
2001 ANNUAL REPORT *of the* INSURANCE COMMISSIONER

For the year ending December 31, 2001

Containing data compiled from annual statements of insurers required by law, showing the condition and affairs of each insurer's business transactions under certificate of authority of the State of California and including a report of Conservation and Liquidation proceedings to December 31, 2001.

DEPARTMENT OF INSURANCE

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August 1, 2001

The Honorable Gray Davis
Governor of the State of California
State Capitol Building
Sacramento, CA 95814

Dear Governor Davis:

I am pleased to present to you the 2001 Annual Report of the Insurance Commissioner in accordance with the requirements of Section 12922 of the California Insurance Code.

Also included in this report is the information required by the following California Insurance Code Sections: 1060 (Report on insurance business insolvency and delinquency proceedings, names of those persons proceeded against, and whether such persons have resumed business, been liquidated, or have been mutualized); 12921.1 (Report on program to investigate complaints, respond to inquiries received, and bring enforcement actions against insurers); and 12921.4 (Report on all actions taken with respect to patterns of complaints against insurance or production agencies).

I would also like to acknowledge the commitment, superior skills, and professionalism continually demonstrated by the California Department of Insurance employees. In 2001, we continued our efforts to build this department into the best insurance regulator in the nation. I am pleased to report we have met our goal. Over the past year we have dramatically improved our service to California consumers through application of regulation, consumer advocacy, and use of technology. We remain steadfast in our commitment to excellence and fair and transparent regulation of the insurance industry.

I am pleased to present this report to you and the public on behalf of the women and men of this department who carried forth our regulatory, producer licensing, and consumer protection responsibilities.

This report provides a synopsis of the statements, which reflect the general condition of the insurance business in California, and a detailed statement of monies received by the California Department of Insurance in the calendar year 2001.

Sincerely,

A handwritten signature in cursive script that reads "Harry W. Low".

HARRY W. LOW
Insurance Commissioner

State of California Insurance Commissioners

For the Years 1868 Through 2001

George W. Mowe	1868-1872
J.W. Foard	1872-1878
J.C. Maynard	1878-1882
George A. Knight	1882-1886
J.C.L. Wadsworth	1886-1890
J.N.E. Wilson	1890-1894
M.R. Higgins	1894-1897
Andrew J. Clunie	1897-1902
E. Myron Wolfe	1902-1910
E.C. Cooper	1910-1914
J.E. Phelps	1914-1917
Alexander McCabe	1917-1923
E.C. Cooper (Acting)	1923
George D. Squires	1923-1925
Charles R. Detrick	1925-1929
E. Forrest Mitchell	1929-1935
Samuel L. Carpenter, Jr.	1935-1938
Rex B. Goodcell	1938-1939
Anthony Caminetti, Jr.	1939-1943
Maynard Garrison	1943-1947
Wallace K. Downey	1947-1950
John R. Maloney	1951-1955
F. Britton McConnell	1955-1963
Stafford R. Grady	1963-1966
Richard S.L. Roddis	1966-1968
Anthony R. Pierno	1968

Richards D. Barger	1968-1972
Gleeson L. Payne	1972-1975
Wesley J. Kinder	1975-1980
Ansel Shapiro (Interim)	1981
Robert C. Quinn	1981-1983
Bruce Bunner	1983-1986
Roxani M. Gillespie	1986-1991
John Garamendi	1991-1994
Chuck Quackenbush	1994-2000
Clark Kelso (Acting)	2000
Harry W. Low	2000-Present

Organizational Chart

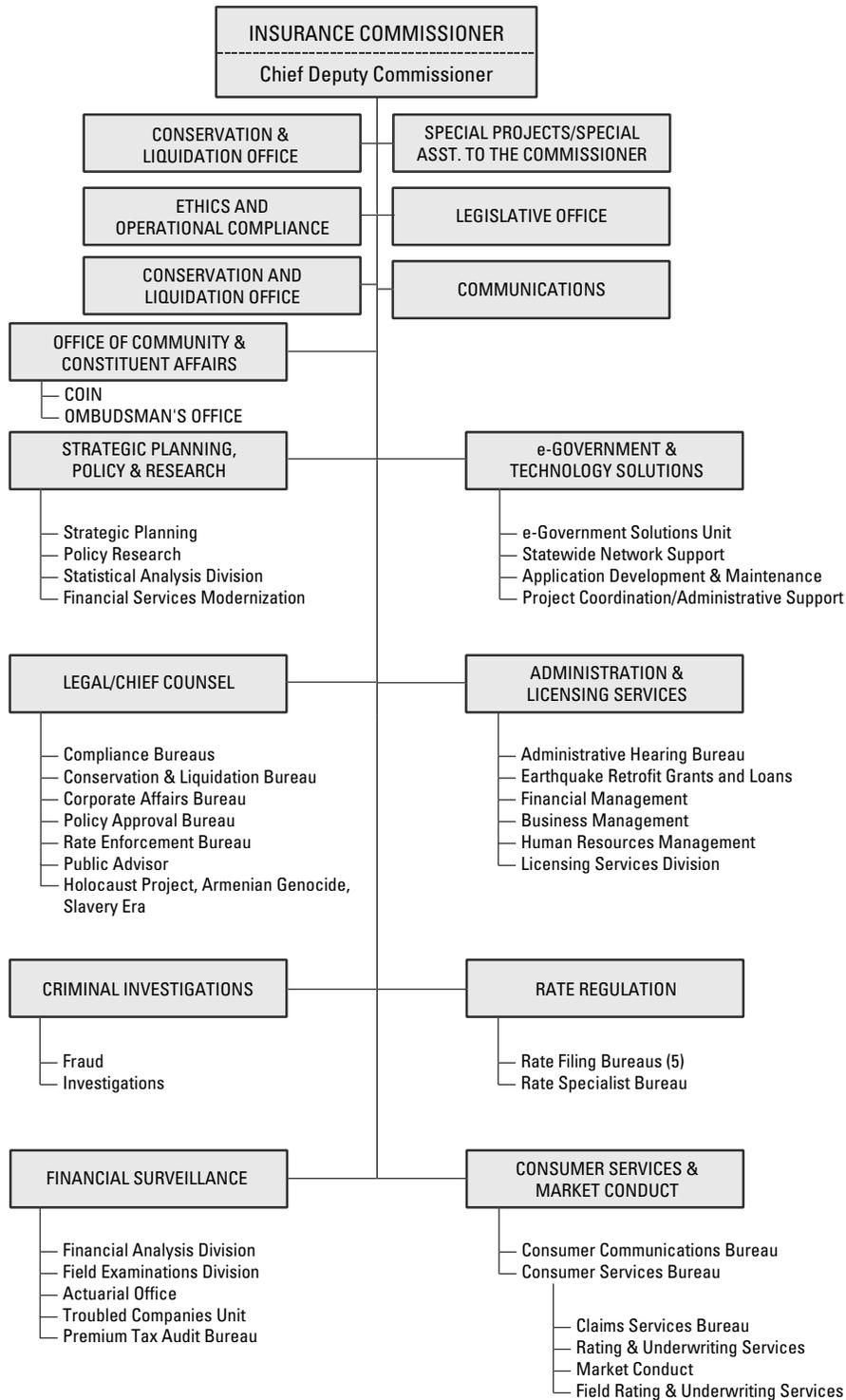


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2001 ANNUAL REPORT *of the* INSURANCE COMMISSIONER *Part I*



Office of Ethics & Operational Compliance

The Office of Ethics was created in 2000 as a function of the Ethics and Operational Compliance Office. This office reports directly to the Commissioner, providing private, secure and open communication with investigations. The Commissioner has given this officer the authority to review all records and property of the Department.

The office of Ethics provides a confidential environment for the reporting of unethical activities not governed by Equal Employment Opportunity labor contracts.

This office receives and investigates complaints regarding employee conflicts with the Department's Incompatible Activities Statement including the misuse of state property, records, and/or time, inappropriate acceptance of gifts, and employee abuse of power or authority. Material findings are reported to the proper authorities as required by Section 20080 of the State Administrative Manual.

Administration & Licensing Services Branch

MISSION: The Administration and Licensing Services Branch is committed to providing professional, quality, licensing services to the public; fair, impartial adjudication services to insurers and ratepayers; and outstanding support services to the Department's programs.

This Branch consists of the Administrative Hearing Bureau, the Business Management Bureau, the Financial Management Division, the Human Resources Management Division and the Licensing Services Division.

POSITIONS: 211.5

BUDGET: \$13.6 million

ADMINISTRATIVE HEARING BUREAU (AHB)

- Proposition 103 established a corps of Department of Insurance Administrative Law Judges to hear evidence and write proposed decisions for the Commissioner concerning whether to give “prior approval” to insurance rates.
- The AHB’s judges also preside over hearings and write proposed decisions regarding alleged violations of the Insurance Code that do not involve licensing, as well as various disputes between the Workers’ Compensation Insurance Rating Bureau, insurers and insureds.
- The AHB closed 80 cases in 2001.

BUSINESS MANAGEMENT BUREAU (BMB)

The Business Management Bureau is a multidisciplinary team consisting of 24 employees (15 in Sacramento, 5 in Los Angeles, and 4 in San Francisco) that are responsible for carrying out the following responsibilities:

- Preparation, coordination and processing of all contracts and purchase documents in accordance with State law, policies and procedures (Sacramento BMB).
- Providing mail services and supplies at the three largest CDI work-sites: Sacramento, San Francisco, and Los Angeles.
- Overseeing and managing all facilities projects, issues and leases at each of the 16 CDI addresses/locations.
- Managing records retention, fixed assets, forms, transportation, Conflict of Interest, and reproduction programs/processes.

FINANCIAL MANAGEMENT DIVISION (FMD)

The Financial Management Division consists of four bureaus, the Accounting Services Bureau, the Administrative Systems Bureau, the Budget and Revenue Management Bureau, and the Earthquake Grants and Loans Bureau.

- The Accounting Services Bureau (ASB) is responsible for a full range of accounting functions including payables, receivables, revolving fund, cashiering, general ledger, security deposits and gross premium and surplus line tax collection. Approximately \$1.7 billion in tax revenue was collected annually to support the State’s general fund. The ASB maintains centralized records of the department’s appropriations, financial activities, and cash flow to ensure effective management of the department’s financial affairs and to provide accurate financial reports to state control agencies.
- The Administrative Systems Bureau is responsible for overseeing the operations of the department’s Time Activity Reporting System (TARS), providing TARS training and technical assistance to all CDI staff, providing technical financial support to users of various fiscal systems including CALSTARS, establishing of new program cost accounts, updating of cost allocation plan, and developing specialized financial related management reports.

- The Budget and Revenue Management Bureau develops CDI's Annual Budget including the preparation and submission of all Supplementary Schedules required by the Department of Finance (DOF) for creation of the Governor's Budget. The Department's Fiscal Year 2002-03 proposed budget is approximately \$170 million and supports 1,311.8 positions.
- The Budget and Revenue Management Bureau coordinates and prepares quarterly financial analyses of the Department, Bureaus, and Programs; analyses include the reconciliation of allotments to authorized appropriations, the monitoring of program allotments and their comparison to the actual levels of expenditure, the distribution of monthly expenditure data, and the projection of expenditures for the remainder of the current Fiscal Year.
- The Earthquake Grants and Loans Bureau is responsible for implementing SB 395 (1995), AB 1118 (2001), and other CDI earthquake mitigation laws which were enacted over the last six years. These laws seek to reduce the damage, which would be caused by future earthquakes to residential structures owned by low-to-moderate income homeowners. Our programs provide funding for structurally changing at-risk homes to adhere to proven earthquake mitigation procedures. The programs have retrofitted over 1,600 homes since their inception in 1996.

HUMAN RESOURCES MANAGEMENT DIVISION (HRMD)

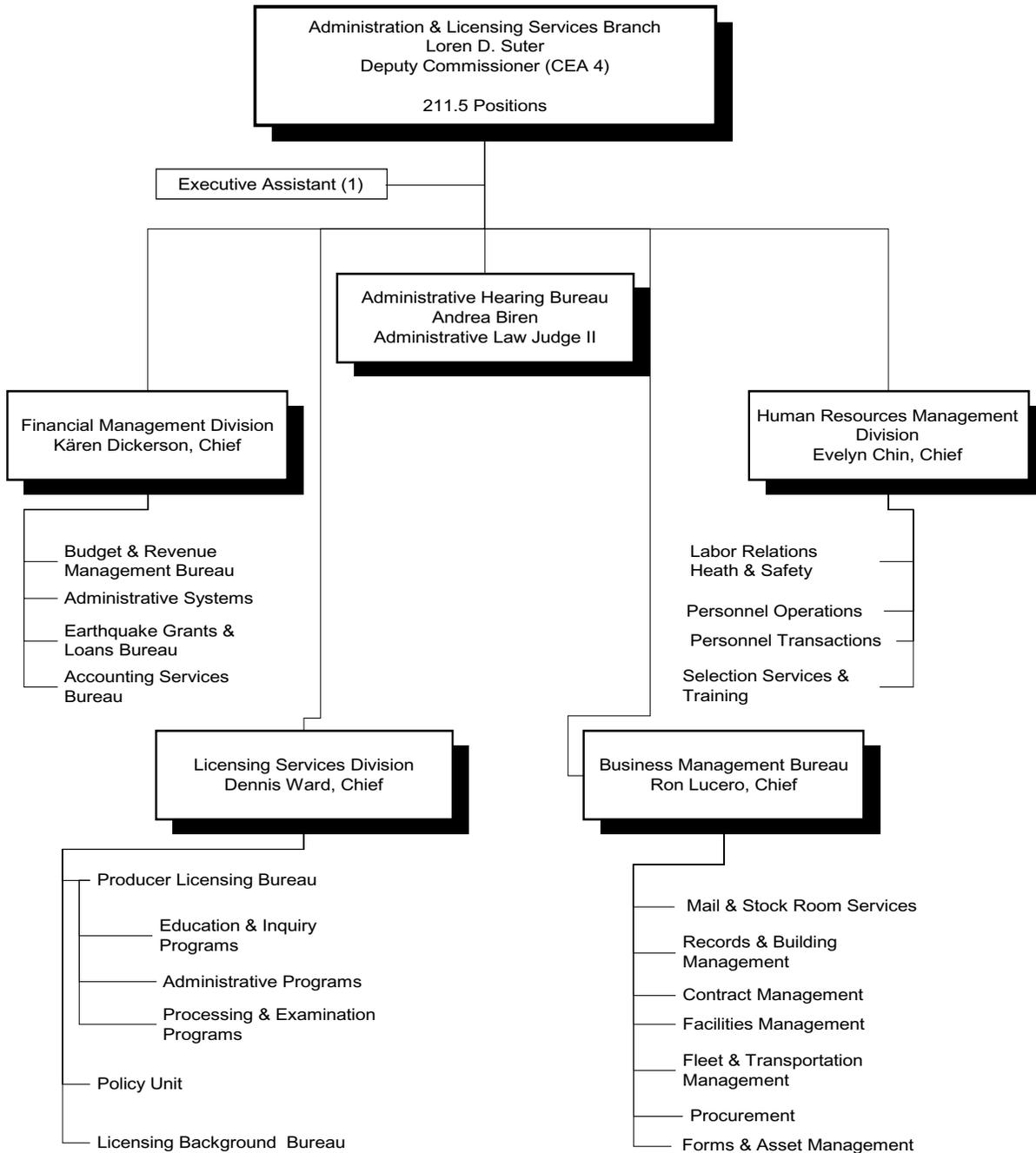
The Human Resources Management Division consists of four units, the Labor Relations, Health/Safety and Workers' Compensation Unit; the Selection, Training, and Merit Issues Unit; Personnel Transactions Unit; and the Personnel Operations Unit.

- The Labor Relations, Health and Safety and Workers' Compensation unit is responsible for labor contract implementation issues, including grievance processing; updating emergency evacuation plans and teams and providing evacuation and safety training; responding to reasonable accommodation requests; providing information and advice on ergonomic compliance; and managing Workers' Compensation claims filed by CDI employees.
- The Selection, Training, and Merit Issues Unit administers civil service exams, coordinates training for departmental employees, investigates merit issue complaints and appeals, and manages the various departmental awards programs.
- The Personnel Transactions Unit is responsible for issues related to payroll, employee benefits, leave balances, and access to employee personnel files.
- The Personnel Operations Unit provides departmental managers and supervisors with consultative services and assistance with various human resources related subject areas including but not limited to hiring, employee discipline, classification and compensation, recruitment, employee assistance, the Family and Medical Leave Act, bilingual services and employee performance.

LICENSING SERVICES DIVISION (LSD)

- Assists with the implementation and enforcement of laws relating to the qualifications and licensing requirements for certain persons and companies doing an insurance business in California.
- Establishes and maintains an education curriculum for insurance agents and brokers, conducts more than 50,000 qualifying license examinations each year, issues approximately 40,000 new licenses annually, and enforces the licensing requirements for more than 232,000 active insurance producers and adjusters licensed in California.
- Generates more than \$26,000,000 annually in revenue from licensing fees that is used to support many operations and programs of the CDI.
- Performs approximately 3,600 background investigations per year on current licensees and those seeking licensure, as well as the officers, directors, and stockholders of insurance production agencies and insurance companies.
- Oversees the approval and regulation of insurers transacting surplus line insurance in California.

The following organizational chart shows the Branch broken down into its respective divisions and bureaus supported by each functional area



THE ADMINISTRATIVE HEARING BUREAU

What We Did in 2001

2001 was a very good year for the Administrative Hearing Bureau. At the start of the year, the Bureau consisted of one administrative law judge and support staff. During the course of the year, a new Chief Administrative Law Judge was hired, and two more judges were hired. Although one judge retired during the year, in 2001, the Administrative Hearing Bureau opened 46 case files and closed 80 files, diminishing the backlog of over 70 cases substantially. Twenty-five proposed decisions were submitted to the Commissioner. Other Administrative Hearing Bureau accomplishments of significance during 2001 include:

- the Web posting of the Administrative Hearing Bureau calendar and precedential decisions for cases involving the workers' compensation insurance rating system (see www.insurance.ca.gov and look for Hearing Calendar and Legal Materials),
- the inception of a case-tracking system using customized software,
- the scanning of all prior decisions onto CD-ROMs for archiving and easy retrieval, and
- the re-engineering of many internal AHB administrative systems.

What We Do All the Time

The administrative law judges staffing the Administrative Hearing Bureau serve as the adjudicators for many of the hearings that insurers, employers and consumers have a right to under the Insurance Code. The disputes heard by the judges in the Administrative Hearing Bureau are those that cannot be resolved through the Consumer Services Division or through an informal process offered by the insurance carriers or the Workers' Compensation Insurance Rating Bureau. In 2001, the cases coming to the Administrative Hearing Bureau¹ involved not only disputed rate change applications in Proposition 103 lines of insurance (Ins. Code § 1861.05), but also:

- workers' compensation insurance rating system disputes between employers and the Workers' Compensation Insurance Rating Bureau or an insurance carrier (Ins. Code §§ 11737 and 11753.1),
- appeals from decisions of the California FAIR Plan governing committee (Ins. Code § 10096),
- allegations of noncompliance with the Insurance Code (Ins. Code §§ 1858.1 and 1851.2),
- allegations of noncompliance with the viatical settlement laws (Ins. Code §§ 10113.1 and 10113.2),
- allegations of conducting business in a manner hazardous to policyholders, creditors or the public (Ins. Code §§ 1065.1, 1065.2 and 1765.1(g)) and
- a remand of a Proposition 103 rollback case.

¹ The administrative law judges in the Administrative Hearing Bureau can preside over other hearings arising from Insurance Code sections in addition to those listed here.

As directed by a particular statute, the Bureau's judges conduct both formal and informal hearings under the Administrative Procedure Act (APA), as well as non-APA hearings. Regulations regarding many of the different types of hearings can be found in Title 10 of the California Code of Regulations.

Why We Exist

After the passage of Proposition 103 in 1989, the Department of Insurance created a corps of administrative law judges to preside over administrative hearings concerning rate rollbacks and prior approval of rate changes. The specialized knowledge needed to resolve these often complex rate cases was not available at the Office of Administrative Hearings, which still hears licensing cases and other matters arising from some Insurance Code provisions. Organizationally, the Administrative Hearing Bureau is housed in the Administration and Licensing Services Branch to ensure that the administrative law judges are independent from the Legal Branch.

FINANCIAL MANAGEMENT DIVISION

As part of the Financial Management Division, the Accounting Services Bureau is responsible for maintaining the integrity, reliability, and accuracy of the Department of Insurance's financial records. One of the Accounting Services Bureau's functions is to ensure the timely processing of tax returns filed by insurers and surplus line brokers and the timely collection and reporting of all appropriate taxes. The timeframes for remitting tax payments to the California Department of Insurance are monthly, quarterly, or annually depending upon the tax liability of each insurer/surplus line broker. Following are the guidelines:

Surplus Line Brokers:

Pursuant to California Insurance Code Section 1775.1, every surplus line broker whose annual tax for the preceding calendar year was five thousand dollars (\$5,000) or more shall make monthly installment payments on account of the annual tax on business done during the calendar year.

Insurers:

Pursuant to California Revenue and Taxation Code Section 12251, insurers transacting insurance in this state and whose annual tax for the preceding calendar year was five thousand dollars (\$5,000) or more shall make quarterly prepayments of the annual tax for the current calendar year.

For the tax year 2000, the Accounting Services Bureau processed a total of 2,567 tax returns during 2001.

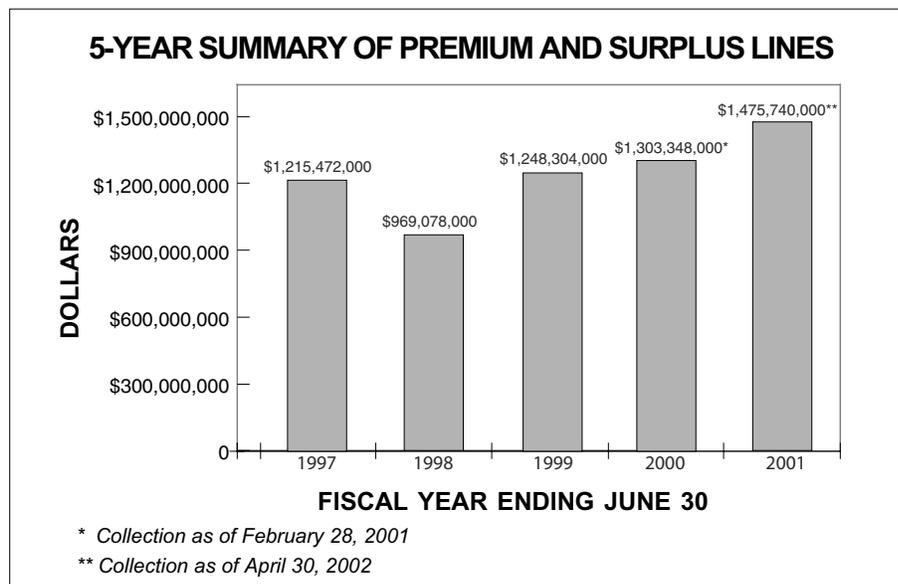
DEPARTMENT OF INSURANCE DISBURSEMENTS AND REVENUES

Fiscal Year 2000/2001

Insurance Type	Number of Annual Tax Returns	Tax Rate	Law Reference
Surplus Line	454	3%	California Insurance Code 1775.5
Property & Casualty.	954	2.35%	California Revenue & Taxation Code 12202
Ocean Marine.	569	5%	California Revenue & Taxation Code 12101
Life	555	2.35% or 0.5%	California Revenue & Taxation Code 12202
Title	21	2.35%	California Revenue & Taxation Code 12202
Home	14	2.35%	California Revenue & Taxation Code 12202
Total	2,567		

The California Department of Insurance (CDI) regulates an \$87.7 billion insurance industry, comprised of 26 different lines of insurance. The department collected \$1.475 billion for 2001 in premium and surplus line taxes that were deposited into the State General Fund. For 2000, the California market share in life insurance was 8.8% of the national premiums written. California has the largest market share in the nation.

