

IN THE CHANCERY COURT OF THE FIRST JUDICIAL DISTRICT  
HINDS COUNTY, MISSISSIPPI

**FILED**  
JUN 29 1999  
LICE JAMES, Chancery Clerk

GEORGE DALE, COMMISSIONER  
OF INSURANCE OF THE STATE OF  
MISSISSIPPI

PETITIONER

VS.

CIVIL ACTION NO. G99-908

FIRST NATIONAL LIFE INSURANCE  
COMPANY OF AMERICA, A MISSISSIPPI DOMICILED  
INSURANCE COMPANY

RESPONDENT

PETITION FOR ORDER OF LIQUIDATION

George Dale, Commissioner of Insurance for the State of Mississippi (the "Commissioner") as Rehabilitator (the "Rehabilitator") and Betty Cordial as Deputy Rehabilitator (the "Deputy Rehabilitator") of First National Life Insurance Company (the "Company"), file this Petition for Order of Liquidation and in support hereof respectfully assert as follows:

1.

On May 10, 1999, this Court entered an Order of Rehabilitation concerning the Company, and among other things, appointed the Commissioner as the Rehabilitator of the Company to have

and exercise the powers and responsibilities of a rehabilitator pursuant to Miss. Code Ann. § 83-24-1 *et seq.* and other applicable laws.

2.

On May 12, 1999, this Court entered an Order appointing Betty Cordial as the Deputy Rehabilitator of the Company to have and exercise the powers and responsibilities of a deputy rehabilitator pursuant to Miss. Code Ann. § 83-24-1 *et seq.* and other applicable laws.

3.

Since that date, pursuant to the Order of Rehabilitation, the Rehabilitator and Deputy Rehabilitator have exercised their authority to take possession and control of the property, books, accounts, documents, and other records and assets of the Company, and of the premises occupied by the Company for transaction of its business, and to administer them under the general supervision of this Court to permit the Rehabilitator and Deputy Rehabilitator to ascertain the condition of the Company.

4.

Subsequent to the entry of the Order of Rehabilitation, the Rehabilitator has determined that the Company is insolvent within the meaning of Miss. Code Ann. § 83-24-7(k) and § 83-24-35(4) because the Company's admitted assets do not exceed its liabilities ( including but not limited to required reserves). Through a fraudulent scheme the Company has lost possession of its reserve investments and the full recovery of these investment monies is unlikely.

5.

The Company is insolvent. The admitted assets of Company as of the year ended December 31, 1998, as reflected on Exhibit A attached hereto from the Company's Annual Statement, were \$126,235,682. Of this amount, \$110,244,475 is reflected as being invested in bonds. During the Rehabilitation, Petitioners have determined that substantially all of the bond investments are missing. John Hackney, President of the Company, has advised that he invested the Company's assets in bonds through the broker known to him as LNS, Inc. Petitioners have confirmed that records of the Company reflect these investments, however, LNS, Inc. and the money invested in bonds through LNS, Inc. is missing. With total liabilities of \$107,400,507, and the missing bonds, the Company is insolvent.

6.

The Court should enter an Order of Liquidation pursuant to Miss. Code Ann. § 83-24-31(1) and §83-24-33 because the Company is insolvent within the meaning of Miss. Code Ann. §83-24-7(k); and the continuation of the Company's rehabilitation proceedings will substantially increase the risk of loss to its policyholders, creditors, and the public, and would be futile.

7.

The Company has limited assets to meet necessary administrative expenses. The Deputy Rehabilitator is working with the National Organization of Life and Health Insurance Guaranty Associations and all affected state guaranty associations including the Mississippi Life and Health Insurance Guaranty Association ("Guaranty Associations") to protect policyholders by the

possible assumption of policy obligations by a solvent carrier, or through coverage provided directly by the Guaranty Associations. At this time it is unknown whether all policies will be covered by Guaranty Associations. Entry of an order of liquidation and a finding of insolvency will allow the various involved Guaranty Associations to assume their statutory responsibilities with respect to covered policies and benefits through statutory mechanisms such as Miss. Code Ann. § 83-23-215(2), and begin paying claims covered by the Guaranty Associations.

8.

