNMA POOL AB6291 3.000% 09/01/27		03/01/2016	Paydown	X X X	232,645	232,645	245,331	243,668	(11,023)			(11,023)		232,645				1,097	09/01/2027	1
650035XM5	NEW YORK ST URBAN DEC CORP REV 1.330%		03/15/2016	Maturity	X X X	1,120,000	1,120,000	1,133,059	1,121,589	(1,589)			(1,589)		1,120,000				7,448	03/15/2016	1FE
675371AU2	OCEANSIDE CA PENSN OBLG 2.298% 08/15/1		03/22/2016	RBC DOMINION SECURITIES	X X X	864,518	850,000	850,000	850,000						850,000		14,518	14,518	12,317	08/15/2018	1FE
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	18,617,107	18,559,189	19,261,205	18,679,108	(119,921)			(119,921)		18,559,189		57,918	57,918	178,255	X X X	X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
03523TBA5	ANHEUSER-BUSCH INBEV WOR 2.875% 02/15/		02/15/2016	Maturity	X X X	4,000,000	4,000,000	4,244,560	4,010,257	(10,257)			(10,257)		4,000,000				57,500	02/15/2016	1FE
17275RAC6	CISCO SYSTEMS INC 5.500% 02/22/16		02/22/2016	Maturity	X X X	2,500,000	2,500,000	2,911,775	2,516,980	(16,980)			(16,980)		2,500,000				68,750	02/22/2016	1FE
26875PAH4	EOG RESOURCES INC 2.500% 02/01/16		02/01/2016	Maturity	X X X	2,259,000	2,259,000	2,368,377	2,262,098	(3,098)			(3,098)		2,259,000				28,238	02/01/2016	1FE
36962G6Q2	GENERAL ELEC CAP CORP SERIES MTN 0.918		01/08/2016	Maturity	X X X	2,500,000	2,500,000	2,508,950	2,500,060	(60)			(60)		2,500,000				5,865	01/08/2016	1FE
437076AP7	HOME DEPOT INC 5.400% 03/01/16		03/01/2016	Maturity	X X X	2,500,000	2,500,000	2,897,350	2,519,103	(19,103)			(19,103)		2,500,000				67,500	03/01/2016	1FE
438516AP1	HONEYWELL INTERNATIONAL 5.400% 03/15/1		03/15/2016	Maturity	X X X	1,000,000	1,000,000	1,134,970	1,009,039	(9,039)			(9,039)		1,000,000				27,000	03/15/2016	1FE
637071AL5	NATIONAL OILWELL VARCO I 1.350% 12/01/		03/21/2016	Wells Fargo	X X X	975,420	1,000,000	999,030	999,623	44			44		999,668		(24,248)	(24,248)	4,238	12/01/2017	1FE
64952WBM4	NEW YORK LIFE GLOBAL FDG SERIES 144A 0		02/12/2016	Maturity	X X X	2,350,000	2,350,000	2,348,473	2,349,941	59			59		2,350,000				9,400	02/12/2016	1FE
69349LAJ7	PNC BANK NA 0.633% 01/28/16		01/28/2016	Maturity	X X X	2,100,000	2,100,000	2,100,000	2,100,000						2,100,000				3,398	01/28/2016	1FE
828807BT3	SIMON PROPERTY GROUP 6.100% 05/01/16		02/01/2016	Call 100.0000	X X X	2,000,000	2,000,000	2,300,640	2,008,704	(8,704)			(8,704)		2,000,000				30,500	05/01/2016	1FE
857477AH6	STATE STREET CORP 2.875% 03/07/16		03/07/2016	Maturity	X X X	2,350,000	2,350,000	2,513,419	2,358,562	(8,562)			(8,562)		2,350,000				33,781	03/07/2016	1FE
927804EZ3	VIRGINIA ELEC & POWER CO 5.400% 01/15/		01/15/2016	Maturity	X X X	1,000,000	1,000,000	1,132,310	1,001,812	(1,812)			(1,812)		1,000,000				27,000	01/15/2016	1FE
927804FC3	VIRGINIA ELEC & POWER CO 5.950% 09/15/		03/21/2016	Keybank	X X X	2,666,398	2,500,000	3,111,325	2,710,892	(27,980)			(27,980)		2,682,910		(16,512)	(16,512)	78,094	09/15/2017	1FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	28,200,818	28,059,000	30,571,179	28,347,071	(105,492)			(105,492)		28,241,578		(40,760)	(40,760)	441,264	X X X	X X X
8399997	Subtotal - Bonds - Part 4				X X X	48,599,723	48,399,987	51,747,059	48,935,488	(352,924)			(352,924)		48,582,565		17,158	17,158	630,392	X X X	X X X
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				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	Subtotal - Bonds				X X X	48,599,723	48,399,987	51,747,059	48,935,488	(352,924)			(352,924)		48,582,565		17,158	17,158	630,392	X X X	X X X
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				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
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				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
9899999	Subtotal - Preferred and 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

QE05

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stocks 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	F o r 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 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 or Market Indicator (a)
9999999 Total - Bonds, Preferred and Common Stocks					X X X	48,599,723	X X X	51,747,059	48,935,488		(352,924)		(352,924)		48,582,565		17,158	17,158	630,392	X X X	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D Section 1 NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity NONE

E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity NONE

E10 Schedule DL - Part 1 - Securities Lending Collateral Assets NONE

E11 Schedule DL - Part 2 - Securities Lending Collateral Assets NONE

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									
First Republic Bank	San Francisco, California		0.010			14,890,666 3,672	4,825,046 9,211	6,101,987 250	XXX XXX
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories		XXX	XXX						XXX
0199999 Totals - Open Depositories		XXX	XXX			14,894,338	4,834,257	6,102,237	XXX
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories		XXX	XXX						XXX
0299999 Totals - Suspended Depositories		XXX	XXX						XXX
0399999 Total Cash On Deposit		XXX	XXX			14,894,338	4,834,257	6,102,237	XXX
0499999 Cash in Company's Office		XXX	XXX	XXX	XXX				XXX
0599999 Total Cash		XXX	XXX			14,894,338	4,834,257	6,102,237	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
<div style="border: 1px solid black; padding: 10px; display: inline-block;"> N O N E </div>							
8699999 Total - Cash Equivalents							

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