SECURITIES ON DEPOSIT

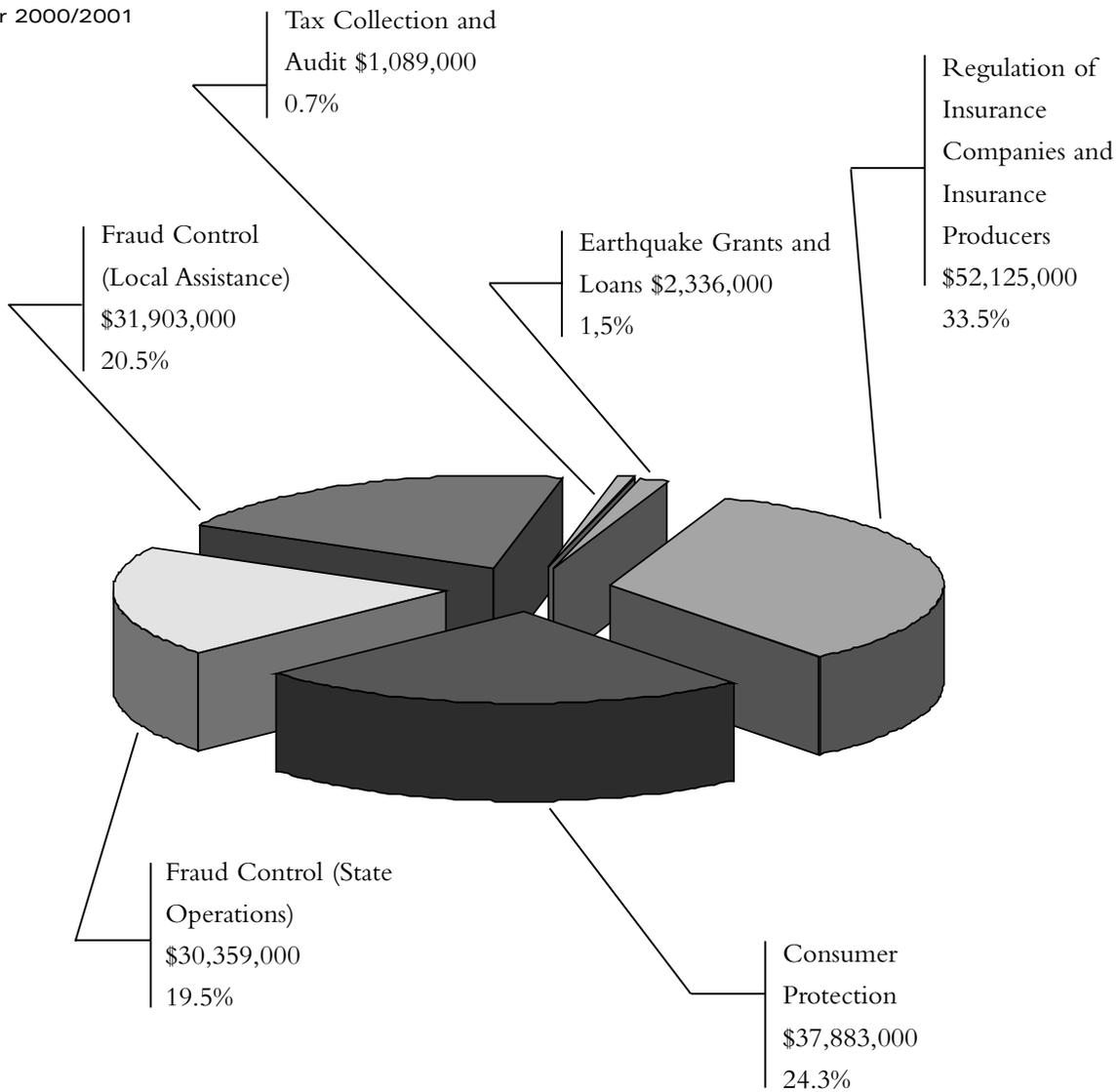


CDI consists of five programs enabling full execution of its mission to protect consumers; foster a vibrant, stable marketplace; maintain an open, equitable regulatory process; and fairly and impartially enforce the law.

DEPARTMENT OF INSURANCE TOTAL EXPENDITURES BY PROGRAM

\$155,695,000

Fiscal Year 2000/2001



- Regulation of Insurance Companies and Insurance Producers (Program 10) - In FY 2000/01, \$52,125,000 was expended by this program which aims to prevent losses to policyholders, beneficiaries or the public due to the insolvency of insurers, and to prevent unlawful or unfair practices by insurers as defined by the Insurance Code.

- **Consumer Protection (Program 12)** - \$37,883,000 of the FY 2000/01 budget was spent by the program to provide direct service to California consumers by protecting insurance policy holders and other parties involved in insurance transactions against unfair or illegal practices with respect to claims handling, rating or underwriting by insurers.
- **Fraud Control (Program 20)** - \$30,359,000 was spent for state operations and \$31,903,000 for local assistance in FY 2000/01. The program protects the public from economic loss and distress by actively investigating and arresting those who commit insurance fraud and to reduce the overall incidence of insurance fraud through anti-fraud outreach to the public, private and governmental sectors. For local assistance, district attorneys receive funding to implement the Organized Automobile Fraud Activity Interdiction program.
- **Tax Collections and Audits (Program 30)** - \$1,089,000 was spent performing tax collection, accounting and tax audits of insurance companies and surplus line brokers. This program collected \$1.475 billion for the State's General Fund in 2001. Effective July 1, 2002 this program is financially supported by the Insurance Fund.
- **Earthquake Grants and Loans (Program 40)** - \$2,336,000 was spent by this program providing residential grants and loans to retrofit high-risk residential dwellings, owned or occupied by low to moderate income households to minimize the risk of future earthquake damage to those dwellings.

STATEMENT OF REVENUES

In Fiscal Year 2000/01, 99 percent of the revenue received by the California Department of Insurance approximately \$150 million was deposited into the Insurance Fund. Insurance Fund receipts are received from the insurance companies and brokers and agents that the Department serves and regulates. There are approximately 1,400 insurers and over 300,000 brokers and agents operating in the State of California. Both insurers and agents pay license, filing, and other fees. Insurance companies pay several assessments including Proposition 103, Fraud Workers' Compensation, Insured Auto, and Fraud, General. Insurance companies also pay for periodic examinations to determine the fiscal reliability of the company, its general solvency and its risk assumption stability as well as insurance practice and market conduct examinations.

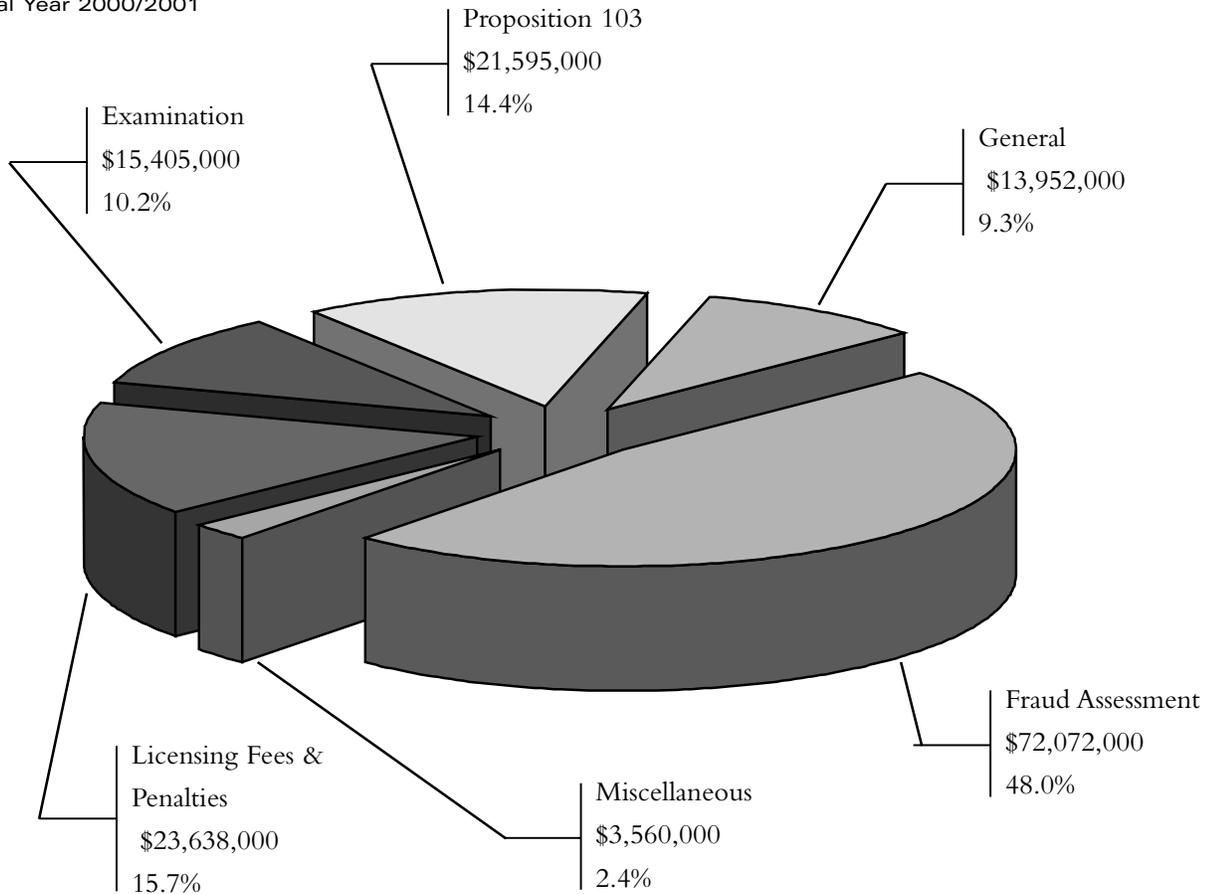
Statement of Revenues Received by the Department of Insurance

During the Fiscal Year 00/01

Insurance Company Licensing Fees and Penalties	\$23,638,000	15.7%
Insurance Company Fees, Examinations	15,405,000	10.2%
Insurance Company Fees, Proposition 103	21,595,000	14.4%
Insurance Company Fees, General	13,952,000	9.3%
Insurance Fraud Assessment	72,072,000	48.0%
Miscellaneous	3,560,000	2.4%
TOTAL INSURANCE FUND REVENUE	\$150,222,000	100%

DEPARTMENT OF INSURANCE, INSURANCE FUND**\$150,222,000**

Fiscal Year 2000/2001



- **License Fees and Penalties** - This is revenue collected to cover the cost of issuing and making changes to licenses. All insurers issuing policies in the State of California must be licensed.

- **Examination Fees** - This is revenue collected to cover the cost on examinations performed on financial statements, financial assumptions, and business practices. Examinations are performed throughout the year to ensure that insurers are in compliance with the insurance code.

- **Proposition 103** - This is a voter-approved initiative that reduced and/or froze automobile insurance rates. An annual assessment is calculated to recover the actual costs of administering Proposition 103. The assessment is adjusted annually to recover actual costs only. This assessment is developed after the enactment of the budget and the completion of the year-end financial statements.

- **Filing and Other Fees, General** - These fees include Action Notices, Policy Approval, Insurer Certifications, Annual Statements and Worker's Compensation Rate Filings.

- **Fraud Assessment** - This revenue is collected from three sources.
 - Worker's Compensation assessment is determined by the Fraud Assessment Commission and issued by the Department of Industrial Relations to the insurers.
 - Fraud auto assessment is equivalent to \$1.80 that an insurer has to pay for each vehicle it insures. Part of the assessment collected is distributed to the California Highway Patrol and to county District Attorneys.
 - Fraud general assessment is the annual billing of \$1,300 to each insurer doing business in the state.
- **Miscellaneous** - These are services to the public which include charges for copying microfilm, first class mail, computer listing of agents and admitted companies and penalties for unauthorized use of forms. It also includes revenues for restitution cases and postage.

CDI provides residential grants and loans to retrofit residential dwellings in high-risk earthquake prone areas, owned or occupied by low to moderate income households to minimize the risk of future earthquake damage to those dwellings through its Earthquake Residential Grants and Loans Program. Funding for this program is supported by the Earthquake Recovery Fund in 2001.

Senate Bill 997 (Chapter 434, Statutes of 1997), established the Antirebate Investigation and Enforcement Unit within CDI that is responsible for investigating all reported incidents of probable unlawful rebates and related activities. A pro-rated share of costs to operate the unit was assessed by CDI annually from each title insurer, underwritten title company and controlled escrow company which created the Title Insurance Fund. The statute authorized the program from September 21, 1997 to September 21, 2000, and repealed it as of January 1, 2001. Funds for this unit are now provided by the Insurance Fund.

The chart below illustrates how CDI's efforts are directed towards achieving its values, vision, mission and goals by category and funding source.

DEPARTMENT OF INSURANCE DISBURSEMENTS AND REVENUES

Fiscal Year 1999/2000

Statement of Disbursements by the Department of Insurance

During the Fiscal Year Ending June 30, 2000

	Insurance Fund	General Fund	Earthquake Fund	Title Insurance Fund	Total Disbursement
Personnel Services	71,507,313	729,014	184,982	90,691	72,512,000
Operating Expenses and Equipment	48,705,686	359,986	80,018	63,309	49,209,000
Local Assistance	31,903,000		2,071,000		33,974,000
TOTAL DISTRIBUTED	\$152,115,999	\$1,089,000	\$2,336,000	\$154,000	\$155,695,000

PERSONAL SERVICES

These are payments made for services performed to implement government programs. This includes salaries and wages, and staff benefits. Personal services costs do not include services obtained under a contract.

OPERATING EXPENSES AND EQUIPMENT (OE&E)

This includes costs of goods and services (other than personal services previously defined) that are used by the departments to support their programs.

LOCAL ASSISTANCE

Local assistance includes funds provided to local entities (e.g., counties, cities, municipalities, special districts, etc.) in support of the department's programs.

EARTHQUAKE RETROFIT GRANTS AND LOANS PROGRAM**Current Program**

The department's Earthquake Retrofit Grant Program has received well deserved national attention from the Federal Emergency Management Agency (FEMA), California Governor's Office of Emergency Services, Seismic Safety Commission, as well as the states of Washington, Hawaii, and Nevada. It has also been the subject of inquiries from Japan which does not have a retrofit program as developed as the department's.

Since its inception six short years ago, the program has facilitated the earthquake retrofitting of approximately 1,600 homes in 29 counties. Eighteen of the homes were retrofitted in Napa County just before the September 3, 2000 Napa earthquake. The retrofitted homes were not damaged although they were located near the Yountville epicen-

ter while many non-retrofitted homes nearby were damaged. It is clear to the California Department of Insurance that retrofitting really works.

The department has paid almost \$7 million to make sure the 1,600 homes of low-to-moderate-income homeowners were made structurally safer to resist the enormous forces of earthquakes. Please see table below for a graphic summary of quantifiable accomplishments of the program over the last six years. CDI, in partnership with the City of Oakland, used \$600,000 in federal Project Impact grant funds to retrofit 63 homes in Oakland over a recent eighteen month period.

The retrofit programs covers cost effective procedures such as anchoring homes to their foundations, installing automatic gas shut-off valves, repairing/replacing foundations, installing earthquake resistant bracing systems, etc.

Fiscal Year	Expenditures	Homes Retrofitted
1996/1997	\$102,000	0
1997/1998	262,000	36
1998/1999	1,042,000	310
1999/2000	1,218,000	335
2000/2001*	1,800,000	484
2001/2002	2,000,000	440
TOTAL	<u>\$6,424,000</u>	<u>1,605</u>

Legislative Directions

Senate Bill (SB) 395, Chapter 899, Statutes of 1995, requires the California Department of Insurance to implement an Earthquake Retrofit Grants and Loans Program for specified types of low-to-moderate income residential property owners to minimize future earthquake damage to their properties.

Earthquake retrofit grants and loans are available for single family dwellings, including mobile homes. SB 395 became effective January 1, 1996 and appropriated \$4.4 million from the California Residential Earthquake Recovery Fund to the department to fund retrofit loans, grants, and program administration. Both the loan and grant programs were slated to end on July 1, 2000.

Subsequent retrofit legislation, in the form of Assembly Bill (AB) 1453, Chapter 796, Statutes of 1999, was signed into law on October 7, 1999 and, along with other provisions, extended the authority for the department to operate the programs until July 1, 2003. AB 1453 also appropriated an additional \$3.4 million from the California Residential Earthquake Recovery Fund to the department to expand the programs, making the total retrofit appropriation \$7.8 million over the life of the programs.

Recent legislation, AB 1118, Chapter 895, Statutes of 2001, became law on January 1, 2002 and it further extended to December 1, 2004 the department's authorization to operate the retrofit programs. Also, it appropriated up to \$1.5 million more to CDI to continue the much-needed programs.

LICENSING SERVICES DIVISION

The Licensing Services Division (Division), under the authority of the California Insurance Code, protects insurance consumers and maintains the integrity of the insurance industry by determining the qualifications and eligibility of applicants for licenses. The Division consists of two Bureaus, the Producer Licensing Bureau and the Licensing Background Bureau.

The Producer Licensing Bureau ("PLB") is primarily responsible for issuing, maintaining and updating records of all insurance producer licenses; preparing and administering written qualifying insurance examinations; and the review and approval of education courses submitted by insurance companies, educational institutions, and others.

The Licensing Background Bureau ("LBB") is responsible for obtaining information and documentary evidence regarding criminal convictions and other adverse actions in the backgrounds of insurance producers, licensing applicants, and organizations seeking authority to transact insurance in California. LBB analyzes the evidence and recommends a course of action against the licensee/applicant.

PRODUCER LICENSING BUREAU

During 2001, PLB completed several projects encompassing e-government initiatives, customer service improvement projects, regulatory improvements, National Association of Insurance Commissioner initiatives, and implementing new legislation.

ON-LINE LICENSE RENEWALS FOR AGENTS WITHIN 72 HOURS

Beginning in April 2001, the Department introduced a new method for insurance agents to renew their licenses. Specifically, insurance agents can renew their licenses through the Department's Website. Agents begin the transaction on the CDI Website and to complete the transaction are transferred to another website that is maintained by the licensing system vendor. The agents are asked the same questions as stated on the traditional mail renewal application and submit a credit card payment for the appropriate amount. The agent's licensing records are updated in real-time and their license is printed and sent to them within 72 hours, in comparison to six days for mail-in renewals. During 2001, 4,352 agents renewed their insurance license using the on-line service.

SEARCH ON THE WEB FOR EDUCATION PROVIDERS AND COURSE OFFERINGS

In addition to the new on-line renewal service, another e-government project affecting PLB was the development and implementation of a search program on the Department's Website that is used by insurance agents and applicants may now search for course information by entering license type, instruction method, education type and other optional criteria. Each search request results in a list of course names, dates, locations and hours.

CUSTOMER SERVICE IMPROVEMENT PROJECTS

Many improvements to producer licensing services were implemented such as:

- Beginning in July 2001, qualifying insurance examinations offered in Central California were increased from once a month to twice a month in Clovis.
- Extended the hours of the Producer Licensing Call Center from the previous hours of operation of 8:00 AM to 4:45 PM to the new hours of operation of 7:00 AM to 5:00 PM.
- A new short-form application was developed to allow current licensees to add an authority to their license without resubmitting demographic information that was previously provided with the initial license application.

REGULATORY IMPROVEMENTS

PLB implemented a requirement that fingerprint impressions must be included with all applications for non-resident insurance licenses submitted after January 1, 2002. Applicant fingerprints are submitted to the California Department of Justice and the Federal Bureau of Investigation to ascertain if a criminal record exists that might disqualify the applicant. Fingerprints are the most effective and efficient means of conducting a criminal background check, and have been required of resident applicants for many years.

NATIONAL ASSOCIATION OF INSURANCE COMMISSIONER INITIATIVES

The Department joined the National Association of Insurance Commissioner's (NAIC) Midwest Zone Continuing Education Reciprocity Project. As a member state, in most cases, a course approved by a participating state will be accepted by other participating states by submitting a standard filing form. This project should reduce the time needed to review and approve courses submitted by insurance companies, educational institutions, and others. The Department's participation in this project began in January 2002.

PERSONAL LINES BROKER-AGENT AND CREDIT INSURANCE AGENT LICENSES

PLB successfully completed the following steps to implement legislation that created the new Personal Lines Broker-Agent and Credit Insurance Agent licenses effective January 1, 2002:

- Developed Educational Objectives for the Personal Lines Broker-Agent license;
- Developed a qualifying examination for the Personal Lines Broker-Agent license;
- Promulgated emergency regulations for both the Personal Lines Broker-Agent and Credit Insurance Agent licenses; and,
- Developed a new license application that includes both new license types.

In addition to the new on-line renewal service, another e-government project affecting PLB was the development and implementation of a search program on the Department's Website that is used by insurance agents and applicants to locate Education providers and courses. Insurance agents and applicants may now search for course information by entering license type, instruction method, education type and other optional criteria. Each search request results in a list of course names, dates, locations and hours.

STATISTICS

The chart below compares key workload statistics between calendar years 2000 and 2001.

Activity	Total—CY 2000	Total—CY 2001	Percentage Change
License Applications Received	\$50,143	52,844	+5%
License Examinations Scheduled	44,689	51,469	+15%
New Licenses Issued	45,476	50,386	+11%
Licenses Renewed	94,191	91,700	-3%
Insurance Company Appointments and Terminations	334,803	332,276	-1%
Bonds processed	6,758	7,474	+11%
Telephone Calls Handled by Producer Licensing Staff	296,263	254,002	-14%

LICENSING BACKGROUND BUREAU

LBB began operations in July 2001 following a decision to consolidate within the newly formed Licensing Services Division.

SIGNIFICANT ACCOMPLISHMENTS

- Successfully managed an orderly transition of operations and staff in accordance with the reorganization plans.
- Reduced from 60 to 30 days, the amount of time that producer applicants must wait before their application is assigned for background review.
- Streamlined the procedures for review of bail agent applications and limited liability companies, thereby shortening the licensing process for these applicants.
- Established a phone messaging system to facilitate more timely responses to inquiries from applicants under background review.

STATISTICS

The following shows LBB's Case Handling Statistics from August 2001 to December 2001:

Statistic	Total
Background Review Requests Received	1553
Background Reviews Completed	1321
Cases Referred to Legal Division for Formal Disciplinary Action	122
Concluded Under the Alternative Resolution Program	175

CASEWORK

LBB's casework is derived from three sources:

- The Producer Licensing Bureau refers license applications wherein the applicant has answered affirmatively to a background question in the license application
- The State Department of Justice provides on-going criminal history information on license applicants and current licenses based on fingerprints submitted during the initial licensing process.
- The CDI Legal Branch requires background reviews of persons serving as an officer or controlling person of an insurance company doing or proposing to do business in this state.