The officers and directors of the Company are aware of the missing bond investments and the insolvent condition of the Company. Copies of this Petition have been forwarded to the officers and directors that can be located. Further notice is not required or appropriate and would delay the protection of policyholders, creditors and the general public. Objections to the Order of Liquidation, if any, can be heard at a post entry hearing as provided by Miss. Code Ann. § 83-24-19(5); or by an appeal with limitations upon the liquidation as provided in Miss. Code Ann. § 83-24-35(6).

9.

It is in the best interests of the policyholders and creditors of Company and the public that the Company immediately be placed in liquidation pursuant to Miss. Code Ann. § 83-24-31(1) and § 83-24-33. Grounds exist that justify the immediate entry of a Final Order of Liquidation and Finding of Insolvency to permit the Rehabilitator and Deputy Rehabilitator to liquidate the Company and to take such other actions as may be necessary.



WHEREFORE, PREMISES CONSIDERED, Rehabilitator and Deputy Rehabilitator respectfully request that this Court enter an Order:

- A. Declaring that the Company is insolvent as defined by Miss. Code Ann. § 83-24-7;
- B. Superseding the Order of Rehabilitation entered on May 10, 1999, terminating the rehabilitation proceeding, converting the rehabilitation proceeding to a liquidation proceeding, and ordering that the Company be liquidated;
- C. Appointing George Dale, Commissioner of Insurance of the State of Mississippi, and his successors in office, as the liquidator ("Liquidator") of the Company, and ordering him to liquidate the business and affairs of the Company and exercise the powers, duties and responsibilities of a liquidator pursuant to Miss. Code Ann. § 83-24-1 et seq. and other applicable Mississippi laws;
- D. Confirming that the Rehabilitator is authorized to appoint a Deputy Liquidator and approving the appointment of Betty Cordial, the current Deputy Rehabilitator, as Deputy Liquidator; and ordering that she shall have all powers and responsibilities of the Liquidator granted by the Order of Liquidation and all such authority as conferred by operation of law;
- E. Confirming that the Liquidator retains the right to terminate the Deputy Liquidator and/or substitute another person as Deputy Liquidator as he may deem necessary, and that all Deputy Liquidators will serve at the pleasure of the Liquidator as provided by Miss. Code Ann. §83-24-27(1);
- F. Fixing as of the date of entry of the Order of Liquidation the rights and liabilities of the Company and of the Company's creditors, policyholders, stockholders, employees and all other persons interested in the Company's estate, except as otherwise provided by Mississippi

law;

G. Providing that policies of life or health insurance or annuities that are covered by a guaranty association or foreign guaranty association shall continue in force for such period and under such terms as is provided for by any applicable guaranty association or foreign guaranty association as provided in Miss. Code Ann. § 83-24-37(3) and any premiums due for such policies on or after the date of entry of an order of liquidation shall belong to the applicable guaranty association. Pursuant to Miss. Code Ann. § 83-24-37(e), all benefits and/or policies not covered by a guaranty association or foreign guaranty association shall terminate at 12:01 A.M. on the day after the entry of the Order of Liquidation.

H. Confirming that the Liquidator and Deputy Liquidator shall maintain possession and control and be vested with title to all of the tangible and intangible rights, property, and assets of the Company, wherever located, including but not limited to all monies, accounts, books, documents, records, the premises occupied by the Company for transaction of its business, contracts, rights of action, securities, brokerage accounts, policies, policy benefits due to Company, files, papers, electronic media, debentures, mortgages, furniture, fixtures, computer hardware, computer software, office supplies, motor vehicles, and all other equipment.

I. Ordering all persons and entities, including but not limited to banks, brokerage houses, agents, producers, general agents, sub-agents, contractors, reinsurers, reinsurance intermediaries, third-party administrators, underwriting managers, officers, directors, stockholders, employees, representatives, accountants, attorneys, actuaries, affiliates, parent corporations, subsidiaries, and policyholders, in possession of any tangible or intangible right, property, asset or record of the Company, to maintain all such rights, property, asset and records in a safe and secure manner for

and on behalf of the Liquidator and to promptly deliver all such rights, property and records to the Liquidator or Deputy Liquidator upon request.