ALTERNATIVE RESOLUTION PROGRAM

LBB handles many of its cases under CDI's Alternative Resolution Program, which consists of having LBB analysts, rather than attorneys, offer sanctions with subjects and prepare the necessary legal documents to impose discipline. The Alternative Resolution program saves thousands of hours of valuable attorney time and enables CDI's attorneys to focus their attention to more serious types of cases. The Alternative Resolution program also helps expedite the licensing process for applicants.

Certain criminal convictions and previous regulatory actions have a direct bearing on the qualification of persons applying for licenses. Violent crimes and serious economic crimes, such as assault, rape, forgery, embezzlement, and theft, are of particular concern; and, are grounds for the commissioner to deny or revoke a license. The background information collected by LBB is used to evaluate an applicant's background and, when appropriate, to present as evidence in legal proceedings to deny or revoke a license.

Conservation & Liquidation Office

The Conservation and Liquidation Office (CLO) role is to conserve, rehabilitate or liquidate licensed California financially distressed and insolvent insurance companies under appointment by the courts, thereby helping to protect consumer interests and provide for a stable, consistent insurance market.

The purpose of the CLO is to protect policyholders whose insurance companies are experiencing severe financial problems. In order to assist insurance consumers, the Commissioner applies to the Superior Court of California for a conservation order to place a financially troubled company in conservatorship. When the Commissioner becomes the conservator of a company, an investigation by the CLO is initiated to determine if the company can be rehabilitated. Every effort is made to enable the company to regain a strong financial footing. If it appears that the company cannot be saved at the time of conservation or at a later date, then the Commissioner applies for a court order to liquidate the company.

When a liquidation order is issued, the insurance company is closed, all outstanding policies are cancelled, and the process of selling the company's assets begins. The goal of liquidation is to use the money acquired from selling the company's assets to payoff the company's debts and outstanding insurance claims.

The following table summarizes the activity of the Insurance Commissioner regarding insurance companies or agencies under his direction and control as Conservator or Liquidator, and shows estates opened and closed during 2001, and estates open at December 31, 2000. Following the tabulations are summary paragraphs describing the status of each estate.

CONSERVATION OR LIQUIDATION ESTATES OPENED DURING THE YEAR 2001

Estate Name	Conservation	Liquidation
Frontier Pacific Insurance Company	09/07/01	11/30/01
Great States Insurance Company	03/30/01	05/08/01
HIH American Comp. & Liability Co.	03/30/01	05/08/01
Sable Insurance Company	05/10/01	07/17/01

CONSERVATION OR LIQUIDATION ESTATES CLOSED DURING THE YEAR 2001

Estate Name	Conservation	Liquidation	Closure
Domestic			
C-F (Cal-Farm) Insurance Co.	03/29/85	12/18/85	12/12/01
Credit General	12/19/00	12/19/00	11/21/01
Eldorado Insurance Company	08/02/78	12/11/78	12/26/01
Penniman Title	03/06/92	03/12/92	11/14/01
TMIC Insurance Company	04/14/86	04/27/88	04/25/01
Foreign			
	N/A		

CALIFORNIA INSURERS -

Estates in Liquidation or Conservation as of December 31, 2001

Estate Name	Date Conserved	Date Liquidated
Bestland Insurance Agency	03/30/93	10/21/93
Cal-American Insurance Company	05/21/93	06/30/93
California Compensation Ins. Co.	03/06/00	09/26/00
Citation General Insurance Company	07/21/95	08/24/95
Coastal Insurance Company	02/02/89	03/06/89
Colonial Title Guaranty Co.	05/31/00	05/31/00
Combined Benefits Ins. Co.	03/06/00	09/26/00
Commercial Compensation Cas. Co.	06/09/00	09/26/00
Enterprise Insurance Company	11/26/85	02/24/87
Executive Life Insurance Company	04/11/91	12/06/91
First California P&C Insurance Company	09/06/89	10/30/89
First Capital Life Insurance Company	05/14/91	
Frontier Pacific Insurance Company	09/07/01	09/07/01
Golden Eagle Insurance Company	01/31/97	
Great States Insurance Company	03/30/01	05/08/01
HIH America Comp. & Liability	03/30/01	05/08/01
Homeland Insurance Company	05/06/87	09/25/87
Homestead Title Corporation	08/29/94	
Interco Underwriters Corp./Exchange	01/18/83	02/24/83
KD Excess & Surplus Ins. Services	05/27/94	08/29/94
Mission Insurance Company	10/31/85	02/24/87
Mission National Insurance Company	10/31/85	02/24/87
National American Life Insurance Co.	03/26/97	
National Service Insurance Company	02/16/89	05/04/89
Pacific States Casualty Company	03/01/93	07/01/93

Premier Alliance Insurance Company	02/18/94	08/02/94
Premier Title Company	05/05/94	06/16/94
Professional Prototype I	09/04/96	06/05/97
S&H Insurance Company	01/28/85	04/16/85
Sable Insurance Company	05/10/01	07/17/01
Sacramento Title Company	02/07/00	09/26/00
Signal Insurance Company	09/23/75	01/10/78
Superior National Ins. Co.	03/06/00	09/26/00
Superior Pacific Casualty Co.	03/06/00	09/26/00
Surety Insurance Company of CA	05/23/84	08/20/84
Thriftco Insurance Company	03/13/90	07/24/90
Trans-Cal Title Company	03/25/91	05/21/91
Trico Title Company	08/18/94	
Universal Title Company	02/08/00	08/25/00
Western Carriers Ins. Exchange/ UW	04/27/83	05/12/83
Western Employers Insurance Company	04/02/91	04/19/91
Western Employers Ins. Co. of America	04/25/91	05/07/91
Western International Insurance Company	08/10/92	09/09/92
Westland Title Company	11/15/94	01/13/95
Winfield Title Company	03/05/81	05/15/81
World Title Company	06/15/95	06/15/95

INSURERS DOMICILED IN FOREIGN STATES -

Estates in Liquidation or Conservation December 31, 2001

Estate Name	Date Conserved	Date Liquidated
American Bonding Company	01/31/95	
ANA Insurance Group	12/11/92	07/07/94
Holland America Insurance Company	11/26/85	02/24/87
Mission Reinsurance Company	11/26/85	02/24/87
National American Life Ins. Co. of PA	03/26/97	
Western Star Insurance Company	08/29/94	08/29/94

STATUS OF CALIFORNIA ESTATES:**Bestland Insurance Agency**

Conservation Order March 30, 1993

Liquidation Order October 21, 1993

Bestland Insurance Agency was an unlicensed insurance agency in California. The company was seized after the department received numerous inquiries from claimants regarding deleterious claims processing. The company was placed into liquidation after it was determined that it was insolvent. There were no assets to pay any claimants, and the Commissioner elected to request the Court to forgo the proof of claim process, pursuant to Insurance Code Section 1021. The Commissioner closed the estate on January 27, 2002.

Cal-American Insurance Company

Conservation Order May 21, 1993

Liquidation Order June 30, 1993

Cal-American, an insurance company domiciled in California, was a property and casualty carrier primarily writing private passenger auto insurance. The Commissioner completed the remaining non-claims items, including obtaining court approval of the Arthur Andersen settlement in mid 2001. The Commissioner has completed all matters necessary for a final distribution of assets in the amount of approximately \$3.5 million to the California Insurance Guarantee Association, which is anticipated to occur in June 2002, with closure and Court dismissal targeted for August 2002.

C-F (Cal-Farm) Insurance Company

Conservation Order March 29, 1985

Liquidation Order December 18, 1985

The Commissioner has resolved all claims, and the estate was closed on December 12, 2001.

California Compensation Insurance Company

Conservation Order March 6, 2000

Liquidation Order September 26, 2000

See Superior National Insurance Companies (SNICIL).

Citation General Insurance Company

Conservation Order July 21, 1995

Liquidation Order August 24, 1995

Citation General Insurance Company was the successor of Canadian Insurance Company and Canadian Insurance Company of California by an Assumption Agreement dated February 13, 1986. This company primarily wrote medical malpractice, workers' compensation and health care insurance. Citation also wrote contractors general liability policies, covering construction defects and other losses. Citation was licensed to conduct business in California, Nevada, Arizona, South Dakota and Washington. Types of coverage written by Citation were Fire, Homeowners Multiple Peril, Commercial Multiple Peril, Inland Marine, Other Liability, Auto Liability, Auto Physical Damage, and Glass, Burglary & Theft. Workers' Compensation business, however, was inherited from its predecessor, Canadian Insurance Company.

Claims adjusting is ongoing. Claims in the contractors general liability line may continue to be received for five more years; therefore the estate is expected to remain open for a period beyond 2005 to adjust claims and collect reinsurance recoverables. An early access distribution totaling \$9,655,000 to the California Insurance Guarantee Association was completed in 1997.

Coastal Insurance Company

Conservation Order February 2, 1989
Liquidation Order March 6, 1989

The Insurance Commissioner obtained a conservation order on Coastal Insurance Company after a financial examination determined that there was an insolvency of approximately \$40 million. Of that amount, \$26 million was due from affiliates. Subsequent developments revealed that the amount due from affiliates was closer to \$60 million. The company wrote primarily automobile liability insurance in California, with nearly 200,000 insureds. In addition, Coastal wrote a medical malpractice book of business in California and in other states as a surplus line carrier. Coastal's parent, Advent Management Corporation, is in bankruptcy. The Commissioner settled litigation against the former officers and directors of Coastal for their role in the insolvency of the company. The settlement agreements total approximately \$900,000 and are due to mature by 2005. The Liquidator has completed an audit of the claims paid by the California Insurance Guarantee Association. The ETM will work with the AG's office to achieve a distribution and closure by September 2002.

Colonial Title Guaranty Company

Conservation Order May 31, 2000
Liquidation Order May 31, 2000

Colonial Title Guaranty Company was an underwritten title company that was placed into liquidation after it was determined that the company was insolvent. The Commissioner handled and closed all open escrows and completed the sale of all assets. The costs of handling the open escrows exceeded the estate assets and there will be no distribution to claimants. This is an estate which is in the process of being closed and dismissed and notice of dismissal is expected in July 2002

Combined Benefits Insurance Company

Conservation Order March 6, 2000
Liquidation Order September 26, 2000

See Superior National Insurance Companies (SNICIL).

Commercial Compensation Casualty Company

Conservation Order June 9, 2000
Liquidation Order September 26, 2000

See Superior National Insurance Companies (SNICIL).

Enterprise Insurance Company

Conservation Order November 26, 1985
Liquidation Order February 24, 1987

See Mission Insurance Companies.

Executive Life Insurance Company

Conservation Order April 11, 1991
Liquidation Order December 6, 1991

Executive Life Insurance Company (ELIC) was placed into conservatorship as a result, in part, of a decline in value of its multi-billion dollar investment in "junk bonds." A comprehensive rehabilitation plan was adopted and became effective on September 3, 1993. As part of the plan, ELIC policyholders either elected to accept new coverage ("opt-in") from Aurora National Life Assurance Company ("Aurora") or elected to opt-out and surrender their policies for cash. Over the ensuing years, enhancement trusts were established as part of the liquidation of ELIC

collected assets, which have at various times been distributed to policyholders that opted-out, or to Aurora to enhance the policy values of those ELIC policyholders that opted-in. Additional funds will become available for future distribution (including funds related to the First Executive Corporation Litigation Trust). There is ongoing work related to the rehabilitation plan. We anticipate the next distributions in the third quarter 2002.

In February 1999, the Commissioner commenced a lawsuit entitled *Insurance Commissioner v. Altus Finance, S.A., et al.*, U.S.D. C. (C.D. Cal.) 99-02829 AHM(CWx), against the entities that purchased the “junk bonds” from ELIC during the rehabilitation-related entities, Aurora, and entities that were the purported owners of Aurora’s holding company, New California Life Holdings, Inc. (“New Cal.”). The suit alleges that the defendants intentionally deceived the Commissioner in order to gain control of ELIC’s junk bonds and insurance policies. The suit seeks disgorgement of all profit gained by them and, alternatively, all damages caused by their deceit. The lawsuit filed by the Commissioner against the defendants is ongoing. Recoveries from the lawsuit would go to policyholders.

First California Property & Casualty Insurance Company

Conservation Order September 6, 1989

Liquidation Order October 30, 1989

First California wrote primarily automobile insurance and some commercial multi-peril insurance in California. Shortly before the company was placed in conservatorship, it wrote disability insurance through two third-party administrators for two months. The California Insurance Guarantee Association is processing the automobile and commercial multi-peril claims. The Commissioner has concluded litigation against the principal of First California and others for the role they played in the company’s collapse, and they are required to make annual payments in the amount of \$5,000 through 2005.

First Capital Life Insurance Company

Conservation Order May 14, 1991

First Capital was rehabilitated and Pacific Corinthian Life Insurance Company, which has been merged into Pacific Mutual Life Insurance Company, assumed its policies. All policyholders were paid in full. We anticipate filing an application for a final distribution by June 30, 2002. Once the Court has approved the motion, we will proceed with the distribution to the FC Group Liquidating Trust, which holds a claim for all residual assets in the estate. Once that is done, a Declaration of Compliance will be filed, the Commissioner will be discharged and the estate will be closed.

Frontier Pacific Insurance Company

Conservation Order September 7, 2001

Liquidation Order November 30, 2001

Frontier Pacific is a California-domiciled wholly-owned subsidiary of Frontier Insurance Company (“FIC”). In August 2001, Frontier Pacific’s (“FPIC”) parent company, Frontier Insurance Company in New York, voluntarily placed itself in rehabilitation with the New York Department of Insurance. As a result of the Rehabilitation, certain monies that were to flow from FIC to FPIC were cut off. This prompted an examination of FPIC by California Department of Insurance and it was determined that the company was insolvent. FPIC was then placed in conservation by the California Department of Insurance on September 7, 2001. For the next two months, the staff working in the San Diego and Los Angeles offices of FPIC continued to be in the employ of FIC since FPIC had no employees. Historically, the California employees worked on both FIC and FPIC matters. Ultimately, it was decided that FIC would release all employees in California and transfer all FIC files to New York. On November 9, 2001, the FIC employees were terminated. Simultaneously, the CLO extended employment offers to twelve employees who had been working in the California offices (six from each office) to continue work on FPIC matters as FPIC employees. On November 13, 2001, the employees who accepted this offer began work for FPIC.

As the stewardship of the CLO over FPIC continued, it was determined that the company was to be placed in liquidation. The Judge of the Superior Court in San Diego signed the Order of Liquidation on November 30, 2001. Policy cancellations were required to go out immediately since the Order of Liquidation called for all FPIC policies to be cancelled as of December 30, 2001. Due to the volume of cancellations that were necessary, and problems with some of FPIC's databases, not all cancellations were sent out by the end of December. It took several weeks to fully resolve this situation. The cancellation process was completed by March 2002. Also in connection with the cancellation process, it was determined that the December 30, 2001 cancellation date would create problems for certain FPIC insureds. Insureds who had FPIC surety bonds as a condition of their licensure by the State of California would have had their licenses suspended as a matter of law on the date of cancellation. Because of the potential fall-out, the Insurance Commissioner obtained an order from the Court in San Diego on December 31, 2001 extending the cancellation date for these policies to January 30, 2002.

Golden Eagle Insurance Company

Conservation Order January 31, 1997

The Golden Eagle Insurance Company Trust handles the insolvency of Golden Eagle Insurance Company. The Commissioner is the Trustee of the Trust and three Deputy Trustees manage the daily matters of the Trust. There are on-going efforts to resolve major outstanding issues among the Trust, the Golden Eagle's shareholders, Liberty Mutual Insurance Company and the Commissioner.

Of the 9,033 proofs of claim received by the bar date of February 27, 1998, claims totaling 8,950 have been closed. Thirty-one general creditor claims have been approved (worth approximately \$6.6 million) and another 48 are pending. The pending claims are comprised largely of "insurance bad faith" cases arising out of coverage disputes of covered claims, as well as former Golden Eagle employees for their former employer's employment practices, and are subject to an ongoing review process, OSC process or appeal.

Net assets increased \$23 million from the previous year to \$69.9 million. A charge to losses is contemplated in the coming year that will be based on adjustments that could be reflected in an update of actuarial data. This data is needed to determine adequacy of the reinsurance layer currently provided by San Diego Insurance Company. No distribution can be made to general creditors until such time as adequate provisions are made for policyholders and other senior creditors of the estate.

Great States Insurance Company

Conservation Order 03/30/01

Liquidation Order 05/08/01

Great States Insurance Company was domiciled in California and was licensed to transact business in 14 states. Great States wrote only workers compensation insurance and was primarily concentrated in the states of Arizona, Colorado, and Nevada. They did write a minimal amount in California and Illinois as well. In 2000, Great States experienced significant adverse loss and loss adjustment expense deterioration. The Commissioner anticipates that this estate will remain open for a number of years.

HIH American Comp. & Liability Co

Conservation Order 03/30/01

Liquidation Order 05/08/01

HIH America Compensation Liability Insurance Company ("HIH") was domiciled in California and was licensed to transact business in 31 states. HIH wrote only workers compensation insurance. Other principal states were Colorado, Hawaii, Michigan, Alabama, Nevada and Wisconsin. In 2000, HIH experienced significant adverse loss

and loss adjustment expense deterioration. The Commissioner anticipates that this estate will remain open for a number of years.

Homeland Insurance Company

Conservation Order May 6, 1987

Liquidation Order September 25, 1987

Homeland Insurance Company was licensed to transact workers' compensation insurance and property and casualty insurance in California, Oklahoma, Texas, Virginia and Guam. The company was placed into conservation after it was determined that its workers' compensation insurance business in Texas and Oklahoma made the company insolvent. Additional early access distributions totaling approximately \$9.2 million are being made to the California, Oklahoma and Texas Guaranty Associations in June 2002. Due to the continuing adjustment and payment of workers' compensation claims, and the continuing collection of reinsurance recoverables, this estate remains open.

Homestead Title Corporation

Conservation Order August 29, 1994

Homestead Title Corporation was an underwritten title company transacting business in San Luis Obispo County. The company was seized after it was discovered that there were escrow shortages in the trust accounts. The Commissioner has successfully recovered assets and was able to complete a 100 percent distribution to the known escrow depositors. The Commissioner is holding additional funds for distribution to additional escrow holders who may present claims. The Commissioner anticipates obtaining court orders to dispose of any unclaimed assets and to close the estate by the end of 2002.

Interco Underwriters Corporation/Exchange

Conservation Order January 18, 1983

Liquidation Order February 24, 1983

Interco Underwriters Exchange and its Attorney-in-Fact were put into conservation after its officers requested a joint conservatorship. A later review of the Exchange's books and records revealed the company to be insolvent. The Exchange insured a number of truck lines, taxicabs and car rental companies. The California Insurance Guarantee Association has paid all policy claims. The Commissioner has completed all work and a final distribution should be made and the estate closed in 2002.

K.D. Excess & Surplus Insurance Services

Conservation Order May 27, 1994

Liquidation Order August 29, 1994

The Commissioner was appointed Liquidator of K.D. Excess & Surplus Insurance Services (and related companies) in August 1994. A lack of data integrity made it difficult and time consuming to arrive at the population of policyholders who should receive proof of claim forms. All claims have been adjusted and the Court approved the distribution application in December. However, the shareholders filed a Notice of Appeal on 3/22/02 with the 4th District Court of Appeal (Santa Ana) alleging that our allocated expense methodology is excessive. They also object to the administrative fees, professional fees, legal fees and other fees to close the estate. The appeal process could take up to 12 months to resolve. For this reason, the distribution to the claimants and the closing of the estate will be delayed until the appeal is dismissed.

Mission Insurance Company

Conservation Order October 31, 1985
Liquidation Order February 24, 1987

The insolvency of Mission Insurance Company, Mission National Insurance Company and affiliated insurers was the largest property and casualty insurer failure at the time the Commissioner was appointed as conservator. The Mission companies wrote complicated primary, excess and surplus insurance and reinsurance, much of which is of a long-tail nature and still unresolved. In an effort to accelerate the closure of the estate, the Commissioner adopted an Amended Final Dividend Plan (the "Plan") which required claimants to file amended proofs of claim quantifying their claims. The Commissioner has approved claims over the amount of \$69 million for Mission Insurance Company (excluding the claims of guaranty associations) and over \$65 million for Mission National Insurance Company (excluding the claims of guaranty associations), and has made three interim distributions. The third interim distribution (for non-guaranty fund covered claims) was made in the amount of \$2,029,219.73 for Mission Insurance Company, \$19,159.63 for Mission National Insurance Company. The sixth early access distribution to guaranty funds was made in the amount of \$15,488,316 for Mission Insurance Company, \$3,379,149 for Mission National Insurance Company, and \$729,427 for Enterprise Insurance Company. These distributions were calculated in 2001 and paid on January 4, 2002. We are developing a comprehensive plan for closing Mission Insurance Company and Mission National Insurance Company within the next five years. We have made significant progress in closing unquantified proofs of claim and have increased staff to resolve complex long tail, hazardous waste and asbestos claims. We are studying the possibility of closing the Enterprise Insurance Company Estate in late 2002 or early 2003 as the Guaranty Fund claims activity has decreased dramatically with a greatly reduced number of active claims.

Mission National Insurance Company

Conservation Order November 26, 1985
Liquidation Order February 24, 1987

See Mission Insurance Companies.

National American Life Insurance Co.

Conservation Order March 25, 1997

The Commissioner opened an ancillary receivership upon the request of the Pennsylvania Insurance Commissioner to assist the latter in staying California litigation against the company. This matter is expected to remain open until the California litigation matters are resolved. The Court has dismissed the original action against Ernst & Young, but it is anticipated that there will be an appeal.

National Service Insurance Company

Conservation Order February 16, 1989
Liquidation Order May 4, 1989

National Service Insurance Company was seized and ultimately ordered into liquidation, along with its affiliate, Coastal Insurance Company, because neither company could produce audited financial statements. National wrote the automobile physical damage insurance portion of the liability policies written by Coastal. The California Insurance Guarantee Associations, with funds received from an early access distribution, paid all policyholder claims. The Commissioner is reviewing claims filed in the Coastal estate to ascertain if they are properly assigned to Coastal, rather than National. The Commissioner anticipates closing the estate by 3rd quarter 2002.

Pacific States Casualty Company

Conservation Order March 1, 1993
Liquidation Order July 1, 1993

Pacific States Casualty Company primarily wrote workers' compensation and surety insurance. A rehabilitation plan for this company was approved by the Los Angeles County Superior Court and took effect on July 15, 1993. After PSCC went into conservation on March 1, 1993, the Receivership Court approved an Assumption Agreement on June 15, 1993 between the California Commissioner as Liquidator of PSCC, Ulico Casualty Company ("ULICO") and Ulico Standard of America Casualty Company ("USACC"). The Assumption Agreement was later amended to become effective on July 1, 1993, the date PSCC went into liquidation. As part of that plan, Ulico Casualty Company ("ULICO") assumed Pacific States workers' compensation policies and certain surety bonds. The workers compensation claims incurred prior to liquidation were obligations of California Insurance Guarantee Association (CIGA), and until late 2000, were handled by ULICO as a third party administrator for CIGA. The surety bond claims on bonds that were not assumed by ULICO, were claims against the estate and subject to the proof of claim process. ULICO handled these surety claims on behalf of the Commissioner. These claims have since been handled.