J. Enjoining all general agents, agents, sub-agents, and brokers of Company from returning to policyholders or others, any unearned premiums, or any monies in their possession collected from premiums;

K. Directing that general agents, agents, sub-agents, and brokers immediately remit all premiums, unearned premiums, collected commissions, and unearned commissions in their possession or under their control, or which they may hereafter acquire, to the Liquidator, together with all records and a full accounting thereof;

L. Enjoining all persons and entities from:

- (1) The transaction of further business of the Company without the approval of the Liquidator;
- (2) Interfering with the Liquidator's, or Deputy Liquidator's, duties, activities, or responsibilities, or with this proceeding;
- (3) The transfer, waste, or dissipation of the bank accounts or any of the property or assets of the Company;
- (4) The obtaining of any preference, judgment, attachment, garnishment or lien against the Company or its assets, wherever located, or the levying of execution against the Company or its assets, wherever located, or the commencement, prosecution or further prosecution of any suit, action or proceeding having any such purpose or effect;
- (5) The making of any sale or deed for nonpayment of taxes or assessments



that would lessen the value of the assets of the Company;

- (6) The withholding from the Liquidator of the books, accounts, documents or other records relating to the business of the Company;
- (7) Any other threatened or contemplated action that might lessen the value of the Company's assets or prejudice the rights of policyholders, creditors or shareholders, or the administration of this proceeding;

M. Ordering that no action at law or equity or in arbitration shall be brought against the Company or Liquidator, whether in Mississippi or elsewhere, nor shall any such existing actions be maintained or further presented or prosecuted after issuance of the Liquidation Order; but rather all claims shall be submitted through the claims process;

N. Enjoining all secured creditors or parties, pledgees, lien holders, collateral holders or other persons claiming a secured, priority or preferred interest in any property or assets of the Company from taking any steps whatsoever to transfer, sell, encumber, attach, dispose of or exercise purported rights in or against any property or assets of the Company without the prior approval of the Liquidator;

O. Enjoining the Company, and its officers, directors, agents, servants, employees and/or other persons acting for or on behalf of the Company from soliciting or accepting new business;

P. Enjoining and restraining the Company, its officers, directors, employees, agents, stockholders, and all other persons, including but not limited to banks, brokerage houses, agents, producers, general agents, sub-agents, contractors, reinsurers, reinsurance intermediaries, third-party administrators, underwriting managers, representatives, accountants, attorneys, actuaries, affiliates, or parent corporations, and subsidiaries, from the further transaction of business by or



on behalf of the Company, and from dealing with or disposing of the property of the Company, committing any waste or concealment of assets, without the express authorization of the Liquidator or Deputy Liquidator;

Q. Enjoining all general agents, agents, sub-agents and brokers of the Company, as well as any banks, brokerage houses, reinsurers, third party administrators, or other companies or persons having in their possession assets or commissions which are, or may be, the property of the Company from disposing of or destroying the same, or disposing of or destroying any records pertaining to any business transactions between Company and its insureds, policyholders, general agents, agents, brokers, banks, brokerage houses, reinsurers, third party administrators, or other companies or persons having done business with Company, or having in their possession assets which are or were the property of Company;

R. Enjoining all general agents, agents, and brokers of Company from in any way counseling, encouraging or soliciting the cancellation, surrender, replacement or termination of policies issued by Company, which would eliminate, jeopardize or diminish the rights of policyholders to the benefits provided by the Mississippi Life and Health Insurance Guaranty Association, or similar associations in other states;

S. Ordering that all contracts and agreements of reinsurance, wherein the Company is the ceding insurer shall remain in full force and effect pending a determination and recommendation by the Liquidator as to when, and upon what terms, cancellation is appropriate; and that all reinsurers are ordered to pay all amounts due and unpaid to the Company under such contracts and treaties;

T. Ordering that all treaties, contracts, and agreements of reinsurance wherein the

Company is the assuming reinsurer are canceled on a "cut-off" basis effective with the entry of the Order of Liquidation, and that all ceding insurers or reinsurers are ordered to account for and pay all amounts due and unpaid to the Company under such contracts and treaties;

U. Approving the continuing employment of legal counsel for the Rehabilitator as counsel for the Liquidator pursuant to the same terms previously approved by the Court

V. Ordering that all available constitutional, statutory and common law immunities applicable and available to the Liquidator are extended to the Deputy Liquidator, counsel for the Liquidator and Deputy Liquidator, and all other agents, and personnel of the Liquidator and Deputy Liquidator;

W. Authorizing the Liquidator and the Deputy Liquidator to employ, or continue to employ, such special deputies, agents, actuaries, accountants, agents, appraisers, assistants, clerks, consultants and such other personnel as they deem necessary and to fix and pay the reasonable compensation and expenses of such persons out of the funds and assets of Company subject to the supervision of this Court;

X. Authorizing the Liquidator and Deputy Liquidator to pay all routine administrative and operating expenses, including the compensation, fees and expenses of attorneys, accountants, agents, appraisers, and consultants, incurred in connection with the orderly liquidation of the Company and collection of the Companies assets, without prior approval of the Court, but subject to the general supervision of the Court;

Y. Authorizing the Liquidator and Deputy Liquidator to pay all routine administrative expenses that remain outstanding that were directly incurred and authorized by the Rehabilitator or Deputy Rehabilitator during the period of rehabilitation;

Z. Authorizing the Liquidator and Deputy Liquidator to return any funds received and collected in a fiduciary capacity after the entry of the order of rehabilitation for the accumulator rider that are not covered by a guaranty fund;

AA. Authorizing the Liquidator and Deputy Liquidator to take actions necessary to prevent potential preferences from occurring, including specific injunctions against appropriate parties pursuant to Miss. Code Ann. § 83-24-51 - 55, and where appropriate, to enjoin the dissipation of Company's assets already paid out as potential preferences or fraudulent conveyances or any threatened or contemplated action that might lessen the value of Company's estate or prejudice the rights of its policyholders, creditors, or the public, or the administration of this proceeding;

BB. The Liquidator and Deputy Liquidator shall have the authority pursuant to Miss. Code Ann. § 83-24-51 - 55 to void fraudulent transfers, and shall have the authority to void preferences;

CC. Providing that financial reports to the Court shall be made by the Liquidator within one year of the Order of Liquidation and at least annually thereafter, each such financial report to include, at a minimum, the assets and liabilities of the Company and all funds received and disbursed by the Liquidator;

DD. Providing that the Liquidator shall give appropriate notice of the Order of Liquidation pursuant to Miss. Code Ann. § 83-24-43, the deadline for filing claims as established by the Court, and the procedures for filing claims against the estate of the Company;

EE Granting to the Liquidator and the Deputy Liquidator all powers and duties enumerated in Miss. Code Ann. § 83-24-41;



FF. Providing that the Order of Liquidation shall remain in effect until the Liquidator has completed his duties or is discharged by order of this Court; and

GG. Determining that there is no just reason for delay, and that the Order of Liquidation shall be entered as a final judgment.

This the \_\_\_\_\_ day of June, 1999.

OF COUNSEL:  
Lee Harrell, Esq.  
MSB #8957  
Special Assistant Attorney General  
Mississippi Department of Insurance

Respectfully submitted,

GEORGE DALE, AS COMMISSIONER OF  
INSURANCE FOR THE STATE OF MISSISSIPPI  
IN HIS CAPACITY AS REHABILITATOR OF  
FIRST NATIONAL LIFE INSURANCE  
COMPANY

AND

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BETTY CORDIAL, AS DEPUTY  
REHABILITATOR OF FIRST NATIONAL LIFE  
INSURANCE COMPANY OF AMERICA

BY: \_\_\_\_\_  
COPELAND, COOK, TAYLOR & BUSH, P.A.  
Counsel to Rehabilitator and Deputy Rehabilitator  
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Facsimile: 601/856-7200

**CERTIFICATE OF SERVICE**

I, Charles G. Copeland, do hereby certify that I have this date caused to be mailed, by U. S. Mail, first class, postage prepaid, a true and correct copy of the above and foregoing document to:

David L. Martin, Esq.  
Watkins, Ludlam, Winter & Stennis  
P O Box 427  
Jackson, MS 39205-0427  
Attorney for Mississippi Life and Health Insurance Guaranty Association

This the \_\_\_\_\_ day of June, 1999.