There are four remaining reinsurance treaties remaining covering PSCC workers compensation book of business. These treaties cover various underwriting years and reinsurers. In accordance with the Assumption Agreement, the recoverables on this book of business belong to CIGA.

This is an estate that is in the process of a final distribution of approximately \$1.5 million in assets which is anticipated to occur in September 2002, and the CLO will continue the process for a court dismissal targeted for 2003.

Penniman Title Company

Conservation Order March 6, 1992
Liquidation Order March 12, 1992

Penniman Title Company was an underwritten title company that was also licensed to conduct escrow business. In November 1991, the company advised the Commissioner that it was ceasing to conduct business and would close its operation. Penniman had transferred its open title and escrow orders to Santa Cruz Title Company without the required approval of the Commissioner. The Commissioner determined that Penniman was insolvent. The company was designated a "low/no" asset estate. All Claims and litigation issues have been resolved. There are no assets in the estate. The estate was closed on November 14, 2001.

Premier Alliance Insurance Company

Conservation Order February 18, 1994
Liquidation Order August 2, 1994

Premier Alliance Insurance Company primarily wrote medical malpractice, workers' compensation and hospital liability insurance. The Commissioner continues to adjust the non-guaranty association covered claims. To date, early access distributions have been made totaling approximately \$18.7 million to 29 guaranty associations. There are significant reinsurance arbitrations pending. The Commissioner anticipates that this estate will remain for a number of years.

Premier Title Company

Conservation Order May 5, 1994
Liquidation Order June 16, 1994

Premier Title Company was an underwritten title company that was placed into conservation after it was determined that the company was insolvent. There are no assets in this estate.

This is an estate that is in the process of being closed and dismissed. The CLO received permission to terminate the 401(k) plans of Premier in May 2002 and we are continuing forward with Court dismissal targeted for December of 2002.

Professionals Prototype I Ins. Company, LTD

Conservation Order September 4, 1996

Liquidation Order June 5, 1997

The company wrote legal malpractice coverage on a non-admitted basis and therefore no guaranty association coverage was available to claimants. Partial distributions were made in August 2000 and June 2001, which paid 33% of the amount of the allowed claims. All claims have been resolved and the Commissioner anticipates that the estate will be closed in 2002.

S & H Insurance Company

Conservation Order January 28, 1985

Liquidation Order April 16, 1985

S & H Insurance Company wrote surety and property and casualty insurance. The company became insolvent when the former president of the company won a judgment against the company in the amount of \$8,000,000. Early access distributions in the amount of approximately \$9.8 million have been made to ten guaranty associations. This estate remains open at this time.

Sable Insurance Company

Conservation Order May 10, 2001

Liquidation Order July 17, 2001

Sable Insurance Company is a California-domiciled wholly-owned subsidiary of Sable Insurance Holding Company, which is in turn held by Reliance National Indemnity (47%) and Reliance Insurance Company (53%). Sable Insurance Company wrote workers' compensation and property and casualty insurance. The Commissioner declared Sable Insurance Company insolvent, and placed the company into conservation on May 10, 2001. The company was then liquidated on July 17, 2001. Approximately 11,000 POC's were mailed out to claimants and former policy owners on November 30, 2001 and have a bar date of June 30, 2002. The first interim distribution is planned for mid- year 2002.

Sacramento Title Company

Conservation Order February 7, 2000

Liquidation Order September 26, 2000

This underwritten title company is an affiliate of Universal Title Company. Sacramento Title Company conducted operations at three locations in Northern California. Business operations were shut down in May 2000. The Commissioner closed 797 escrow transactions resulting in the payment of over \$2.8 million to escrow holders. The Commissioner expects to close the estate by early 2003.

Signal Insurance Company

Conservation Order September 23, 1975

Liquidation Order January 10, 1978

Signal Insurance Company was domiciled in California. Signal wrote a number of lines of business, but primarily wrote auto liability and liability other than auto which included professional malpractice, product liability, environmental exposure and other "long tail" policies covering risks that could arise decades after the issuance of the policies. Signal was the parent company of Imperial Insurance Company, which was also put into conservation on

September 23, 1975 and into liquidation on January 10, 1978. Both companies were conserved and ultimately put into liquidation due to being statutorily insolvent. This company was ordered closed by the Los Angeles County Superior Court in 1997; however, due to an unresolved litigation, the company remained open. The litigation has now been resolved and the Commissioner is awaiting a final distribution from New York in July 2002 and will continue forward with a final distribution in September 2002 with Court dismissal targeted for mid 2003. Early access distributions and a partial distribution totaling \$24.4 million were previously made to approved claimants.

**Superior National Insurance Companies In Liquidation (SNICIL)
(California Compensation Insurance Company, Combined Benefits Insurance Company, Commercial Compensation Casualty Company, Superior National Insurance Company, and Superior Pacific Casualty Company)**

Conservation Order March 6, 2000
Liquidation Order September 26, 2000

On March 6, 2000, the Los Angeles Superior Court appointed the Commissioner as Conservator of Superior National Insurance Company, Superior Pacific Casualty Company, California Compensation Insurance Company, and Combined Benefits Insurance Company. On June 9, 2000, the Court appointed the Commissioner as Conservator of Commercial Compensation Casualty Company. On September 26, 2000, the Court appointed the Commissioner as Liquidator for these five insurance companies (collectively, the “Superior National Insurance Companies in Liquidation” or “SNICIL”). The value of the property and assets of the SNICIL entities exceeded approximately \$1.4 billion.

On August 17, 2000, the Commissioner and Lumbermen’s Mutual Casualty Company, an Illinois corporation, doing business as Kemper Insurance Companies (“Kemper”), among other parties, entered into that certain Superior National Insurance Companies Rehabilitation Agreement (“Rehabilitation Agreement”). Pursuant to the Rehabilitation Agreement, the Commissioner agreed to provide certain assets to Kemper upon Court confirmation of the Rehabilitation Agreement and the closing of the transactions contemplated thereunder. On September 26, 2000, the Los Angeles County Superior Court issued the Final Order Approving Rehabilitation Plan.

The Commissioner has closed nine California and 17 out of state offices since the liquidation date. These offices performed underwriting, claims, loss control, and administration functions. On September 26th, the Commissioner completed the termination of all remaining non-essential employees working in the California and national offices. At time of liquidation, there were approximately 1,025 employees. Two hundred and twenty-five have been retained to perform the runoff operations of the estate at the 3 offices located in Calabasas, Rancho Cordova and San Jose. The Commissioner has identified furniture, fixture & equipment (FF&E) required to conduct our operations, and have sold most of the surplus FF&E nationwide. The following significant litigation issues need to be resolved with reinsurers to recover SNICIL’s biggest asset of Reinsurance Recoverables:

US Life: This is a reinsurance dispute that concerns the collection of reinsurance receivables in excess of \$500M. US Life is seeking rescission of the contract alleging misrepresentation and non-disclosure of material facts. An arbitration of the issues is scheduled to take place in the fourth quarter of this year.

Insurance Corporation of Hanover, Odyssey Re, and Scandinavian Reinsurance Co. Ltd: This is a reinsurance dispute that concerns the collection of \$37.5M in reinsurance receivables. The reinsurers have asserted that Superior National made material misrepresentations to reinsurers and knowingly elected not to produce critical actuarial information and opinions. The dispute will be resolved through arbitration.

Centre Insurance Co: The Commissioner will attempt to overturn the December 1998 reinsurance commutation between Superior National and Centre Insurance Company that is considered to be a preference payment. If successful, this action could result in a payment to the Superior companies in excess of \$250M.

Loss Carry Forwards: SNCIL asserted ownership of a significant amount of net operating losses (NOLs) that are claimed by the parent of the consolidated group, Superior National Insurance Group, Inc., in bankruptcy. The U.S. Bankruptcy Court has ordered that ownership of SNCIL's NOLs belong to the Group. The Commissioner is preparing to appeal the Bankruptcy Court decision.

Superior Pacific Casualty Company
Conservation Order March 6, 2000
Liquidation Order September 26, 2000

See Superior National Insurance Companies (SNCIL).

Surety Insurance Company of California
Conservation Order May 23, 1984
Liquidation Order August 20, 1984

The Commissioner has completed the process of marshalling assets, many of which were outside of California, and has completed the adjudication process of the bail and civil bond claims. We have resolved all the outstanding claims issues, and anticipate filing distribution and closing application by June 30, 2002. On conclusion of distribution process, the Commissioner expects to file an application with the Court to close the estate.

Thriftco Insurance Company
Conservation Order March 13, 1990
Liquidation Order July 24, 1990

Thriftco Insurance Company wrote automobile and liability insurance, primarily in Southern California. The California Insurance Guarantee Association (CIGA) is continuing to adjust claims. CIGA is the only claimant in the policyholder priority class and, therefore, the Commissioner believes that all estate assets, after payment of administrative expenses, will be distributed to CIGA. The Commissioner anticipates closing the estate by September 30, 2002.

Trans-Cal Title Company
Conservation Order March 25, 1991
Liquidation Order May 21, 1991

Trans-Cal Title Company's underwriter, Title Insurance Company of Minnesota (TIM) assumed all of Trans-Cal's escrow liabilities, and Trans-Cal's open title and escrow orders were transferred to an affiliate of TIM, Lincoln Title Company. TIM is a claimant in the liquidation; however, the Commissioner anticipates there will be no assets available for distribution. One small escrow account is open. The Commissioner anticipates closing this estate in 2002.

Trico Title Company
Conservation Order August 18, 1994

The Commissioner seized Trico Title Company in 1994 after it was discovered that there were escrow shortages of \$1.8 million. All the company's assets have been liquidated. We intend to file an order with the Court to forego the proof of claim process since there were insufficient assets to initiate the proof of claim process, pursuant to Insurance code 1021, and anticipate closing the estate by September 30, 2002.

Universal Title Company

Conservation Order February 8, 2000
Liquidation Order August 25, 2000

Universal Title Company (affiliated with Sacramento Title Company) conducted operations in nineteen locations throughout California. The Commissioner identified a cash shortfall in the escrow trust accounts of approximately \$1.8 million. Business operations were shut down in September 2000. The Commissioner closed 1,562 open escrows, distributing more than \$17.5 million, and is pursuing litigation to recover the shortfall.

Western Carriers Insurance Exchange**Western Carriers Insurance Underwriters**

Conservation Order April 27, 1983
Liquidation Order May 12, 1983

Western Carriers Insurance Exchange and Western Carriers Insurance Underwriters primarily wrote long haul trucking in California, Idaho and Oregon. Each of the guaranty funds has completed adjustment of all claims and the Commissioner has completed his audit of CIGA's and the other states guaranty association's claims. We will make a final distribution by August 30, 2002.

Western Employers Insurance Company

Conservation Order April 2, 1991
Liquidation Order April 19, 1991

- and -

Western Employers Insurance Company of America

Conservation Order April 25, 1991
Liquidation Order May 7, 1991

After four years of self-liquidation, Western Employers Insurance Company (WEIC) determined that it could no longer continue liquidation without the assistance of the California Department of Insurance. The self-liquidation included the liquidation of Western Employers Insurance Company of America (WEICA), WEIC's wholly-owned subsidiary.

WEIC was placed into conservation on April 2, 1991 and into liquidation on April 19, 1991. WEICA was placed into conservatorship on April 25, 1991 and liquidation on May 7, 1991.

WEIC was once a New York domiciled insurer known as Letherby Insurance Company and was re-domesticated to California in the late 1970's. The company was licensed in 38 states and wrote primarily workers' compensation and commercial multi-peril insurance. New claims continue to be reported on both companies, and the Commissioner continues to process and collect reinsurance on claims being settled by the guaranty funds. WEIC has significant exposure in tobacco claim litigation.

Western International Insurance Company

Conservation Order August 10, 1992
Liquidation Order September 9, 1992

Western International Insurance Company was determined to be insolvent after payment of a settlement of litigation between the company and a former officer of the company. Shortly after the payment was made, the company sustained significant losses as a result of the Los Angeles riots in May of 1992. The Commissioner is developing a plan to resolve the "Lan" litigation matter.

Westland Title Company

Conservation Order November 15, 1994
Liquidation Order January 13, 1995

Westland Title Company was an underwritten title company that was determined to be insolvent. A distribution was made in 1998 to escrow claimants. There are no assets in the estate. The only remaining matter is the resolution of the company's 401(k) plan. The Commissioner anticipates a ruling from the IRS in 2002.

Winfield Title Company

Conservation Order March 5, 1981
Liquidation Order May 15, 1981

Winfield Title Company was an underwritten title company that was conserved on 3/5/81 and liquidated on 5/15/81. All escrows have been paid, and a restricted balance of approximately \$6,000 remains to be disbursed. Exhaustive research has been conducted to ascertain the ownership of this amount but the results have been inconclusive. The Commissioner intends to recommend to the Court that these funds be designated General Funds and applied as part repayment of the expenses taken from the Insurance Fund to continue the operations of this estate. The projected closing date and court dismissal is late 2002 or early 2003.

World Title Company

Conservation Order June 15, 1995
Liquidation Order June 15, 1995

World Title Company was an underwritten title company transacting business in Orange, San Diego, Alameda, Fresno, San Joaquin, San Bernardino, and Los Angeles counties. The company was placed into liquidation on June 15, 1995 after it was determined to be insolvent. All the company's assets have been liquidated. Prior to liquidation, World Title Company transferred all open escrows. There are on-going efforts by the Commissioner to make a distribution to preferred claimants, after which, the Commissioner expects to file an application with the Court to make a distribution by September 30, 2002 and close the estate.

STATUS OF INSURERS DOMICILED IN FOREIGN STATES**American Bonding Company**

Conservation Order January 31, 1995

American Bonding Company transacted surety, property & casualty insurance business. The company was domiciled in Arizona but had a large percentage of its business in California. The California Department of Insurance obtained a conservation order against American Bonding Company on January 31, 1995 due to evidence indicating that continued operations of American Bonding Company would be hazardous to policyholders. In accordance with the terms of the Receiver's Agreement between the Insurance Commissioners of California and Arizona, all claims are being paid in Arizona. The Arizona Receiver has requested the Commissioner keep this estate open until all California policyholder claims have been settled. The agreement states that the Arizona Receiver pays all California's costs.

ANA Insurance Group

Liquidation Order July 7, 1994

ANA Insurance Group was licensed in Louisiana to transact automobile insurance and commercial vehicle insurance. ANA began selling non-admitted automobile insurance in California in 1990. The unlawful activities in California ultimately resulted in a Stipulated Ex Parte Order appointing the Commissioner as ancillary liquidator

on July 7, 1994. Louisiana had placed ANA into liquidation on May 17, 1993. Currently, the domiciliary receiver has adjusted all of the California claims, but has not made a pro rata distribution to the claimants. Due to ongoing litigation with the former principals of the company, the Louisiana Court has not yet ordered that California claimants to this estate rank equally with Louisiana claimants in spite of the Receiver's Agreement between the Commissioner and the Louisiana Receiver with respect to the equal treatment of all claimants. The Commissioner is pursuing this matter before the Louisiana Court. The California ancillary will remain open until this litigation is resolved.

Holland America Insurance Company
Conservation Order November 26, 1985
Liquidation Order February 24, 1987

This Missouri domiciled company's liquidation continues along with its affiliates and parent of Mission Insurance Company. Reinsurance and significant, complex claims remain to be processed and resolved.

Mission Reinsurance Corporation
Conservation Order November 26, 1985
Liquidation Order February 24, 1987

A Missouri domiciled company and subsidiary of Mission Insurance Companies' Trust, this company's business line consisted of reinsurance only. No policyholder claims, guaranty association exposure, or distributions for the year of 1999 remain in existence for this company. Major litigation remains to be resolved before concluding affairs of liquidation of this estate.

National American Life Insurance Company of Pennsylvania
Conservation Order March 26, 1997

The Commissioner opened an ancillary receivership at the request of the Pennsylvania Insurance Commissioner to assist the latter in staying California litigation against the company. This matter is expected to remain open until the California litigation matters are resolved.

Western Star Insurance Company
Liquidation Order August 29, 1994

The Florida Department of Insurance was appointed domiciliary receiver of this company on June 14, 1994. The Commissioner was appointed as ancillary liquidator. There is no insurance guaranty coverage for the claimants of this company. The estate has no assets but has been kept open due to a potential lawsuit recovery. The Florida Receiver has appealed a decision by the Florida Courts with respect to this potentially material asset. The Commissioner expects this estate to remain open pending the appeal decision.

Consumer Services & Market Conduct Branch

The Consumer Services and Market Conduct Branch's (CSMCB) focus is consumer protection, and it accomplishes this by educating consumers, mediating complaints against insurers, and enforcing applicable insurance laws. CSMCB enforces applicable insurance laws during the investigation of individual consumer complaints against insurers and through on-site examinations of insurer claims and underwriting files. CSMCB constantly strives to improve the services and information provided to California's insurance consumers.

CSMCB consists of two divisions and five bureaus:

CONSUMER SERVICES DIVISION (CSD)

- Consumer Communications Bureau (CCB)
- Claims Services Bureau (CSB)
- Rating and Underwriting Services Bureau (RUSB)

MARKET CONDUCT DIVISION (MCD)

- Field Claims Bureau (FCB)
- Field Rating and Underwriting Bureau (FRUB)

For Calendar Year 2001

(January 1, 2001 – December 31, 2001)

Consumer Telephone Calls Received	454,205
Telephone Calls Made On Behalf of Consumers	94,070 ¹
Cases Opened	37,100 ²
Cases Closed	35,187 ²
Total Amount of Consumer Dollars Recovered (CSD)	<u>\$27,947,391</u>
Examinations Opened	281 ³
Examinations Adopted	148 ³
Total Amount of Consumer Dollars Recovered (MCD)	\$5,788,534
CSMCB Total Amount of Consumer Dollars Recovered	<u><u>\$33,735,925</u></u>

1 This figure represents the number of outgoing calls, made by Officers of CSMCB's Consumer Communications Bureau (CCB), that were directly relate to a consumer's complaint or inquiry. Based upon their experience, CCB has determined that the number of "calls made on behalf of consumers" can be estimated as 85% of the total outgoing calls made by CCB's officers (total outgoing calls in 2001 = 110,670). The remaining 15% fall into the general business and personal phone call categories.

2 "Cases Opened" are the total number of cases started during the reporting period (in this case Calendar Year 2001). "Cases Closed" are the total number of cases that have been closed during the reporting period. These closed cases may have been opened during the reporting period or carried over from the prior reporting period. As a result, the cases closed total will almost always be different from the cases opened total.

3 "Examinations Opened" are the total number of examinations started during the reporting period (in this case Calendar Year 2001). "Examinations Closed" are the total number of examinations that have been adopted during the reporting period. These adopted examinations may have been opened during the reporting period or carried over from the prior reporting period. As a result, the examinations adopted total will almost always be different from the examinations opened total.

CONSUMER COMMUNICATIONS BUREAU

Cases Opened	4,338 ²
Cases Closed	4,356 ²
Telephone Calls Received	454,205
Telephone Calls Made On Behalf of Consumers	94,070
Consumer Dollars Recovered	\$724,055

The Consumer Communications Bureau (CCB) Consumer Hotline is often referred to as the Commissioner's "eyes & ears" on the issues and concerns that affect California's insurance consumer. The California Department of Insurance's (CDI) statewide toll-free Consumer Hotline -(800) 927-HELP [4357]- provides callers with immediate access to constantly updated information on insurance related issues. The Hotline is staffed by knowledgeable insurance professionals whose years of expertise, combined with their dedication to consumers, enables them to provide immediate assistance on time sensitive issues. Among other things, the Hotline staff provides the caller with the license status of his/her insurer, agent or broker and answers questions on insurance claims and underwriting practices.

CCB administers CDI's Earthquake Mediation Program. For Calendar Year 2001, the Earthquake Mediation Program had a total of \$452,342 in recoveries. Since this program's inception in 1996 through December 31, 2001, CCB has recovered a total of \$8,117,620 million for victims of the devastating 1994 Northridge Earthquake.

Educational material, such as auto premium and homeowners premium surveys, company complaint comparisons, as well as brochures on auto, health, life, long-term-care and homeowners information are provided free of charge. CCB strives to continue educating California insurance consumers through the CDI's Consumer Education and Outreach Program. CCB makes it possible to communicate with all California consumers no matter what language they speak. Over-the-phone interpretation of more than 140 languages are available to insurance consumers seeking assistance.

² "Cases Opened" are the total number of cases started during the reporting period (in this case Calendar Year 2001). "Cases Closed" are the total number of cases that have been closed during the reporting period. These closed cases may have been opened during the reporting period or carried over from the prior reporting period. As a result, the cases closed total will almost always be different from the cases opened total.

CLAIMS SERVICES BUREAU

Cases Opened	21,051 ²
Cases Closed	19,781 ²
Consumer Dollars Recovered	\$20,336,702

The Claims Services Bureau (CSB) investigates consumer allegations of improper claims handling by insurers. These written requests for assistance include, but are not limited to, wrongful denial of claims, payments less than amounts claimed, and delays in claims handling.

CSB has actively participated in CDI task forces on proposed amendments to California Insurance Code (CIC) Section 790.03 —Fair Claims Settlement Practices Regulations (this includes participation in several hearings in connection with the proposed amendments). CSB participated in the development of current legislative proposals and proposed new insurance legislation in a variety of consumer insurance areas. CSB has participated in the implementation of SB 1899 (Northridge Earthquake 1994) and AB 55 (Independent Medical Review). CSB has also participated in various speaking engagements.

In collaboration with CCB, CSB serves in the Earthquake Mediation Program appeals process by handling the appeals from insurers and consumers.

CSB continues to assist in the detection, investigation and prosecution of abusive insurance business practices.

² “Cases Opened” are the total number of cases started during the reporting period (in this case Calendar Year 2001). “Cases Closed” are the total number of cases that have been closed during the reporting period. These closed cases may have been opened during the reporting period or carried over from the prior reporting period. As a result, the cases closed total will almost always be different from the cases opened total.

RATING & UNDERWRITING SERVICES BUREAU

Cases Opened	11,711 ²
Cases Closed	11,050 ²
Consumer Dollars Recovered	\$6,886,634

The Rating and Underwriting Services Bureau (RUSB) is responsible for investigating, evaluating and resolving all consumer rate & underwriting complaints involving automobile, life, disability, workers compensation, and the property & casualty lines of insurance. Individual files are opened on behalf of the consumer for each inquiry and complaint. RUSB staff then evaluates each issue to verify that insurance companies, agents and brokers are complying with the California Insurance Code, the California Code of Regulations and other applicable laws and statutes, as well as the insurance contract, filed rates, class plans and underwriting guidelines.

Examples of the types of inquiries handled by RUSB include cancellation or non-renewal of insurance policies, refusal to insure, billing problems, agent misrepresentation and/or mishandling, and premium misquotes. In addition, RUSB also handled inquiries related to general rate increase complaints, general liability and workers' compensation audit disputes, dividend disputes, policy surcharges, title insurance & escrow fee inquiries, Proposition 103 rebate inquiries, and complaints regarding refund of collateral on bail bonds and broker's fees.

² "Cases Opened" are the total number of cases started during the reporting period (in this case Calendar Year 2001). "Cases Closed" are the total number of cases that have been closed during the reporting period. These closed cases may have been opened during the reporting period or carried over from the prior reporting period. As a result, the cases closed total will almost always be different from the cases opened total.

MARKET CONDUCT DIVISION**FIELD CLAIMS BUREAU**

Examinations Opened	168 ³
Examinations Adopted	80 ³
Amount of Premiums Returned	\$1,012,611

The Market Conduct Bureau has been renamed as the Field Claims Bureau (FCB). FCB conducts examinations of the claims payment practices of all licensed California insurers. These examinations are generally based on a fixed schedule of examinations, scheduled re-examinations and reviews of consumer complaint data. Their focus is on compliance with the California Insurance Code and the California Fair Claims Settlement Practices regulations. FCB seeks to ensure equitable treatment of policyholders and claimants in accordance with insurance contracts and California law. The California Insurance Code sections cited in FCB examinations vary by line of insurance. However, those that are common to both life & disability and property & casualty insurance involve delay, documentation, and improper handling, which may include improper settlement, failure to pursue investigation, and improper denial.

The goal of any market conduct/field claims examination is to reduce the frequency and severity of insurance practices that are unfair to policyholders and claimants, and to evaluate compliance with statutes and regulations relative to the business of insurance.

³ “Examinations Opened” are the total number of examinations started during the reporting period (in this case Calendar Year 2001). “Examinations Adopted” are the total number of examinations that have been adopted during the reporting period. These adopted examinations may have been opened during the reporting period or carried over from the prior reporting period. As a result, the examinations adopted total will almost always be different from the examinations opened total.

FIELD RATING AND UNDERWRITING BUREAU

Examinations Opened	113 ³
Examinations Adopted	68 ³
Amount of Premiums Returned	\$4,775,923

The Field Rating and Underwriting Bureau (FRUB) conducts exams of insurer rating and underwriting practices. FRUB is responsible for reviewing the advertising and pricing practices of life, health, property, and casualty insurers. This review ensures that all California consumers are treated fairly and advances the availability and affordability of insurance in the marketplace.

FRUB examinations focus on compliance with prior approval laws, consistency within the adopted rating processes, and overall conformity of rating and underwriting with California law. FRUB examiners verify that the insurer's adopted rates have been filed and approved, and are applied consistently. This requires that underwriting be adequately documented and not unfairly discriminatory.

³ "Examinations Opened" are the total number of examinations started during the reporting period (in this case Calendar Year 2001). "Examinations Adopted" are the total number of examinations that have been adopted during the reporting period. These adopted examinations may have been opened during the reporting period or carried over from the prior reporting period. As a result, the examinations adopted total will almost always be different from the examinations opened total.

eGOVERNMENT & TECHNOLOGY SOLUTIONS BRANCH

The California Department of Insurance (CDI) established the eGovernment & Technology Solutions Branch (eGTSB) in September 2000 to address the future of insurance regulation and consumer protection through business and government innovation and technology, realizing that the insurance marketplace is rapidly changing - with much of the change being driven by innovations in technology, such as the Internet.

The mission of eGTSB is to escalate understanding and planning of CDI's current and future business and technology needs to the Department's executive management. In so doing, CDI is building a "bridge" between technology and regulatory policy realizing that the future and effectiveness of insurance regulation and consumer protection is becoming increasingly dependent upon the "information" economy.

By identifying and embracing opportunities that align with and enhance its regulatory purpose, CDI seeks to use technology to continuously improve its government service delivery to its constituents - encouraging more constituent participation and ensuring effective regulation of the insurance marketplace.

The ability to solve such pressing issues as fraudulent or unauthorized solicitations for insurance products over the Internet, for example, or responding to the needs of constituents in seconds rather than days, weeks or months has become critical to CDI's organizational mission. These are the kinds of issues that the eGTSB helps to coordinate and resolve employing professionally-accepted project management practices and working in collaboration with traditional technologists to develop and implement mission-critical technology.

eGTSB'S ACCOMPLISHMENTS:

- Interactive Request for Assistance providing web-enabled assistance for consumer services.
- Development of CDI's eGovernment Blueprint for the future of insurance regulation.
- Development of the CDI Fraud Integrated Database (FIDB) instrumental for fraud investigations.
- Web-enabled legal pleadings & market conduct exam findings.
- Windows 2000 migration.
- Implementation of the Budget Tracking System.

eGTSB'S FUTURE OBJECTIVES:

- Web-enabled producer licensing applications.
- Improved web site design and functionality.
- Improvements to CDI's Early Warning System to more effectively utilize information about the financial health of the insurance industry.
- Implementation of constituent relationship tools to better serve CDI constituents and track insurance marketplace trends - anticipating problems or issues before they become critical.
- Web-enabled producer licensing examination scheduling & testing.

Budget and Staffing

Total Revenue-Insurance Fraud Assessment, Automobile:	\$ 22,646,000
Distribution - District Attorneys Automobile:	\$ 10,324,000
Expenditures - State Operations Automobile:	\$ 8,267,000
Total Insurance Fraud Assessment, Workers' Compensation:	\$ 29,900,000
Distribution - District Attorneys Workers' Compensation:	\$ 16,800,000
Expenditures - State Operations Workers' Compensation:	\$ 11,206,000
Insurance Fraud Assessment, General:	\$ 1,384,000
State Operations General Assessment Expenditures:	\$ 2,618,000
Fiscal Year 1999/2000 Fraud Division Positions:	247

CRIMINAL INVESTIGATIONS BRANCH

The Criminal Investigations Branch includes all investigation resources, both criminal and regulatory, of the Department. Completed investigations are presented to state and federal prosecutive authorities and to administrative law judges by CDI attorneys. The two principal investigative components are the Fraud Division and the Investigation Bureau

FRAUD DIVISION

The primary authority of the Fraud Division is found in Chapter 12 of the California Insurance Code and Section 550 of the California Penal Code. The mission statement of the Fraud Division is “To protect the public from economic loss and distress by actively investigating and arresting those who commit insurance fraud and to reduce the overall incidence of insurance fraud through anti-fraud outreach to the public, private and governmental sectors.”

The Fraud Division investigates crimes related to claims fraud, premium fraud, and fraudulent claims denials.

Established in 1979, the Division began with 10 employees and has grown to over 300 employees statewide.

BUDGET AND STAFFING

Fiscal Year 2000/2001 Fraud Division Budgeted/Revenue/Expenditures by Program and Fiscal Year Staffing level:

Fraud Auto Revenues: ¹	\$32,143,000
Insurance Fraud Assessment, Automobile (includes AB 1050)	
Budgeted Levels:	\$30,306,000
District Attorneys’ Auto Distribution:	\$15,130,000
State Operations Auto Expenditures:	\$14,962,000
Insurance Fraud Assessment, Workers’ Compensation	
Budgeted Levels: ²	\$31,496,062
District Attorneys’ Workers’ Compensation Distribution:	\$16,773,000
State Operations Workers’ Compensation Expenditures:	\$13,614,000
Insurance Fraud Assessment, General Budgeted Levels	\$ 1,702,000
State Operations General Assessment Expenditures:	\$ 1,783,000
Fiscal Year 2000/2001 Fraud Division Positions:	304.3

FRAUD INVESTIGATION

The Fraud Division provides all investigative and supporting services necessary to implement and manage the Automobile, Workers’ Compensation, Property, and Casualty Fraud Programs.

¹ Auto revenues exclude the \$0.30 assessment per SB 940 which is not used for Fraud Division programs.

² The FY 2000-01 workers’ compensation assessment set by the Fraud Assessment Commission was \$31,496,062. The amount indicated reflects the amount actually collected per the CALSTARS Q25 report.

AUTOMOBILE INSURANCE FRAUD

The Fraud Division coordinates automobile insurance fraud investigations statewide, provides assistance to law enforcement agencies, and presents prosecutable automobile fraud cases to district attorney's offices and the US Attorney's office. Since the inception of the Automobile Insurance Fraud Program, the Fraud Division has assigned criminal investigators to enforce the provisions of the California Insurance Code Section 1871.4 and California Penal Code Sections 549 and 550. Often, investigations are conducted on fraud mills operated by doctors and lawyers who work with "cappers," those who solicit clients for fabricated and exaggerated claims. These mill cases can require thousands of hours of intensive investigation over a two- to three-year period in order to prosecute. The Fraud Division's investigators have identified five major categories of automobile fraud conspiracies. They are medical mills, organized crime, staged accident rings, paper accidents, and organized car theft enterprises.

Fiscal Year 2000/2001 Outcomes: 14,623 Suspected Fraudulent Claims
 513 New Cases Assigned
 244 Arrests

DISTRICT ATTORNEY'S PROGRAM

In fiscal year 2000/2001, 34 counties received funding totaling \$10,324,000 through the Department's Auto Fraud Grant Program. The amount of financial support funded to each county revolved around two variables; county population and the number of suspected fraudulent claims reported. For fiscal year 2000/2001, the District Attorneys reported 602 convictions and 562 arrests, which also included a majority of Fraud Division arrests. From these arrests and convictions, the court ordered a total monetary amount of \$3,489,927 in restitution monies be awarded to the victims.

URBAN AUTO INSURANCE FRAUD

The Legislature finds that organized automobile fraud activity operating in the major urban centers of the state represents a significant portion of all individual fraud-related automobile insurance cases. These cases result in artificially higher insurance premiums for core urban areas and low-income areas of the state than for other areas of the state. Only a focused, coordinated effort by all appropriate agencies and organizations can effectively deal with this problem. With the passage of AB 1050 (Wright) chaptered October 10, 1999, the Organized Automobile Fraud Activity Interdiction ("Urban Grant") Program was created in fiscal year 2000/2001. The California Insurance Code Section 1874.8 mandates that the Insurance Commissioner to award three to ten grants for a coordinated program targeted at the successful prosecution and elimination of organized automobile fraud activity. As the name suggests, the primary focus of the new program is directed at the organized criminal activity that occurs in urban areas and which often involves the staging of automobile accidents and the filing of fraudulent automobile accident

or damage claims. Traditionally, legal and medical professionals or their associates mastermind these cases. In recent years, evidence of highly sophisticated and ethnically diverse groups who engage in insurance fraud have captured the attention of the Fraud Division, prosecutors and allied law enforcement.

The investigation of organized criminal activity, especially involving “white collar” crimes, is generally recognized as the most difficult to successfully investigate and prosecute. Insurance fraud investigations are often the most difficult cases to investigate due to the involvement of attorneys, doctors and chiropractors who lie at the heart of these organized criminal enterprises. These dishonest professionals use the cover of their attorney/client or doctor/patient relationships to provide the specter of legitimacy when handling personal injury cases due to staged automobile accidents.

These attorneys and doctors who knowingly engage in automobile insurance claims fraud often rely upon “administrators” to act as their intermediaries with the criminals that stage automobile accidents and who are known as “cappers” or “stagers”. The professionals, either directly or through their administrators, most often pay referral fees for staged accidents and the fraudulent claims that flow from them. Each client or patient of a staged accident that is referred to a dishonest attorney or doctor can translate into \$500 to \$2,000 for the capper/stager. With this kind of incentive, it is obvious why the business of fraudulent accident claims has persisted, and even increased over the years.

In fiscal year 2000/2001, the Criminal Investigations Branch, Fraud Division was appropriated \$4,806,000 to organize regional task forces to include investigators from the California Highway Patrol and the District Attorneys’ Offices.

Outcomes:	59 Suspected Fraudulent Claims
	55 new cases assigned
	35 Arrests

DISTRICT ATTORNEY’S PROGRAM

In fiscal year 2000/2001, the Legislature also authorized \$4,806,000 for distribution to 8 grant-funded counties. The grant awarded District Attorneys reported 46 arrests, which also included many of the Fraud Division arrests. District Attorneys prosecuted 48 cases with 64 defendants with chargeable fraud totaling \$1,077,036.45. District Attorney outcomes totaled 32 convictions. Many urban grant cases are still pending in court.

WORKERS' COMPENSATION

The Department of Insurance, Criminal Investigations Branch, Fraud Division receives mandated funding through the Fraud Assessment Commission. Section 1872.83 of the California Insurance Code established the Fraud Assessment Commission to determine the level of assessment to fund the investigation and prosecution efforts in the workers' compensation insurance fraud program. The Commission membership is comprised of five individuals consisting of representatives from self-insurers, insured employers, workers' compensation insurers, and the President of the State Compensation Insurance Fund who serves as an ex-officio member.

To assist in the aggressive anti-fraud campaign, the funding is distributed between the District Attorneys and the Fraud Division. For fiscal year 2000/2001, the level of funding approved by the Governor was \$29,996,250 (which was \$1,499,812 less than budgeted). The 35 district attorney grant funded programs received \$16.8 million while the Fraud Division's portion was \$13.1 million. The goal of the Fraud Division Workers' Compensation Program is the investigation, arrest, prosecution and conviction of perpetrators for workers' compensation insurance fraud. The Fraud Division has identified four main areas of Workers' Compensation insurance fraud: Employer, Employee Claims, Provider, and Company fraud.

Fiscal Year 2000/2001	Outcomes:	3,548	Suspected Fraudulent Claims
		476	New Cases Assigned
		170	Arrests

DISTRICT ATTORNEY'S PROGRAM

Information received from the District Attorneys for fiscal year 2000/2001 indicated a total of 382 arrests (346 felonies and 36 misdemeanors), that also included the majority of Fraud Division arrests. During the same time-frame, District Attorneys prosecuted 717 cases with 822 suspects, resulting in 367 convictions. The total chargeable fraud was \$174 million representing only a small portion of actual fraud since many fraudulent activities had not been identified or investigated.

LOCAL ASSISTANCE PROGRAM

The Local Assistance Program implements the Commissioner's authority to dispense funding to District Attorneys for the investigation and prosecution of automobile and workers' compensation fraud.

PROPERTY AND CASUALTY FRAUD

Basic funding for the Special Operations Fraud Program is derived from an annual assessment at \$1,000 per licensed insurance company. In fiscal year 2000/2001, this assessment was increased to \$1,300. However, the authority to spend these additional monies has yet to be approved by the Department of Finance. This funding supports crimi-

nal investigations by the Fraud Division of suspected fraud involving health, life, property, and all other cases not involving automobile or workers' compensation insurance fraud.

The Fraud Division receives approximately 3,500 suspected fraudulent claims each year in this program area. Through mandatory reporting by the insurance industry, the Fraud Division annually catalogs suspected fraudulent claims. A single claim can involve upwards of several million dollars, particularly in the case of life insurance. The decision to investigate a suspected fraudulent claim is not based solely on the potential dollar loss, it is also based on personal human suffering of the people of California.

Fiscal Year 2000/2001 Outcomes: 3,511 Suspected Fraudulent Claims
140 New Cases Assigned
32 Arrests

SPECIAL INVESTIGATIVE UNIT COMPLIANCE REVIEW OFFICE

The Special Investigative Unit (SIU) Compliance Review Office inspects insurance companies to ensure compliance with the California Insurance Code and related insurance regulations governing SIUs. These regulations require insurance companies licensed to do business in California to have viable SIUs operating within regulatory parameters. There are over 1200 companies licensed to conduct insurance business in California that submit an annual compliance report to the SIU Compliance Review Office. This unit reviews and catalogs the completeness of the anti-fraud compliance reports sent to the Fraud Division annually or biennially by either these insurance companies or their parent companies.

During the fiscal year 2000/2001, the SIU Compliance Review Office experienced significant changes in staffing and was directed to use this segue to re-examine, reformulate and implement improved examination practices and reconstruct the unit. A series of compliance surveys were planned, scheduled and/or conducted of 19 companies to examine their operations and ascertain their compliance with SIU and related regulations. During fiscal year 2001/2002, the information gathered from these surveys was used to develop procedures for compliance reviews that were initiated in November 2001. In addition, Compliance Office staff has commenced the state rulemaking process to redevelop the current SIU regulations in an effort to clarify, organize and strengthen those regulations.

INVESTIGATION BUREAU

The Investigation Bureau is charged with enforcing applicable provisions of the California Insurance Code under authority granted by Section 12921 and to certify crimes of which the Commissioner has knowledge to a prosecuting authority pursuant to Insurance Code Sections 12928 and 12930. As part of the Criminal Investigations Branch, the Investigation Bureau has been charged by the Insurance Commissioner to take steps to minimize insurance related crimes committed by businesses and individuals. The public and the insurance industry are both protected when the Investigation Bureau investigates crimes and violations and seeks criminal prosecutions and disciplinary actions where warranted by the evidence. In this way, those who break the law can be disciplined or removed from the industry when warranted, and future crimes and violations are deterred.

In 2001, the Insurance Commissioner established case handling priorities for the Investigation Bureau, including premium theft, senior citizen abuse, bogus insurance companies, viatical settlement fraud, deceptive sales practices by insurance companies, consumer abuse by automobile insurance agents, title insurance rebates and consumer abuse by public adjusters. The Investigation Bureau has completed a review of cases and systems to ensure that appropriate focus is placed on the Commissioner's priorities.

INVESTIGATIONS ³	Jan. 2001–Dec. 2001
Opened:	1,548
Completed:	1,693
In progress as of December 31, 2001:	969
Reports of Suspected Violation:	1,154
CRIMINAL CASES	Jan. 2001–Dec. 2001
Assisted Law Enforcement Agencies:	91
Referred to prosecutor:	58
Prosecutor rejected:	15
Filings/arrests/indictments:	36
Search Warrants served:	57
Convictions:	16

INVESTIGATIONS RELATED TO AUTOMOBILE INSURANCE

Effective July 1, 2000, the Investigation Bureau, Legal Branch's Compliance Bureau and Consumer Services and Market Conduct Branch's Consumer Services Bureau are charged with implementing Senate Bill 940 (SB 940). SB

³ The staffing and caseload of the Sacramento Investigation Bureau Screening Unit (SIBSU) and Company Investigation Bureau (CIU) were transferred to License Background Bureau (LLB) of the Administration Branch in July 2001 and November 2001, respectively. SIBSU conducts background reviews of applicants for producer license while CIU conducts background reviews of officers, directors, and owners of insurers.

940 (Chapter 884, Statutes of 1999) establishes Section 1872.81 which requires each insurer doing business in California to pay to the Insurance Commissioner an annual fee of thirty-cents for each insured vehicle under an insurance policy it issues in the state. SB 940 limits the expenditure of this revenue to maintaining and improving consumer service functions of the department that are related to automobile insurance. The legislation specifically requires that the highest priority for use of these revenues shall be to eliminate the backlog of consumer complaints relative to automobile insurance and the insurers, agents and brokers selling those policies.

INVESTIGATIONS (Fiscal Year 2000/2001) ⁴

Opened:	421
Completed:	386
In progress as of June 30, 2001:	228
Reports of Suspected Violation:	184

The following are among the most significant regulatory and criminal cases completed in 2001. The Investigation Bureau was either the primary investigation agency for the case, or played a major role in a joint criminal investigation. Among the Investigation Bureau's many cases, the following are the most noteworthy:

Arthur Gregory Albanez dba Cityview Insurance Service: The CDI has revoked these licenses when Albanez failed to respond to charges filed against him. CDI investigations have revealed that Albanez collected premiums and failed to obtain insurance for his clients.

Mirna Angelica Alfaro: On January 10, 2001, Alfaro was found guilty to 3 counts of selling automobile insurance without a license. She was placed on 36 months summary probation, ordered to complete 45 days of community service or serve 45 days in jail and reimburse CDI \$1,000 for investigative costs.

William Barry Baird: Accusation was issued against Mr. Baird, a Northern California life agent. Baird's wife induced two neighbors aged 87 and 82 years, to grant her durable powers of attorney, after which she wrote 13 separate checks from the seniors' accounts, totaling over \$ 87,000, in favor of Mr. Baird's insurance business. The licenses of Mr. Baird were revoked based on his failure to respond to charges against him.

Suzanne Beall: Arrested on August 29, 2001, after a joint investigation by CDI and the Yolo County District Attorney's Office. Beall was charged with two felony counts of grand theft, two felony counts of destroying property, one felony count of fraudulently appropriating property, four felony counts of passing forged, altered, or counterfeit items, one felony count of crimes against elders and three felony counts of forgery. Beall accepted insurance premiums from various companies and issued false insurance policies and identification cards.

Hector Antonio Benavente: On January 10, 2001, Benavente, a former licensee, was found guilty of 5 counts of transacting insurance without a license. His license was revoked on December 24, 1999, for numerous insurance

⁴ This data is included in the overall bureau case information shown on the previous page.

code violations, including aiding and abetting unlicensed persons to transact insurance. He was placed on 36 months summary probation, ordered to complete 350 hours of community service or serve 4 days in jail and reimburse CDI \$1,500 for investigative costs. He was further ordered to close down and not re-open his business at any location and to remove all signs for the business.

Arthur Leon Bryden: His licenses were summarily revoked in July. He accepted \$900 from a senior citizen, stole the funds and fended off her inquiries with misleading statements. His licenses had been restricted since 1995.

Salim Chamsi: Convicted of felony perjury on CDI application and possession of a concealed firearm. Chamsi, a licensed bail agent operating as “Montana’s Bail Bonds” in Los Angeles, was conducting business under the fraudulently assumed name of Mario Montana Elhaj. According to CDI investigators, he fraudulently obtained a Department of Motor Vehicles (DMV) driver’s license and identification card under this assumed name. A review of the applications filed by Chamsi with CDI and DMV has revealed that Chamsi fraudulently submitted false information under penalty of perjury in order to obtain his bail agent license as well as the DMV identification cards.

Mark Edward Doran: The CDI investigation found that Doran forged client signatures on 11 policy renewals to earn production credits for a vacation promotion. He also failed to disclose a felony grand theft conviction on his application for license. As a result of the investigation, Doran’s license was revoked.

Jimmie Earl Jackson: CDI revoked his licenses for collecting and diverting premiums from homeowners’ insurance customers, and failing to secure the coverage.

Crescent Jewelers: Was ordered to pay up to \$4 million in refunds and penalties in a settlement of a consumer-protection lawsuit brought upon by Attorney General Bill Lockyer and four California county district attorneys on September 24, 2001. Crescent Jewelers allegedly sold, without the customers’ knowledge, optional credit life, disability and property insurance to finance documents of customers who were making purchases through retail installment contracts. Crescent agreed to refund up to \$3 million to customers who bought insurance policies from January 1, 1996 through July 1, 2000.

Charles Edward Dunbar and Christopher Freeman Dunbar: Arrested on December 13, 2001, after surrendering to authorities on one felony count each of insurance fraud and booked into Sacramento County Jail. Charles and Christopher Dunbar allegedly committed insurance fraud by keeping insurance money (returned premiums and credits) that should have been returned to numerous clients. Christopher Dunbar also allegedly supplied MacLaughlin & Company with a false Certificate of Insurance, leading the clients to believe that proper insurance coverage was in place during the policy term.

Raymond Michael Graney: The CDI has revoked the license of this former insurance agent, who did business as Team Concepts Insurance Services. CDI investigations have revealed various misrepresentations toward several clients, most of whom were Senior Citizens. Graney defrauded several victims and earned significant commissions in the process.

Marshall Kosberg: Arrested on December 21, 2001, following his failure to appear in Victorville, California on charges related to his operation of an unauthorized web based automobile insurer called Travelguard, which collected monies for insurance and issued fraudulent insurance documents to hundreds of people.

Kim Lawrence: Was served with an Order Summary of Revocation on November 28, 2001. Her license was revoked after her plea of no contest to three counts of theft from an elder or dependent adult, and one count of residential burglary. A joint investigation conducted by San Joaquin District Attorney's Office and CDI Investigation Bureau resulted in the criminal conviction of Lawrence and the revocation of her insurance license.