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Charles G. Copeland

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ANNUAL STATEMENT

OF THE

RECEIVED

MAR - 1 1999

First National Life Insurance  
Company of America

OF

JACKSON

IN THE

STATE OF MISSISSIPPI

TO THE

Insurance Department

OF THE

STATE OF

FOR THE YEAR ENDED  
DECEMBER 31, 1998

1998

LIFE AND ACCIDENT AND HEALTH

1998

EXHIBIT

A



## ASSETS

	Current Year				Prior Year
	1 Ledger Assets	2 Non-Ledger Assets	3 Assets Not Admitted	4 Net Admitted Assets (Cols. 1 + 2 - 3)	5 Net Admitted Assets
1. Bonds (less \$ ..... liability for asset transfers with put options, Schedule D, Part 1) .....	110,244,475			110,244,475	97,097,692
2. Stocks:					
2.1 Preferred stocks (Schedule D, Part 2, Section 1) .....					581,442
2.2 Common stocks (Schedule D, Part 2, Section 2) .....					2,598,547
3. Mortgage loans on real estate (Schedule B, Part 1, Section 1):					
3.1 First liens .....					
3.2 Other than first liens .....					
4. Real estate (Schedule A):					
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....	592,147			592,147	605,669
4.2 Properties acquired in satisfaction of debt (less \$ ..... encumbrances) .....					
4.3 Investment real estate (less \$ ..... encumbrances) .....					
5. Policy loans .....	3,984,573			3,984,573	3,656,601
6. Premium notes, including \$ ..... for first year premiums .....					
7. Cash (\$ ..... (361,257) , Schedule E- Part 1) and short-term investments (\$ ..... 1,065,896 , Schedule DA Part 1) .....	704,629			704,629	1,274,290
8. Other invested assets (Schedule BA, Part 1) .....					
9. Receivable for securities .....					
10. Aggregate write-ins for invested assets .....	37,313	51,687		89,000	268,539
11. Subtotals, cash and invested assets (Lines 1 to 10) .....	115,563,137	51,687		115,614,824	106,062,781
12. Reinsurance ceded:					
12.1 Amounts recoverable from reinsurers (Schedule S, Part 1) .....					
12.2 Commissions and expense allowances due .....					
12.3 Experience rating and other refunds due .....					
12.4 Other amounts receivable under reinsurance contracts .....					
13. Electronic data processing equipment .....					
14. Federal income tax recoverable and interest thereon .....					
14A. Guaranty funds receivable or on deposit .....					
15. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ ..... 2,278,001 loading) .....		1,468,854		1,468,854	1,321,120
16. Accident and health premiums due and unpaid .....					
17. Investment income due and accrued (Exhibit 2) .....		1,893,718		1,893,718	1,817,311
18. Net adjustment in assets and liabilities due to foreign exchange rates .....					
19. Receivable from parent, subsidiaries and affiliates .....					
20. Amounts receivable relating to uninsured accident and health plans .....					
21. Other assets nonadmitted (Exhibit 13) .....	834,487		834,487	0	
22. Aggregate write-ins for other than invested assets .....	7,279,839	2,680,492	2,702,045	7,258,286	
23. Total assets excluding Separate Accounts business (Lines 11 to 22) .....	123,677,463	6,094,751	3,536,532	126,235,682	109,221,212
24. From Separate Accounts Statement .....					
25. Total (Lines 23 and 24) .....	123,677,463	6,094,751	3,536,532	126,235,682	109,221,212
DETAILS OF WRITE-INS					
1001. JAPANESE DEPOSIT .....	37,313	51,687		89,000	77,000
1002. ....	0			0	0
1003. MODIFIED COINSURANCE ASSUMED-DUE .....				0	191,539
1098. Summary of remaining write-ins for Line 10 from overflow page .....					
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above) .....	37,313	51,687		89,000	268,539
2201. STUDENT LOANS/UTILITY DEPOSIT/MISC .....	21,907	354	21,907	354	0
2202. MODIFIED COINSURANCE FUNDS WITHHELD .....	7,257,932	0	0	7,257,932	0
2203. DISALLOWED INTEREST MAINTENANCE RESERVE .....		2,680,138	2,680,138	0	0
2298. Summary of remaining write-ins for Line 22 from overflow page .....					
2299. Totals (Lines 2201 thru 2203 plus 2298)(Line 22 above) .....	7,279,839	2,680,492	2,702,045	7,258,286	