Liberty Liability Foundation & etal: In October 2001, a Cease and Desist Order was served on Liberty Liability Foundation (& etal) prohibiting them from the transaction of insurance business in the State of California. They were ordered to cease the solicitation of enrollment and to cease advertising a vehicle financial responsibility program to the residents of this state. Liberty Liability Foundation was not authorized to sell insurance in this state, however, through an investigation, it was determined that they solicited California residents and enrolled them in an authorized vehicle program that was allegedly providing "financial responsibility".

Manuel Mendez and Jeffrey Ferguson: Arrested September 28, 2001, and booked on 25 felony counts on conspiracy, insurance fraud and grand theft. Mendez and Ferguson were partners who operated Least Cost Insurance Services in Anaheim and moved their operation to Covina. Subjects sold over 600 fraudulent insurance policies and collected over \$23,000 in premium from 45 victims, never remitting the money to the insurance companies.

Gerhard Siegfried Mueller: Voluntarily surrendered his license on October 22, 2001, when confronted with a compliance action. An investigation determined Mueller accepted payments from clients and failed to forward the monies to the insurance companies, causing cancellations; and/or failed to place coverage at all.

Shahin Sean Pelaseyed: On July 2, 2001, Pelaseyed was sentenced to 180 days in county jail and five years formal probation. This sentencing came six months after his felony conviction to one count of grand theft. This comes as a result of an investigation whereby Pelaseyed diverted \$20,000 in insurance premiums.

Ronald Allen Prasky DBA: Border Pacific Insurance Services, Mylena Munguia-Prasky, and Jesus

Antonio Lopez: Sentenced to seven years in state prison, to three years probation and 480 hours community service, and four years in state prison, respectively. The convictions stem from selling hundreds of fraudulent insurance policies to unsuspecting consumers, and never submitting the collected premiums to insurance carriers. Ronald Prasky pled guilty to five felony counts of insurance fraud and one count of income tax evasion. His wife, Mylena, in addition to her sentence was ordered to pay restitution. The office manager, Jesus, pled guilty to five felony counts of insurance fraud and one count of offering a false instrument to be filed in a public office in the State of California. Their illegal activity left hundreds of victims without valid automobile liability coverage, which exposed California drivers to uninsured motorists. As a result of these convictions, Commissioner Low summarily revoked Ronald Prasky's insurance license.

Jack Hagop Printsian & Ara Kaspar Printsian: Father and son respectively had their licenses revoked on April 14, 2001, stemming from having been found guilty to 4 counts of grand theft. The court found the Printsians guilty of collecting premiums from customers for automobile insurance and failing to remit payments to the authorized insurance company. The Printsians were each sentenced to five years formal probation, 300 hours of community service and ordered to pay fines/penalties/restitution totaling \$14,826.

Michael Dean Prueitt: A Fresno life agent, owner of Fresno Financial Group, Inc. was arraigned on 8 felonies, including theft from an elder by a caretaker, grand theft and embezzlement, and misdemeanor misrepresentation of insurance. He collected commissions on the rollover of policy assets and caused a \$90,000 loss in a \$300,000+ program. He also convinced the elder to allow him to invest the remaining \$265,000 capital, which he then deposited in his own business and personal accounts. Joint investigation involving Fraud Division, Investigation Bureau and Fresno County DA.

James Gus Sdrales: Sentenced on December 3, 2001, to one year of work furlough and five years of felony probation after pleading guilty to two felony counts of insurance fraud and two felony counts of forgery. Sdrales admitted forging loss run documents to obtain workers' compensation insurance policies at reduced premium rates. His wife, Alexandra K. Sdrales, was sentenced to three years probation after pleading to a misdemeanor violation of the California Insurance Code for allowing her husband to transact insurance under her license. The Sdrales couple paid \$115,518 in restitution to fourteen insurance companies. The CDI summarily revoked both the Sdrales' insurance licenses on December 5, 2001.

Frank Albert Sherlock: The CDI has revoked his licenses and issued restricted licenses in lieu thereof. CDI investigations revealed that he has made false statements to two Senior Citizens, thereby inducing them to place in excess of \$229,000 in annuities and life insurance policies against their interests. The needless surrender charges totaled nearly \$40,000 and Sherlock received almost \$14,000 in commissions by violating his obligation to honesty and fair dealings with his clients.

Howard Earl Smith: The CDI investigation found that Smith collected \$950 in cash installments from an arrestee on behalf of his bail agent employer, and failed to remit the premium. As a result, Smith's license was summarily revoked.

Robert Alan Young: The CDI has revoked the Public Adjuster licenses of Young when CDI investigations found that Young forged his clients' endorsements on claims settlement checks for over \$34,000. He was convicted of forgery and, in an unrelated case, was also convicted of felony assault with a deadly weapon.

FINANCIAL SURVEILLANCE BRANCH

The Financial Surveillance Branch (FSB) is responsible for overseeing the financial condition of the insurance industry to ensure it can provide the benefits and protection promised to California citizens. FSB's function is to assure that all insurers licensed to do business in California (as well as those insurers operating on a non-admitted or surplus lines basis) maintain the financial stability and viability necessary to provide the benefits and protection they have promised the California policyholders.

The FSB is composed of the Financial Analysis Division (FAD), the Field Examination Division (FED), the Actuarial Office, the Troubled Companies Unit (TCU), and the Premium Tax Audit Bureau (PTAB).

The FAD evaluates and monitors the financial condition of insurance companies to identify financially distressed companies and takes corrective actions or recommends regulatory actions to assure insurer solvency for the protection of California consumers.

The FED is responsible for conducting comprehensive financial examinations of California's domiciled insurance companies and other insurance organizations to determine their financial solvency and capacity to meet policyholder obligations. The examinations also serve to protect policyholder interests by including a review of insurance management, operations, investments, advertising and claims settlement practices.

The Actuarial Office supports the other divisions and bureaus in the CDI by providing statistical and actuarial analyses associated with the regulation of insurance business in California. It also assists in the drafting of legislation and regulations.

The TCU is responsible for overseeing those insurers identified by the CDI's Early Warning System .

The PTAB is responsible for auditing all premium tax returns filed by insurers and surplus lines brokers.

The FSB developed an Early Warning System to provide advance warning of insurers headed toward financial hazard and to provide automated analytical tools for its employees.

In 1998, the California Department of Insurance, Financial Surveillance Branch, was re-accredited by the National Association of Insurance Commissioners (NAIC) for a five-year period. Accreditation by the NAIC signifies that the financial surveillance performed by the FSB meets all of the financial regulation standards established by the NAIC.

FINANCIAL ANALYSIS DIVISION

The FAD analyzes and maintains ongoing surveillance of admitted insurers, fraternal benefit associations, grants and annuities societies, underwritten title companies, home protection companies, motor clubs, risk retention groups, surplus line insurers and Lloyd's syndicates. The purpose is to identify companies in or approaching hazardous financial condition and to recommend corrective action when necessary. The FAD analyzes holding company transactions and acquisitions pursuant to the Insurance Holding Company System Regulatory Act. In addition, the FAD assists the CDI Legal Division by providing financial analysis of applications for certificates of authority, amended

certificates of authority, securities permits, variable contract qualifications, underwritten title company licenses and various other corporate affairs matters. The FAD coordinates and develops reinsurance regulatory policies and performs reinsurance audits and analyses. The FAD also provides information and assistance to other divisions relative to reinsurance practices and procedures, surplus line insurers, captive insurers and risk retention groups.

The workload performed by the FAD is distributed among four bureaus: FAD 1 (Property and Casualty Bureau I), FAD 2 (Property and Casualty Bureau II), FAD 3 (Life Bureau), and FAD 4 (Actuarial Analysis Bureau). Most of the solvency surveillance of insurance companies is performed by all but the Actuarial Analysis Bureau, which focuses primarily on life and health reserving issues. The solvency surveillance workload of the bureaus is as follows:

Workload Performed for the Year 2001

	Number Reviewed	
	Annual	Quarterly
Financial Statements		
Life and P & C	987	1,237
Other Entities	406	363
Surplus Lines	134	402
Corporate Affairs Applications		
Certificate of Authority	81	
Holding Company Matters	170	
All Others	207	
Actuarial Reviews		
Reinsurance Reviews	16	
Rate Filing	197	
Actuarial Memorandum/Executive Summaries		125

FIELD EXAMINATION DIVISION

Under the provisions of Section 730 of the California Insurance Code, the Insurance Commissioner must examine the business and affairs of every admitted insurer, whenever deemed necessary, to determine its financial condition and compliance with applicable laws. Unless financial or other conditions warrant an immediate examination, domestic insurers are usually examined triennially and foreign insurers are usually examined in accordance with the NAIC's Association Plan of Examination.

It is the responsibility of the FED to determine the financial condition of insurance companies according to certain legal guidelines required by the California Insurance Code and prescribed accounting practices as promulgated by the NAIC.

During 2001, FED initiated 71 new financial examinations and continued its examination of 69 companies pending from prior years. A total of 58 Reports of Examinations were filed. In addition to the examination functions, FED also provides financial and actuarial support to other divisions within the Department of Insurance.

ACTUARIAL OFFICE

The Actuarial Office is responsible for formulating actuarial policy and providing technical assistance within the FSB. The Actuarial Office also assists with the drafting of new legislation, regulations, and bulletins regarding actuarial matters and provides responses to requests for actuarial analysis. Furthermore, the Actuarial Office reviews annual company illustration filings containing actuarial and officer certifications and reviews Medicare supplement and other accident & health rate filings.

TROUBLED COMPANIES UNIT

The TCU is responsible for overseeing those insurers identified by the CDI's Early Warning System (EWS) as being financially troubled. The TCU also provides complete administrative support for the Early Warning Team, which is responsible for monitoring insurers determined to be in financial difficulty or troubled.

PREMIUM TAX AUDIT BUREAU

Insurance Taxes

Insurance taxes assessed in 2001 on business done during 2000, other than retaliatory and surplus line taxes, amounted to \$1,357,471,296. This represents an increase in assessments of \$135,169,011 or 11.06 percent over the previous year. Refunds of \$35,319,488 were granted during the year.

Additional assessments proposed by the Insurance Commissioner to the Board of Equalization and the State Controller's Office totaled \$3,500,405.

Basis of Tax

The basis of tax is the amount of "gross premiums" received, less return premiums, upon business done in the State, with the exception of title insurance and ocean marine insurance. Insurers transacting title insurance are taxed upon all income received in this State, with the exception of income arising out of investments. Ocean marine insurers are taxed upon underwriting profits.

Rate of Tax

A tax rate of 2.35 percent is imposed on "gross premiums" received, with the exception that a lower rate of 0.50 percent is applied to premiums received under pension and profit sharing plan contracts which are "qualified"

under certain sections of the United States Internal Revenue Code. Title insurers are also taxed at a rate of 2.35 percent of “income”. Ocean marine insurers are taxed at a rate of 5 percent of underwriting profits.

Retaliatory Taxes

The retaliatory tax is a method of equalizing the higher tax rate paid by California domiciled insurers writing business in those states that have a higher tax rate than the California tax rate. Insurers domiciled in states with a higher tax rate than California must pay a “retaliatory tax” to California equal to the difference in the tax rate of their state of domicile and the tax rate of the state of California.

Retaliatory taxes assessed and collected in 2001 on business done during 2000 totaled \$6,113,025. This is a decrease of \$611,487 or 9.09 percent over the previous year.

Surplus Line Taxes

The non-admitted insurance companies writing business in California for the surplus line market (business not typically written by licensed insurers) usually have their business placed by surplus line brokers. It is the responsibility of the surplus line broker to pay the surplus line tax on this business.

The surplus line tax rate is 3 percent and is assessed on surplus line premiums pursuant to California Insurance Code Section 1775.5 Surplus line taxes collected during 2001 for the calendar year 2000 totaled \$48,693,088, an increase of \$3,121,872 or 6.85 percent over the previous year.

Legislative Office

The Legislative Office represents the Commissioner and the CDI in all matters before the California Legislature. Its staff is responsible for advancing the CDI's legislative agenda, establishing effective working relationships with all stakeholders in the legislative process, and providing technical assistance to the Legislature on insurance-related issues.

The staff of the Legislative Office is responsible for coordinating departmental legislative proposals and analysis of all introduced legislation with potential impact on the department. The staff also coordinates and prepares testimony and materials for legislative hearings and participates in meetings with authors, sponsors, and advocates of legislation affecting the department. In addition, staff conducts in-house training sessions on legislative bill analysis and the legislative process.

At the end of each session, the Legislative Office provides a summary of insurance-related legislation chaptered into law, and coordinates the development of workplans for implementation of new legislative requirements.

Legal Division

The primary duty of the California Department of Insurance (CDI) Legal Division is to enforce compliance with the California Insurance Code (CIC) by all admitted insurers, insurance producers and any other person or organization engaging or applying to engage in the business of insurance in California. The Legal Division serves as the backbone of CDI by providing legal review and undertaking of enforcement actions, policy approvals, Certificate of Authority approvals, promulgating regulations, and many more necessary tasks. A team of attorneys and support staff carefully ensures that the insurance industry complies with California's statutes and regulations. The Legal Division consists of the Auto Compliance Bureau, Compliance Bureau-Sacramento, Compliance Bureau-San Francisco, Conservation and Liquidation Bureau, Corporate Affairs Bureau, Policy Approval Bureau, Rate Enforcement Bureau, and the Special Projects Bureau.

CONSERVATION & LIQUIDATION BUREAU

The Conservation and Liquidation Bureau (CLB) provides legal support to the CDI's Conservation and Liquidation Office (CLO) in the conservation and subsequent liquidation or rehabilitation of an insolvent insurance carrier. Such support is provided by the CLB from the seizure or conservation of a company up to the point in time when estate assets, if any, are distributed and the estate is closed. The CLB also performs in-house legal functions for the CLO, completing contacts and special legal projects on an as needed basis.

Estates Pending at end of 2000	55
Estates Closed during 2001	5
Estates Opened during 2001	4
Estates Pending at end of 2001	54

2001 Estates Distributions (Jan. 1, 2001 through Dec. 31, 2001)

Company	Amount Distributed
C-F Insurance Company	\$(403,845.00)
Credit General	\$11,088,519.00
ELIC Holdback Trust	\$14,211.00
ELIC Opt Out Trust	\$191,201.00
Eldorado Insurance Company	\$5,364,485.00
HIH America Compensation & Liability Ins. Co.	\$45,006,833.00
Holland America Insurance	\$728,583.00
National Services Insurance	\$11,513.00
Professional Prototype	\$1,050,023.00
S & H Insurance Company	\$243,369.00
Signal Insurance Company	\$746,743.00
Western Employer's Insurance Co.	\$1,766,442.00
Western International Insurance Co.	\$7,000,000.00
Total Distributions	<u>\$72,808,077.00</u>

Other Matters

Estate related judicial proceedings - 79

Contracts/Engagement Services - 56

CORPORATE AFFAIRS BUREAU

The mission of the California Department of Insurance (CDI) Corporate Affairs Bureau (CAB) is to protect California consumers by effectively exercising licensing, oversight, and certain enforcement functions to achieve the objectives that insurers remain solvent and conduct their affairs in accordance with law. Among the most critical tasks of the CAB in carrying out its mission is the processing of all insurance company corporate filings and applications, including certificate of authority applications.

Such applications and filings generally include working with the Financial Analysis Division (FAD), the Investigation Bureau and others as appropriate. Decisions on applications may result in litigation in the Superior Courts, in which CAB attorneys assist the Attorneys General in representing the CDI.

CAB has been actively involved in the CDI's troubled companies' activities since the inception of the program in 1993. The Chief of the CAB is on the Early Warning Team and selects attorneys to take assignments from the Team to take action as appropriate. Additionally, CAB counsel provides general legal advice to the FAD and Field Examination Division (FED) regarding regulatory issues. Those regulatory issues include questions on and requests for legal opinions from field examiners and financial analysts regarding permissible investment practices; management arrangements; custodial arrangements; adequacy of reinsurance contracts; and holding company issues. CAB attorneys likewise serve as counsel to CDI task forces, as well as NAIC task forces, on subject matters within their fields of expertise, such as surety insurance, reinsurance, and uniform state admission practices. They also assist CDI legislative counsel in the analysis and recommendation of state statutes within their area of proficiency.

KEY TO CLASSES OF INSURANCE AUTHORIZED

- | | | |
|----------------|------------------------------|------------------------|
| 1. Life | 9. Workers' Compensation | 17. Mortgage |
| 2. Fire | 10. Common Carrier Liability | 18. Aircraft |
| 3. Marine | 11. Boiler and Machinery | 19. Mortgage Guaranty |
| 4. Title | 12. Burglary | 19.6 Legal Insurance |
| 5. Surety | 13. Credit | 20. Miscellaneous |
| 6. Disability | 14. Sprinkler | 24. Financial Guaranty |
| 7. Plate Glass | 15. Team and Vehicle | |
| 8. Liability | 16. Automobile | |

(For Definitions of the Above Classes of Insurance, See Sections 101-120 of the Insurance Code)

2001 Corporate Affairs Activities

Breakdown of Closed Matters

Amended Certificate of Authority	140
Amended Certificate of Authority as a Grants and Annuity Society	02
Amended Underwritten Title Company License	14
Approval of Trust	02
Certificate of Authority	47
Certificate of Authority as a Grants & Annuities Society	19
Certificate of Authority as a Status Filing CIC 700C	05
Certificate of Exemption	03
Custody Agreement	03
Holding Company Acquisition	07
Holding Companies (1215.1, 1215.4, 1215.5)	02
1152(c) and 10530(c) Dividends	04
1215.4 Extraordinary Transaction	06
1215.5(b)(1) Sales, Purchases Loans, etc.	10
1215.5(b)(3) Reinsurance	23
1215.5(b)(4) Mtg. Service/Cost Sharing Agreements	59
1215.4(h) Prior Notice Exemption	01
1215.4(l) Disclaimer of Affiliation	06
1215.4(f) Exemption Request	04
1215.13 Exemption Request	04
1215.5(g) Prior Notice Dividend	09
Home Protection	01
Lesli	47
Mergers	36
Miscellaneous Filings	64
Motor Club License	01
Motor Club Service Contract (810)	04
Name Qualifications	157
Organizational Permit	03
Reinsurance Sale & Purchase, Transfer & Assumption	25
Reinsurer Accreditation	13
S810	01
Stock Permit	10
Transfer of Stock Insurer Shares	01
Transfer of Underwritten Title Company Shares	09
Underwritten Title Company License	01
Underwritten Title Company Permit	01
Withdrawal	15
Workers' Compensation Depository Agreement	04
Total	763

Corporate Affairs Bureau Certificates of Authority Issued

Name of Insurer	Home State	Classes of Insurance	Effective Date
AARP Andrus Foundation	DE	Grants and Annuities Society	2-6-2001
Trumbull Insurance Company	CT	2, 3, 5, 6, 7, 8, 10, 11, 12, 13, 14, 15, 16, 20	1-8-2001
Gray Insurance Company (The)	LA	2, 3, 5, 7, 8, 9, 11, 12, 14, 16, 20	2-20-2001
Property and Casualty Insurance Company of Hartford	IN	2, 3, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 20	1-8-2001
AmGUARD Insurance Company	PA	9	3-20-2001
EastGUARD Insurance Company	PA	9	3-20-2001
NorGUARD Insurance Company	PA	9	3-20-2001
Japanese American National Museum	CA	Grants and Annuities Society	3-28-2001
Central Coast Hospice Foundation dba Hospice Foundation for the Central Coast	CA	Grants and Annuities Society	4-23-2001
Foundation for the Junior Blind	CA	Grants and Annuities Society	4-24-2001
Contemporary American Insurance Company	IL	2, 3, 7, 8, 11, 12, 14, 16, 18, 20	5-1-2001 Effective 4-6-2001
Lincoln General Insurance Company	PA	2, 3, 5, 7, 8, 10, 12, 14, 15, 16, 20	5-22-2001 Effective 5-11-2001
Schools of the Sacred Heart – San Francisco	CA	Grants and Annuities Society	6-1-2001
Illinois Mutual Life Insurance Company	IL	1, 6	6-6-2001
Casa de las Campanas, Inc.	CA	Grants and Annuities Society	6-12-2001
United Way, Inc.	CA	Grants and Annuities Society	6-12-2001
The American Institute for Cancer Research	DC	Grants and Annuities Society	6-13-2001
Guide Dogs for the Blind, Inc.	CA	Grants and Annuities Society	6-26-2001
Community College League of California	CA	Grants and Annuities Society	7-10-2001

Corporate Affairs Bureau Certificates of Authority Issued

Name of Insurer	Home State	Classes of Insurance	Effective Date
Community Foundation of Riverside County (The)	CA	Grants and Annuities Society	7-10-2001
USABLE Life dba USABLE Life Insurance Company	AR	1, 6	7/24/2001
Caterpillar Insurance Company	MO	2, 3, 5, 7, 8, 11, 12, 13, 15, 16, 20	8/6/2001
Covenant House	NY	Grants and Annuities Society	8-17-2001
GMAC Insurance Company Online, Inc.	MO	8, 16	8-20-2001
Dominican University of California	CA	Grants and Annuities Society	8-23-2001
NAU Country Insurance Company	MN	20	8-24-2001
Alzheimer's Disease and Related Disorders Association, Inc.	IL	Grants and Annuities Society	8-24-2001
Community Foundation of the Jewish Federation of Orange County	CA	Grants and Annuities Society	9-11-2001
United National Specialty Insurance Company	WI	2, 3, 5, 7, 8, 12, 14, 16, 20	9-18-2001
Liberty Northwest Insurance Corporation	OR	9	10-24-2001
NIPPONKOA Insurance Company of America	NY	2, 3, 8, 9, 10, 11, 12, 14, 16, 18, 20	11-29-2001
Triumpe Casualty Company	TX	2, 3, 5, 8, 10, 11, 12, 13, 15, 16, 20	12-5-2001
Monterey Bay Aquarium Foundation (The)	CA	Grants and Annuities Society	12-14-2001
Jewish Family and Children's Services	CA	Grants and Annuities Society	12-14-2001
National Arbor Day Foundation	NE	Grants and Annuities Society	12-17-2001
Manufacturers Alliance Insurance Company	PA	8, 9, 10, 11, 15, 16, 18	12-21-2001
Pennsylvania Manufacturers Indemnity Company	PA	8, 9, 10, 11, 15, 16, 18	12-21-2001
American Horizon Insurance Company	IL	8, 16	12-21-2001
Sumitomo Marine & Fire Insurance Company Of America	IL	2, 3, 5, 6, 7, 8, 9, 10, 11, 12, 14, 15, 16, 18, 20	12-31-2001

Certificate of Authority as a Status Filing CIC Section 700(C)

Company Name	Effective Date
Ameribest Life Insurance Company	12-28-01
Annuity & Life Reassurance America, Inc.	12-28-0
Fidelity National Insurance Company	12-28-01
Nutmeg Life Insurance Company	12-28-01

Certificate of Reinsurer Accreditation

Name of Company	Home State	Effective Date
Houston Casualty Company	TX	10-1-2001

Approval of Trust

Name of Company	Effective Date
Underwriters at Lloyds, London	04-30-01
Hannover Ruckversicherungs-Aktiengesellschaft	10-31-01

Viatical Settlements Companies/Brokers Licenses Issued

Name of Company	Home State	Effective Date
Viatical Settlements Group, a Viatical Settlements Broker	MA	3-20-2001

Certificate of Authority, Canceled, Revoked or Expired

Name of Company	Home State	Effective Date
Modern Pioneers' Life Insurance Company	AZ	12-16-1997
MBL Life Assurance Corporation	NJ	1-12-2000

Redomestication of Insurers

Aetna Insurance Company of America from Connecticut to Florida, effective 1-11-2001

Atlanta Specialty Insurance Company from Iowa to Ohio, effective 2-9-2001

Atlanta Casualty Company from Illinois to Ohio, effective 2-13-2001

Foundation Health Systems Life & Health Insurance Company from Colorado to California, effective 2-16-2001

National Casualty Company from Michigan to Wisconsin, effective 3-27-2001

Forestview Mortgage Insurance Co. from California to Illinois, effective 3-28-2001

National Foundation Life Insurance Company from Delaware to Texas, effective 9-28-2000

American Network Insurance Company from Vermont to Pennsylvania, effective 3-21-2000

Ameribest Life Insurance Company from Illinois to Georgia, effective 4-30-2001

United Benefit Life Insurance Company from Indiana to Ohio, effective 5-22-2001

IL Annuity and Insurance Company from Massachusetts to Kansas, effective 7-24-2001

Provident American Life & Health Insurance Company from Pennsylvania to Ohio, effective 8-3-2001

Life Settlements International, LLC from Michigan to Delaware, effective 9-5-2001

Kemper Casualty Insurance Company from Michigan to Illinois, effective 9-14-2001

Charter National Life Insurance Company from Missouri to Illinois, effective 9-28-2001

Western Family Insurance Company from Arizona to California, effective 10-1-2001

Sentry Select Insurance Company from Illinois to Wisconsin, effective 10-29-2001

Healthsource Insurance Company from Tennessee to Massachusetts, effective 11-2-2001

Delta Life and Annuity Company from Iowa to Kansas, effective 11-2-2001

Specialty National Insurance Company from Pennsylvania to Illinois, effective 12-10-2001

Midwest Employers Casualty Company from Ohio to Delaware, effective 12-24-2001

Annuity & Life Reassurance America, Inc. from Michigan to Connecticut, effective 12-31-2001

Mergers, Consolidations, Domestications

Name of Company	Home State	Surviving Company	Home State	Effective Date
North West Life Assurance Company Of America	WA	Reassure America Life Insurance Company	IL	1-8-2001
Continental Life Insurance Company Dba CLIC Life Insurance Company	TX	Conseco Senior Health Insurance Company	PA	1-10-2001
Reliance Universal Insurance Company	CA)	Reliance Insurance Company	PA	2-13-2001
Reliance National Insurance Company	DE)	Reliance Insurance Company	PA	2-13-2001
United Pacific Insurance Company	PA)	Reliance Insurance Company	PA	2-13-2001
Reliance National Indemnity Company	WI)	Reliance Insurance Company	PA	2-13-2001
Reliance Direct Insurance Company (a nonadmitted insurer)	PA)	Reliance Insurance Company	PA	2-13-2001
United Pacific Insurance Company of New York (nonadmitted insurer)	NY)	Reliance Insurance Company	PA	1-1-2001
Westfield Life Insurance Company	NE	Guarantee Life Insurance Company	NE	5-14-2001 Effective 12-30-1999
Guarantee Life Insurance Company	NE	Jefferson Pilot Financial Insurance Company	NE	5-14-2001 effective 8-1-2000
Alexander Hamilton Life Insurance Company of America	MI	Jefferson Pilot Financial Insurance Company	NE	5-14-2001 effective 8-1-2000
CHP Administration, Inc.	CA	American Life and Health Insurance Company	MO	5-30-2001
Pierce National Life Insurance Company	CA	Fortis Benefits Insurance Company	MN	6-11-2001 effective 7-1-2001
American Business & Mercantile Reassurance Company (nonadmitted)	DE	International Business & Mercantile Reassurance Company	IL	6-7-2001 effective 11-30-1999
Berkshire Life Insurance Company	MA	Guardian Life Insurance Company	NY	6-27-2001

Mergers, Consolidations, Domestications

Name of Company	Home State	Surviving Company	Home State	Effective Date
		of America (The)		effective 6-30-2001
Wabash Life Insurance Company (nonadmitted)	IN	Washington National Insurance Company	IL	7-9-2001 effective 6-30-2001
Frontier National Life Insurance Company	OH	Conseco Health Insurance Company	AZ	7-17-2001 effective 7-1-2001
Fremont Casualty Insurance Company	IL	Fremont Indemnity Company	CA	3-27-2001 effective 3-31-2001
Grand Pacific Life Insurance Ltd.	HI	Sterling Investors Life Insurance Company	FL	8-10-2001
Fremont Indemnity Company	CA	Fremont Industrial Indemnity Company	CA	8-31-2001
Manulife Reinsurance Corporation (USA)	MI	Manufacturers Life Insurance Company (U.S.A.) (The)	MI	Issued 10-25-2001 eff. 1-1-2002
Manufacturers Life Insurance Company Of North America	DE	Manufacturers Life Insurance Company (U.S.A.) (The)	MI	Issued 10-25-2001 eff. 1-1-2002
KOA Fire and Marine Insurance Company Company, Limited (U.S. Branch) (assumption transfer of all assets and liabilities)	Japan	NIPPONKOA Insurance Company of America	NY	11-29-2001 eff. 3-31-2001
Midland Life Insurance Company	OH	Reassure America Life Insurance Company	OH	12-6-2001 eff. 1-1-2002
TravCal Secure Insurance Company	CA	Standard Fire Insurance Company	CT	12-19-2001
TravCal Indemnity Company	CA	Standard Fire Insurance Company	CT	12-20-2001
Health Net Life Insurance Company	CA	Foundation Health Systems Life & Health Insurance Company	CA	12-20-2001
American Horizon Property & Casualty Insurance Company	IL	American Horizon Insurance Company	IL	12-21-2001

Mergers, Consolidations, Domestications

Name of Company	Home State	Surviving Company	Home State	Effective Date
Lutheran Brotherhood	MN	Aid Association for Lutherans	WI	Issued 12-28-2001 Eff. 1-1-2002
Del Norte County Title Company	CA	First American Title Company	CA	12-31-2001
Oregon Title Insurance Company (nonadmitted)		Lawyers Title Insurance Company	VA	Issued 12-31-2001 Eff. 6-30-2000
Bankers United Life Assurance Company	IA	Life Investors Insurance Company Of America	IA	Issued 12-16-2002 eff. 12-31-2001
United Presidential Life Insurance Company	IN	Conseco Life Insurance Company	IN	Issued 12-26-2001 eff. 12-31-2001

Reinsurances and Sales and Purchases

Ceding, Selling, or Transforming Company	Home State	Reinsuring, Purchasing or Transformed Company	Home State	Effective Date
Pacific Insurance Company	CA	The Continental Insurance Company	NH	1-1-2001
Continental Reinsurance Corporation	CA	The Continental Insurance Company	NH	1-1-2001
American Phoenix Life and Reassurance Company	CT	ERC Life Reinsurance Corporation	MO	4-9-2001
Western United Insurance Company	CA	California State Automobile Association Inter-Insurance Bureau	CA	6-15-2001
Great-West Life & Annuity Insurance Company	CO	General American Life Insurance Company	MO	6-28-2001
Central National Life Insurance Company	DE	Great Southern Life Insurance Company	TX	Issued 7-11-2001 eff. 9-30-1999
Great Southern Life Insurance Company	TX	Employers Reassurance Company	KS	Issued 7-11-2001 eff. 9-30-1999
Manufacturers Life Insurance Company Of America	MI	Manufacturers Life Insurance Company (U.S.A.) (The)	MI	10-25-2001
First American Title Insurance Company	CA	First American Title Insurance Of Texas (Nonadmitted)	TX	12-31-2001

Name Changes

Old Name	New Name	Home State	Effective Date
College Life Insurance Company Of America (The)	Americo Financial Life and Annuity Insurance Company	TX	1-1-2001
FACT Retirement Services	FACT Foundation	CA	1-11-2001
Midland Risk Insurance Company	Progressive Home Insurance Company	TN	1-18-2001
Five Star Insurance Company	First American Specialty Insurance	CA	1-29-2001
USLIFE Credit Life Insurance Company	American General Assurance Company	IL	2-1-2001
Household Insurance Company	Kemper Casualty Insurance Company	MI	2-15-2001
Phoenix American Life Insurance Company	GE Group Life Assurance Company	CT	1-1-2001
PFL Life Insurance Company	Transamerica Life Insurance Company	IA	3-1-2001
Celtic Life Insurance Company	Celtic Insurance Company	IL	3-15-2001
Allegiance Insurance Company Insurance Company	Horace Mann Property & Casualty	CA	3-19-2001
North West Life Assurance Company Of Canada (The)	Industrial-Alliance Pacific Life Assurance Company of Canada dba Industrial-Alliance Pacific Life Insurance Company, United States Branch	Canada	3-28-2001
Wisconsin National Life Insurance	HumanaDental Insurance Company	WI	4-6-2001
Hansa Reinsurance Company of America	Suecia Insurance Company	NY	4-12-2001
Toyota Motor Life Insurance Company	Nutmeg Life Insurance Company	IA	4-24-2001
Gibraltar Casualty Company	Mt McKinley Insurance Company	DE	5-8-2001
Unigard Security Insurance Company	Seaton Insurance Company	WA	5-11-2001
American National Fire Insurance Company of New York	Great American Insurance Company	NY	6-7-2001
Lincoln Mutual Life Insurance Company	Lincoln Direct Life Insurance Co.	NE	7-3-2001
USF Re Insurance Company	AXA Re America Insurance Company	MA	7-3-2001
Signet Star Reinsurance Company	Berkley Insurance Company	DE	7-10-2001
Southern California Annual Conference of the Free Methodist Church of North America	Free Methodist Church in Southern California (The)	CA	7-24-2001
PMA Reinsurance Corporation	PMA Capital Insurance Company	PA	7-24-2001
Anza Insurance Company	Fidelity National Insurance Company	CA	7-27-2001
Trustmark Insurance Company (Mutual)	Trustmark Insurance Company	IL	7-27-2001

Name Changes

Old Name	New Name	Home State	Effective Date
Sydney Reinsurance Corporation	QBE Reinsurance Corporation	PA	7-31-2001
AXA Nordstern Art Insurance Corp.	AXA Art Insurance Corporation	NY	8-6-2001
Affirmative Lifestyles, Inc. dba Affirmative Lifestyles, Inc., a Viatical Settlements Broker	Affirmative Lifestyles, Inc. dba ALIVE, The National Life Settlement Clearinghouse	TX	8-22-2001
Unified Life Insurance Company Company	Americom Life & Annuity Insurance	TX	8-24-2001
SunAmerica National Life Insurance Company	SBLI USA Financial Services Life Insurance Company, Inc.	AZ	8-24-2001
Fremont Industrial Indemnity Company	Fremont Indemnity Company	CA	9-5-2001 Effective 8-31-2001
Enhance Life Benefits, LLC	Life Settlements International, LLC	DE	9-5-2001
Western Family Insurance Company	Anchor General Insurance Company	AZ	10-1-2001
Harbourton Reassurance, Inc.	Scottish Re (U.S.), Inc. Dbas Scottish Life Reinsurance (U.S.), Inc.	DE	10-15-2001
Chrysler Insurance Company	DaimlerChrysler Insurance Company	MI	10-29-2001
Reliance Reinsurance Company	Overseas Partners US Reinsurance Company	DE	10-29-2001
Sun Insurance Office of America, Inc.	Royal & SunAlliance Personal Insurance Company	NY	10-29-2001
Carolina Continental Insurance Company Dbas Carolina Continental Life Insurance Company	Continental American Insurance Company dbas Continental American Life Insurance Company	SC	10-29-2001
Catholic Knights Insurance Society	Catholic Knights	WI	10-29-2001
Healthsource Insurance Company	Berkshire Life Insurance Company Of America	MA	11-2-2001
Nippon Fire & Marine Insurance Company, Limited	NIPPONKOA Insurance Company, Limited dbas NIPPONKOA Insurance Company, Limited (U.S. Branch)	Japan	11-2-2001
NAC Reinsurance Corporation	XL Reinsurance America Inc.	NY	11-2-2001
Bradford National Life Insurance Company	ULLICO Life Insurance Company	TX	11-5-2001
AFBA Life Insurance Company	5 Star Life Insurance Company	LA	11-5-2001
N.T.Enloe Memorial Hospital	Enloe Medical Center	CA	12-10-2001

Name Changes

Old Name	New Name	Home State	Effective Date
Cooperative for American Relief Everywhere, Inc.	Cooperative for Assistance and Relief Everywhere, Inc.	DC	12-13-2001
PaineWebber Life Insurance Company	UBS PaineWebber Life Insurance Company	CA	12-18-200
Employers Insurance Company of Wausau A Mutual Company	Employers Insurance Company of Wausau	WI	12-18-2001
American Spirit Insurance Company	Great American Spirit Insurance Company	IN	12-20-2001
Contemporary American Insurance Company	Great American Contemporary Insurance Company	IL	12-20-2001
Cova Financial Life Insurance Company	MetLife Investors Insurance Company Of California	CA	12-20-2001
Eagle American Insurance Company Dbas Sandstone Insurance Company	Great American Security Insurance Company	OH	12-20-2001
Benefit Land Title Insurance Company	Commerce Title Insurance Company	CA	12-21-2001
Foundation Health Systems Life & Health Insurance Company	Health Net Life Insurance Company	CA	12-31-2001
Capitol Bankers Life Insurance Company	Annuity & Life Reassurance America, Inc.	CT	12-31-2001

Withdrawals

Name of Insurer	Home State	Effective Date
Progressive Southeastern Insurance Company (as an accredited reinsurer)	FL	2-2-2001
Viatical Settlements Funding, Inc. Dbas Viatical Settlements Funding, Inc., a Viatical Settlement Company	CA	3-2-2001
Select Home Warranty Company	CA	3-20-2001
Prudential HealthCare and Life Insurance Company	NJ	3-20-2001
Viaticalsettlements.com, a California licensed viatical settlements broker	CA	4-6-2001
Paula Assurance Company	CA	4-19-2001
Westmar College	IA	4-20-2001\
Inter-Community Medical Center, Inc,	CA	5-21-2001
Queen of the Valley Hospital	CA	5-21-2001
Association of Lithuanian Workers	NY	6-19-2001
Viatical Clearing House, Inc., a Viatical Settlements Broker	OH	10-30-2001

Withdrawals

Name of Insurer	Home State	Effective Date
C.Palmieri Enterprises, Inc., dba National Medical Funding, a Viatical Settlement Company	CA	11-5-2001
Aetna Life Insurance Company of America	CT	11-19-2001
Inner Harbor Reinsurance, Inc.	MD	11-19-2001
The Sunkist Growers & Packers Benefit Plan Trust	CA	12-11-2001
Consumers CarClub.com Services, Inc.	CA	12-20-2001
Western General Life Insurance Company	TX	12-20-2001
Transamerica Insurance Corporation	IA	12-24-2001
Sumitomo Marine and Fire Insurance Company, Limited (The)	Japan	12-31-2001

Permits to Issue Securities

Permit Number	Name of Applicant	Effective Date
SF-2030	Pacific LifeCorp (SP)	11-09-01
SF-2033	Farmers Group, Inc. (SP)	01-11-01
SF-2035	Kaiser Permanente Insurance Company (SP)	12-28-01
SF-2036	Professional Underwriters Liability Insurance Company (SP)	09-10-01
SF-2037	Underwriter for the Professions Insurance Company (SP)	09-10-01
SF-2042	California Title Company (SP)	12-06-01
SF-2043	Farmers Insurance Exchange (SP)	11-30-01
SF-2044	Fire Insurance Exchange (SP)	11-30-01
SF-2045	Truck Insurance Exchange (SP)	11-30-01
SF-UTC-274	E-Title Company of California Inc. (AOP)	05-10-01
SF-UTC-275	Executive Title Company (OP)	04-30-01

Amendments to Permits

During 2001, one amendment to permit was issued.

Underwritten Title Companies Licenses Issued or Reissued

Name of Company	Effective Date
First American Title Company (to add Mendocino County)	1-3-2001 eff.12-31-2000
North American Title Company, Inc. (to add Placer and Yolo counties)	1-29-2001 eff. 1-1-2001
Financial Title Company of Northern California (to change name from Financial Title Company of Fresno County)	2-16-2001
First American Title Company (to add Lassen, Plumas, Sierra, and Trinity counties)	3-2-2001
Placer Title Company (to add the following counties but excluding escrow business: Alpine, Amador, Butte, Calaveras, Colusa, Del Norte, Fresno, Glenn, Humboldt, Imperial, Inyo, Kern, Kings, Lake, Lassen, Los Angeles, Madera, Mariposa, Mendocino, Merced, Modoc, Mono, Monterey, Orange, Plumas, Riverside, San Benito, San Bernardino, San Diego, San Francisco, San Joaquin, San Luis Obispo, San Mateo, Santa Barbara, Santa Clara, Sierra, Siskiyou, Stanislaus, Tehama, Trinity, Tulare, Tuolumne, and Ventura counties)	3-16-2001
BridgeSpan Title Company (to add Los Angeles, Orange, Riverside, San Bernardino, San Diego, Santa Barbara, and Ventura counties)\	4-9-2001
Financial Title Company (to add Nevada, Sutter, and Yuba counties)	8-24-2001
First Southwestern Title Company of California (to add Santa Barbara and Ventura counties)	8-24-2001
Nations Title Company of California (to change name from Meritus Title Company)	10-1-2001
Executive Title Company (to transact in San Bernardino County)	12-14-2001
Old Republic Title Company (to add Napa, Merced, Tehama, Yolo)	12-20-2001
Commerce Title Company (to change name from Benefit Land Title Company)	12-21-2001
First American Title Company (to add Del Norte and Lake Counties)	12-31-2001

Underwritten Companies Transfers of Shares

Name of Company	Effective Date
First Southwestern Title Company of California	01-17-01
Financial Title Company	02-23-01
Amador Title Company	03-06-01
Investors Title Company	03-22-01
Cuesta Title Company	04-30-01
Nations Title Company of California	07-17-01
San Benito Land Title Corporation	08-13-01
California Title Company	11-20-01
North Bay Title Company	12-12-01

Permission to Transact Variable Annuity and Life Business

Name of Company	Home State	Effective Date
Business Men's Assurance Company of America (variable annuity and variable life)	MO	5-14-2001
Transamerica Life Insurance Company (variable life)	IA	10-12-2001
Manufacturers Life Insurance Company (U.S.A.) (variable life)	MI	10-18-2001

Holding Company System Act

Acquisitions and Registrations

Filings	9
Approved	7
Withdrawn	2
Pending	0

Other Holding Company Transactions Needing Approvals:

Affiliate Transaction 1215.5(b)		Exemptions and Disclaimers	
Filings/applications	124	Filings	24
Closed/approved	90	Approved	12

Withdrawn	2	Withdrawn	1
Pending	32	Denied	2
		Pending	9

Extraordinary Dividends

Filings	6
Approved	5
Withdrawn	1
Pending	0

Motor Club Service Contract

Certificate of Exemption

Name of Company	Date	Name of Company	Home State	Date Issued
Chevron Travel Club, Inc.	04-11-01	Best Life and Health Insurance Company	TX	03-21-01
Chevron Travel Club, Inc.	04-11-01	California State Automobile Association Inter-Insurance Bureau	CA	10-01-01

Worker's Compensation Depository Agreements Approved

Name of Company	Date Issued
Care West Insurance Company	04-16-01
San Diego Insurance Company	10-17-01
Fremont Compensation Insurance Company	12-27-01
Fremont Indemnity Company	12-27-01

EXEMPTION FROM COMMERCIAL DOMICILIARY STATUS

(Per California Insurance Code Section 1215.13)

Name of Company	Home State	Effective Date
MML Bay State Life Insurance Company	CT	5-29-2001

POLICY APPROVAL BUREAU

The Policy Approval Bureau (PAB) of the California Department of Insurance (CDI) performs most of the Legal Division functions involving life, disability (accident and health), and workers' compensation insurance products. The PAB reviews policy forms of those lines of insurance when required by law. It advises the public, other government and CDI personnel and legislators on statutes and regulations pertaining to life, disability and workers' compensation insurance. It develops and administers CDI regulations and bulletins on life and disability insurance product design, advertising and administration. Bureau staff members also administer the CDI's lifestyle discrimination regulations and hear appeals from Workers' Compensation Insurance Rating Bureau classification decisions.

Policy Approval Statistics (Jan. 1, 2001 through Dec. 31, 2001)

PRODUCT	Submissions	Submissions
	Received	Closed
Group Non-Health	355	241
Supplemental Life Insurance	184	109
Variable Contracts	659	476
Group & Individual Health Insurance	465	261
Medicare Supplement	320	215
Unclassified	132	15
Individual, Non-health	84	18
Individual & Group Credit Insurance	86	28
Long Term Care Ins	595	295
Workers Compensation	232	194
VARIABLE PRODUCT QUALIFICATIONS:		
Variable Annuity Qualifications	0	0
Variable Life Qualifications	3	7
Amended Variable Annuity	154	89
Amended Variable Life	90	64
Modified Guarantee Annuity Qualification	1	1
VIATICAL SETTLEMENT CONTRACTS:		
Viatical Settlement Contract License	1	0
Viatical Settlement Broker	2	0

OTHER ACTIVITIES

PRODUCT	Submissions	Submissions
	Received	Closed
Regulations	3	0
Legal Opinions	5	2

RATE ENFORCEMENT BUREAU

The Rate Enforcement Bureau oversees and enforces the provisions of Proposition 103 and other laws pertaining to the availability and affordability of insurance (including insurance in underserved communities) and to rating and underwriting practices. This includes the prosecution of rating noncompliance matters and prior approval rate hearings.

Rate Enforcement Bureau Actions (Jan. 1, 2001- Dec. 31, 2001)

Prior Approval

Petitions for Hearing Received	2
Petitions for Hearing Granted	0
Petitions for Hearing Denied	2
Notices of Hearing Issued	6
Hearings in Progress	1
Matters Resolved Without Hearing	7

Rollback

Administrative Cases Pending	1
Cases Resolved	2
Rollback Litigation Pending	4

Section 1858 Complaints

Complaints Filed	4
Complaints Pending	4

Noncompliance

Matters Opened	3
Matters Resolved	1

Requests for Legal Action

Requests Opened	113
Requests Concluded	78



Regulations	
Regulations Drafted	6
Regulations Approved	2
Requests for Regulatory Determination Received	1
Petitions for Rulemaking Received	5
Petitions for Rulemaking Granted	1
Petitions for Rulemaking Denied	4
Civil Litigation	
Superior Court Cases Opened	1
Superior Court Cases Resolved	1
CAARP	
Appeals Opened	1
Appeal Decisions Issued	5
Producer Peer Review Decisions Issued	12
Producer Peer Review Matters Opened	12
Rate Decisions Issued	1
Endorsements Received	2
Endorsements Approved	2



SPECIAL PROJECTS BUREAU

The Special Projects Bureau (SPB) became operational within the Legal Division in the summer of 2001. The bureau provides legal support to several CDI program areas. The bureau provides legal support to the Criminal Investigations Branch (CIB) in the investigation, and prevention, of fraud in the business of insurance within the state. The bureau also monitors the development, coordination, and tracking of the rulemaking activities and projects leading to promulgation of regulations applicable to the business of insurance within the state. This involves the coordination of activities throughout the various CDI programs areas, and within the Legal Division. It also develops and maintains relations with the Office of Administrative Law (OAL). The bureau also coordinates the development of an Enforcement Guide currently in progress for eventual use by staff in the Consumer Services and Market Conduct Branch. Lastly, it is largely responsible for working on a variety of special projects as requested by the Insurance Commissioner and Executive Staff.