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life policies and contracts \$ 40,581,824 (Exh. 8, Line 9999999) less \$ included in Line 7.3 (including \$ Modco Reserve) 40,581,824	26,725,895	
2. Aggregate reserve for accident and health policies (Exhibit 9, Line 17, Col. 1)(including \$ Modco Reserve) 7,291,761		
3. Supplementary contracts without life contingencies (Exhibit 10, Line 11, Col. 1)(including \$ Modco Reserve) 21,104	32,535	
4. Policy and contract claims:		
4.1 Life (Exhibit 11, Part 1, Line 4d, Col. 1 less sum of Cols. 9, 10 and 11) 215,285	428,213	
4.2 Accident and health (Exhibit 11, Part 1, Line 4d, sum of Cols. 9, 10 and 11) 2,400,803		
5. Policyholders' dividend and coupon accumulations (Exhibit 10, Line 16, Col. 1) 5,935	5,183	
6. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 7, Line 10)		
7. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
7.1 Dividends apportioned for payment to		
7.2 Dividends not yet apportioned		
7.3 Coupons and similar benefits		
8. Amount provisionally held for deferred dividend policies not included in Line 7		
9. Premiums and annuity considerations received in advance less \$ discount, including \$ accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14) 12,866	9,981	
10. Liability for premium and other deposit funds:		
10.1 Policyholder premiums, including \$ deferred annuity liability		
10.2 Guaranteed interest contracts, including \$ deferred annuity liability		
10.3 Other contract deposit funds, including \$ 59,283,392 deferred annuity liability 59,283,392	54,818,195	
11. Policy and contract liabilities not included elsewhere:		
11.1 Surrender values on canceled policies		
11.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds		
11.3 Other amounts payable on reinsurance including \$ assumed and \$ ceded	8,953	
11.4 Interest maintenance reserve (Page 40, Line 6)	531,954	
12. Commissions to agents due or accrued—life and annuity \$ accident and health \$ and deposit-type funds \$		
12A. Commissions and expense allowances payable on reinsurance assumed	18,363	
13. General expenses due or accrued (Exhibit 5, Line 12, Col. 5) 51,736	646,356	
13A. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 6, Line 9, Col. 5) 61,401	119,502	
14A. Federal income taxes due or accrued, including \$ on capital gains (excluding deferred taxes) (3,634,961)	86,022	
15. "Cost of collection" on premiums and annuity considerations deferred and uncollected in excess of total loading thereon		
16. Unearned investment income (Exhibit 2, Line 9, Col. 2) 107,881	113,887	
17. Amounts withheld or retained by company as agent or trustee 36,588	102,742	
18. Amounts held for agents' account, including \$ 14,950 agents' credit balances 18,998	29,252	
19. Remittances and items not allocated 625,365	517,854	
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve (Page 41, Line 13, Col. 7) 45,240	1,234,117	
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates		
24.5 Drafts outstanding 10		
24.6 Liability for amounts held under uninsured accident and health plans		
24.7 Funds held under coinsurance		
24.8 Payable for securities 211,387		
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities 63,892	67,676	
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25) 107,400,507	85,496,680	
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27) 107,400,507	85,496,680	
29. Common capital stock 1,500,000	1,500,000	
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 44a, Col. 1) 1,000,000	1,000,000	
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus) 16,335,174	21,224,532	
36. Less treasury stock, at cost:		
(1) shares common (value included in Line 29 \$ )		
(2) shares preferred (value included in Line 30 \$ )		
37. Surplus (total Lines 31+32+33+34+35-36) (Including \$ in Separate Accounts Statement) 17,335,174	22,224,532	
38. Totals of Lines 29, 30 and 37 (Page 4, Line 48) 18,835,174	23,724,532	
39. Totals of Lines 28 and 38 (Page 2, Line 25, Col. 4) 126,235,681	109,221,212	
DETAILS OF WRITE-INS		
2501. LEDGER ADVANCE PREMIUMS 63,892	67,676	
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) 63,892	67,676	
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		