Legal Support to the Criminal Investigations Branch (Jan. 1, 2001 through Dec. 31, 2001)

Number of Qui Tam (whistleblower) matters

(a) Pending in 01/01	18
(b) Opened in 2001	1
(c) Closed in 2001	5

Civil Litigation other than qui tam matters in 2001

(a) Pending in 01/01	3
(b) Opened in 2001	1
(c) Closed in 2001	1

Number of Legal Service Requests during 2001

(a) Pending (as of 01/01/01)	11
(b) Opened	36
(c) Closed	31
(d) Pending (as of 12/31/01)	16

RULEMAKING PROJECTS IN 2001 (JAN. 1, 2001, THROUGH DEC. 31, 2001)

The SPB oversees the scores of regulation projects that are ongoing in the CDI at any given time. Currently, the CDI is in the process of promulgating over thirty (30) separate sets of regulations; additionally, over fifteen (15) prospective rulemaking projects are in the evaluation and planning stages. The SPB tracks the progress of each project, from inception through filing with the Secretary of State, of permanent regulations for publication in the California Code of Regulations (CCRs). The SPB developed a uniform set of protocols to be used throughout the Department in the development of regulations, and relations with the Office of Administrative law (OAL) to ensure compliance with the rulemaking provisions of the Government Code.

1. Completed Rulemaking Projects Year 2001	14
(a) Permanent Regulations	7
(b) Emergency Regulations	2
(c) Petitions for Rulemaking (Denied)	5
2. Current Rulemaking Projects as of Dec. 31, 2001	34
(a) Permanent Regulations	26
(b) Emergency Regulations	8
3. Prospective Rulemaking Projects as of Dec. 31, 2001	16

COMPLIANCE BUREAUS-AUTO, SACRAMENTO AND SAN FRANCISCO

The Compliance Bureaus are primarily responsible for providing legal opinions to the various divisions and bureaus of the department regarding examinations and investigations of insurers holding certificates of authority to transact insurance in the State of California and licensing and disciplinary matters pertaining to production agents. Where necessary, the bureaus' staffs prepare and file pleadings in connection with disciplinary actions against insurers and the denial of licenses and disciplinary actions against existing licensees, and represent the department in the administrative proceedings that follow. The staffs of the Compliance Bureaus also represent the CDI in administrative proceedings involving the transaction of the business of insurance by unlicensed persons. The bureaus additionally provide opinions to insurers, production agents, attorneys and the public in connection with complaints lodged against insurers, the licensing of production agents, and respond to inquiries regarding the application of the California Insurance Code. The Auto Compliance Bureau, formed in February 2001, performs the same functions as set for above, but in the area of automobile insurance issues (other than rating and underwriting).

Compliance Bureau-Sacramento Actions (Jan. 1, 2001 through Dec. 31, 2001)

During the year, 201 cases were received and action was completed on 192 cases.

Order of Revocation	22
Order of Revocation/Issuance of Restricted License	22
Order of Denial	24
Order of Denial/Issuance of Restricted License	22
Order of Suspension	3
Order for Monetary Penalty/ in Lieu of Other Penalty	6
Surrender of License/Withdrawal of Application	9
Order of Dismissal	6
Order Removing or Modifying Restrictions	37
Miscellaneous Orders	12
Warning	16
No Disciplinary Action Warranted	12
No Disciplinary Action-Out of License	1

	Received	Closed
Public Records Act requests	264	234
Service on Commissioner	27	17
Service of Process	73	73
Subpeonas	211	194

Enforcement Actions:

Old Republic Title	\$1,000,000	Title Rebate Violation
Provident Title	\$15,000	Title Rebate Violation

COMPLIANCE BUREAU-SAN FRANCISCO ACTIVITIES (JAN. 1, 2001 THROUGH DEC. 31, 2001)

During the year, 314 cases were received and action was completed on 208 cases.

Order of Revocation	42
Order of Revocation/Issuance of Restricted License	18
Order of Denial	19
Order of Denial/Issuance of Restricted License	10
Order of Suspension	2
Order for Monetary Penalty in Lieu of Other Penalty	13
Surrender of License/Withdrawal of Application	1
Order of Dismissal	6
Order Removing or Modifying Restrictions	18
Miscellaneous Orders	22
Warning	4
No Disciplinary Action Warranted	29
No Disciplinary Action-Out of License	10
Unfair Practices Act Matters Closed	14

Enforcement Actions:

Balboa Insurance Company,		
Balboa Life Insurance Company, and		
Newport Insurance Company	\$40,000	Unfair Practices Act
Explorer Insurance Company	\$45,000	Unfair Practices Act
Guarantee Life Insurance Company	\$30,000	Unfair Practices Act
Guarantee Life Insurance Company	\$45,000	Unfair Practices Act
Leader Insurance Company	\$13,429	Unfair Practices Act
Pacific Specialty Insurance Company	\$170,000	Unfair Practices Act

AUTO COMPLIANCE BUREAU ACTIVITIES (JAN. 1, 2001 THROUGH DEC. 31, 2001) During the year,

134 matters were received and action was completed on 54 matters.

Order of Revocation	6
Order of Revocation/Issuance of Restricted License	3
Order of Denial	0
Order of Denial/Issuance of Restricted License	2
Order of Suspension	0
Order for Monetary Penalty in Lieu of Other Penalty	3
Surrender of License/Withdrawal of Application	1
Order of Dismissal	0
Order Removing or Modifying Restrictions	1
Miscellaneous Orders	7
Warning	0
No Disciplinary Action Warranted	4
No Disciplinary Action-Out of License	0
Unfair Practices Act Matters Closed	3
Vehicle Service Contracts	3
Miscellaneous matters	18

OFFICE OF THE PUBLIC ADVISOR

The Office of the Public Advisor (Office) implements the consumer participation provisions of Proposition 103 (California Insurance Code (CIC) Section 1861.01 et seq., and California Code of Regulations Sections 2661.1 et seq.) CIC Section 1961.10 provides for consumer participation in Departmental proceedings conducted pursuant to Proposition 103.

Proposition 103 also provides for the award of reasonable advocacy fees and expenses to those representing the interests of consumers before the Department. The Office facilitates consumer participation in Department proceedings; makes findings and determinations regarding Intervenor eligibility to participate; reviews the work product of Intervenors and makes findings and determinations regarding Intervenor Requests for Awards.

Intervenor activity has been steadily increasing as a result of continued insurance market hardening as insurers file for rate increases in personal lines rates. Currently, the Office is facilitating the intervention of Consumers Union, Economic Empowerment Foundation, Foundation for Taxpayer and Consumer Rights, The Greenlining Institute and Southern Christian Leadership Conference, among others.

HOLOCAUST ERA INSURANCE

The Holocaust era insurance project is responsible for advocating on behalf of Holocaust survivors and their families and heirs in their efforts to collect on life insurance policies issued before the war and never paid. California Insurance Code Section 12965 directs the Department to advocate for these claimants and the Department has done so through its work on the International Commission on Holocaust Era Insurance Claims (ICHEIC) and its outreach and claimant assistance work in California. The Commissioner has a seat on the ICHEIC (a group formed in 1997 to work out a way to evaluate and pay these claims) and has been a strong advocate for claimants in that group. The ICHEIC is comprised of European insurers, U.S. and European regulators, survivor organizations, and the State of Israel. The Holocaust project is also responsible for the implementation of the Holocaust Victims Insurance Relief Act of 1999 (California Insurance Code Section 13800 et. seq.) which requires insurers to provide the Department with information regarding policies they wrote to persons in Europe between 1920 and 1945. Since March 2000, when several lawsuits were filed, we have been defending the constitutionality of that statute. The US Court of Appeals found the statute to be constitutional. Plaintiff insurers have requested rehearing and are expected to continue their appeals. The Commissioner has also appeared as amicus curiae in state court litigation on the issue of the applicability of California Code of Civil Procedure Section 354.5 which permits venue for Holocaust era insurance cases in California and extends the statute of limitations to 2010.

SLAVERY INSURANCE

Prior to 1865 it was not uncommon for American slave owners to take out life insurance on the lives of their African slaves. California Insurance Code Section 13810 et. seq. (September 2000) directs insurers licensed to do business in California to submit to the Department all documents having to do with slavery era insurance, together with the names of all slaves and slaveholders found in those documents. The Department has made public the database of slave and slaveholder names, together with a summary of the documents received, in its May 2002 Report to the California Legislature. All of the documents received are publicly available at the Departments Public Viewing Rooms in Los Angeles and San Francisco and were also sent to the California State Library as well as to selected University of California and county libraries across the state.

ARMENIAN GENOCIDE

California Code of Civil Procedure Section 354.4 permits venue in California for suits brought by heirs of relatives of victims of the Armenian Genocide and extends that statute of limitations to 2010. The Commissioner has appeared as amicus curiae on behalf of the plaintiffs in a class action lawsuit against New York Life in which the descendants of these victims are trying to be compensated for their unpaid insurance policies.

Office of Community and Constituent Affairs

The Office of Community & Constituent Affairs handles special projects for the Insurance Commissioner and works proactively with stakeholder and constituent groups to ensure that all insurance consumers regardless of race, gender, ethnicity, income levels, and age are treated fairly and equitably in the insurance marketplace.

To accomplish these goals, the office works closely with consumer organizations, industry groups, and community organizations, with a special emphasis on traditionally underserved communities, to make sure that all California consumers receive useful and timely information about insurance products and services.

The Office of Community and Constituent Affairs is composed of the Ombudsman's Office, the California Organized Investment Network, and the Community Outreach Unit.

THE OMBUDSMAN'S OFFICE

The Ombudsman's Office provides a variety of services that support the Insurance Commissioner's commitment to serve and protect California insurance consumers. The office handles appeals of insurance disputes when consumers want a second-level review of their request for assistance with insurance problems. The office also handles requests for assistance from insurance brokers and agents, and from public officials with constituent insurance problems. Additionally, the Ombudsman's Office serves as the department's administrative liaison to the National Association of Insurance Commissioners and administers the Commissioner's appointments to various insurance advisory boards and committees.

2001 HIGHLIGHTS

- The Ombudsman's Office regularly responds to appeals of insurance disputes and requests for assistance from consumers, insurance brokers and agents, and elected officials. During 2001, the Ombudsman's Office responded to nearly 600 such inquiries.
- During 2001, the Ombudsman's Office coordinated Department of Insurance participation in three national meetings of the National Association of Insurance Commissioners and dozens of meetings of association working groups and task forces, and special meetings and conference calls to address insurance issues in the aftermath of the September 11, 2001, terrorist attacks.
- The Ombudsman's Office coordinated the production of the 2000 Department of Insurance Annual Report and distributed the report to legislators, insurance advisory board and commission members, various state agencies and departments, depository libraries, ethnic publications, and other interested parties.
- Until the publication function was transferred to the Communications Office in September 2001, the Ombudsman's Office produced and distributed department publications including the "Communiqué" newsletter for licensed insurance brokers and agents and the "Employee" newsletter for department staff.
- The Ombudsman's Office administers the department's E-Suggestions process, an electronic version of the old-fashioned suggestion box, which allows department employees and external parties to submit suggestions via e-mail for improving department operations and procedures. During 2001, the Ombudsman's Office received and processed 40 e-suggestions. At the end of the year, 19 of the suggestions had been implemented, 2 were in process of implementation, 12 were under consideration, and 7 suggestions were rejected due to impracticality or cost.

CALIFORNIA ORGANIZED INVESTMENT NETWORK (COIN)

The California Organized Investment Network is a first-in-the-nation program that encourages and facilitates voluntary insurance industry investment in traditionally underserved low-income urban and rural communities. COIN does this by matching entrepreneurs, nonprofit organizations, local governments, community economic development agencies, and affordable housing groups with insurance industry investment capital.

- COIN was established in 1996 at the behest of the insurance industry as a collaborative effort between the industry, the Insurance Commissioner, and advocates for investment in low-income communities. COIN's mission is to provide leadership in increasing the level of insurance industry capital in safe and sound investments that provide fair returns to investors and social and economic benefits to traditionally underserved communities. These investments typically support economic development and affordable housing in low-income urban and rural communities throughout California.
- The COIN Advisory Board provides policy advice to the Commissioner. The board also provides a valuable forum for exchange of information as well as assisting COIN in disseminating information and removing obstacles that might hinder the goals of the program. The board is made up of legislators, insurance industry representatives, consumer advocates, and practitioners in affordable housing and community economic development throughout the State of California.
- COIN works with community development organizations that are seeking investment capital by preparing "COIN Bulletins" to communicate investment proposals to potential investors. In order to reach as many potential investors as possible, COIN Bulletins are disseminated to insurers via mailings to companies and insurance industry trade associations, posted on the Department of Insurance Web site at www.insurance.ca.gov/COIN, and provided to anyone making a telephone request at (916) 492-3525.
- COIN also administers the California Community Development Financial Institution (CDFI) Tax Credit Program. CDFIs are private financial institutions such as community development banks, loan funds, credit unions, microenterprise funds, corporation-based lenders, or venture funds that promote community development by making investments or loans in traditionally underserved, low-income urban and rural communities.
- The CDFI Tax Credit Program provides a one-year 20 percent income tax credit for zero interest deposits or equity investments of \$50,000 or more invested for a minimum of 60 months in California CDFIs by individuals, partnerships, and corporations. Insurers that make qualifying deposits or equity investments receive a premium tax credit.

2001 HIGHLIGHTS

- In 2001, Insurance Commissioner Harry Low sponsored a new law, SB 409, authored by Senator Edward Vincent, that extended the CDFI tax credit for five years, allowed for carryover of unused credits into future years, and clarified the definition of qualified investments.
- During 2001, COIN certified five additional CDFIs, resulting in a total of 50 community development organizations being eligible for tax credit investments under the program as of December 31, 2001. During the year,

the full allocation of \$2 million in available tax credits was certified, resulting in \$10 million of capital being invested in California's low-income communities.

- In August 2001, Commissioner Low sent letters to the chief executive officers of all insurance companies doing business in California, more than 1,400 companies, urging them to invest more in the state's low-income communities and to establish voluntary annual community investment goals for their companies. The letters produced \$117 million in community investment commitments by insurers.

Summary of COIN Activities

	1997	1998	1999	2000	2001
Total COIN Investments:	\$44,640,004	\$67,966,630	\$179,904,415	\$198,599,222	\$179,232,241
Total Insurer COIN Investments:	\$44,385,000	\$64,783,297	\$177,154,415	\$191,519,222	\$169,906,067
CDFI Tax Credit Qualified Investments:*	\$255,004	\$3,183,333	\$2,750,000	\$8,765,348	\$10,000,000
CDFI Tax Credits Granted:*	\$51,000	\$636,667	\$550,000	\$1,753,070*	\$2,000,000

COMMUNITY OUTREACH UNIT

The Community Outreach Unit develops and conducts consumer education and outreach programs to better inform insurance consumers of products and services that are available to them. The main focus of the Community Outreach Unit in 2001 was raising consumer awareness of California's Low-Cost Automobile Insurance Pilot Program.

California's low-cost auto insurance program was established by the Legislature in 1999 to provide an affordable automobile liability insurance policy for low-income motorists who reside in the Los Angeles and San Francisco pilot counties. Eligibility for the low-cost policies is restricted to good drivers with annual household income that does not exceed 150 percent of the federal poverty level.

The low-cost auto insurance program is administered by the California Automobile Assigned Risk Plan. In addition to regulating the low-cost auto insurance program, the Department of Insurance has taken on the function of educating consumers about the availability of the state-sponsored low-cost policies.

2001 HIGHLIGHTS

- In 2001, the Community Outreach Unit commissioned focus groups in Los Angeles and San Francisco, the two pilot counties, to obtain scientific marketing information about the perceived benefits and drawbacks of the program and how best to raise consumer awareness of the low-cost auto policies. The focus groups were conducted in English and five other languages, including Spanish.
- The Department of Insurance organized and conducted two information-gathering public hearings to solicit input from insurance industry groups, consumer organizations, and community advocates on effective strategies

* Insurers Not Eligible For Tax Credit Until 2000

for raising consumer awareness, effective marketing themes, motivating factors and barriers to purchase of a low-cost auto policy, and recommended changes to increase program effectiveness.

- The Community Outreach Unit mailed low-cost auto insurance information in English and Spanish to more than 719,000 households in Los Angeles and San Francisco counties, targeting households in low-income areas, with eligible vehicles.
- The department provided low-cost auto insurance education material to more than 1,600 local government, state government, and nonprofit community-based organization offices in Los Angeles and San Francisco counties for distribution to their clients.
- The department worked closely with Los Angeles and San Francisco County social services and health departments to disseminate information about the California low-cost auto insurance program.
- The Department of Insurance's targeted community-based consumer education and outreach efforts produced a significant increase in the sales of low-cost auto policies. By the end of 2001, the number of low-cost auto policies sold per month more than tripled the monthly sales rate at the beginning of the year.

RATE REGULATION BRANCH

The Rate Regulation Branch (RRB) analyzes filings from property casualty insurers under prior approval statutes for most property casualty lines of business and file and use statutes for a limited number of property casualty lines. RRB consists of five (5) Rate Filing Bureaus and the Rate Specialist Bureau that provides technical support regarding underwriting, rating, profitability, and rate-of-return issues. The passage of Proposition 103 in 1988 required the Rate Regulation Branch to review rates for most property casualty lines of business before they could be used by property casualty companies to ensure that their rates are not excessive, inadequate, or unfairly discriminatory as mandated by the California Insurance Code (CIC) Section 1861.05.

Rate Filing Bureaus

The Rate Regulation Branch has five (5) filing bureaus (two in San Francisco and three in Los Angeles) that receive and review filings from 793 property and casualty companies in the state. The Intake Unit in the San Francisco office is responsible for processing all applications except Workers Compensation & Title companies and providing copies to the Public Viewing Rooms maintained by the San Francisco and Los Angeles for public access.

During the year under review, RRB staff participated in developing generic standards to complete prior approval regulations.

The rate filing staff maintains a tracking system to make rental car policy files available to the public as required by CIC Section 1758.88.

In conjunction with the National Association of Insurance Commissioners, Rate Regulation is participating in the implementation of the SERFF project. This system is designed to enable companies to send and states to receive, comment on, approve or reject insurance industry rate and form filings. The electronic aspect of this project will help increase the efficiency and facilitate communication between the Rate Filing Bureaus and insurers.

In addition to prior approval applications, the Rate Filing Bureaus are responsible for the review of other required filings as follows:

Private Passenger Auto Class Plans - California Department of Insurance regulations require all insurance companies writing private passenger automobile insurance to submit a Classification Plan (Class Plans). Class plans provide the Department with the rating methodology each company would develop or adopt in order to be in compliance with the provisions of Proposition 103 that mandate the use of certain specific rating factors.

Advisory Organization - California Insurance Code Section 1855.5 requires all insurance policy or bond forms of an advisory organization to be submitted to the Commissioner for consideration and approval prior to being used by insurance companies.

Worker's Compensation - In 1993 and 1994, the workers compensation minimum rate law was repealed with a competitive rating system, which took effect in 1995. Under the competitive rating law codified in California

Insurance Code Section 11735, insurers are free to develop their own rates based on advisory pure premiums and company developed multipliers. Company rates, rating plans, and rules must be filed with the Rate Regulation Branch prior to use. Four hundred sixty-six (466) workers' compensation rate filings were reviewed during 2001. In conjunction with rate filing reviews, the Rate Regulation Branch performs a quarterly solvency and profitability analysis of the workers' compensation industry, participates in the Department's early warning system, and prepares internal and public reports for interested parties. One hundred two (102) solvency/profitability reports were generated and analyzed during 2001, and forty-one (41) early warning indicators were submitted for intervention and remedial action. Forty-five (45) reports summarizing workers' compensation rating data were provided to interested members of the public.

Title Insurance - California Insurance Code 12401.1 requires title insurers and underwritten title companies to file their title and escrow rates with the Department prior to use. In 2001, sixty-one (61) title insurance rate filings were reviewed.

Filings Received during 2001:

Class Plan.....	227
Advisory Organization.....	692
Prior Approval	5,428
Workers Compensation	466
Title	61
Total	6,874

In addition, approximately 17,178 filings were inspected in the Public Viewing Rooms in Los Angeles and San Francisco. This includes inspection of previous year rate filings.

RATE SPECIALIST BUREAU

The Rate Specialist Bureau (RSB) of the Rate Regulation Branch provides technical advice and support to the Commissioner, executive staff, and other CDI Branch Managers regarding rating, profitability, and rate-of-return issues. The following is a list of the projects and duties handled in 2001-2002.

1. During 2001-2002, RSB continued to work closely with the CDI legal counsel and actuarial staff with regard to the remaining Proposition 103 rollback cases. RSB generated alternate rollback scenarios and provided support documents for hearings.

To date, all but four rollback cases have been closed or settled. These remaining rollback cases are currently in the hearing process or awaiting the courts' decisions. Total refunds including interest from 1991 to March 2002, for 147 companies and/or groups, amounted to approximately \$1.442 billion. Subsequent to the rollback settlement, RSB monitored the insurers' actual refunding process and worked closely with the State Controller's Office on the insurers' rollback activities.

2. In support of the prior approval regulations, RSB promulgated supporting data and reports that are used by the CDI and the rate analysts in the review of rate filings for Proposition 103 lines of insurance. The report topics

include efficiency standards, loss development factors, leverage factors by line, reserve-to-earned premiums, industry rate-of-returns, credibility standards analysis, projected yields, California and countrywide profitability reports, and California market share reports. During 2001-2002, RSB participated in the Prior Approval Working Group preparing key rate components for the prior-approval regulations.

3. RSB participated in the CDI's Workers' Compensation Task Force. The Bureau also performed various projects in relation to workers' compensation insurance such as producing the insurers' quarterly solvency reports, and preparing market share reports and historical premium, loss & dividend comparisons.
4. RSB participated in the development and promulgation of regulations for credit property and credit unemployment insurance in response to the passage of AB 1456 (CIC Section 779.36, amended by Statute 199, Chapter 413, Section 1). During 2001, RSB conducted a special data call for credit property and credit unemployment insurance experience data. RSB prepared a report which served as support documentation for the determination of the prima facie rates, which would substantially reduce the current rates charged by the industry.
5. RSB promulgated the Proposition 103 Administration Fees for property and casualty companies and the workers' compensation filing fee charges.
6. RSB collected, compiled, and analyzed data as required by various sections of the California Insurance Code. (e.g., child care liability, legal malpractice, etc.)
7. RSB took over the collection and compilation of earthquake probable maximum loss (PML) data.
8. RSB reviewed Insurance Service Office (ISO) and National Association of Independent Insurers (NAII) submitted Fast Track data, and promulgated private passenger automobile and homeowners' insurance trend factors. RSB was also involved in other rate component determination research.
9. RSB contributes multiple reports to the CDI's Intranet and Internet websites, and was also involved in the CDI's Internal Innovation Task Force and the Website Action Group.
10. RSB acted as liaison to the Workers' Compensation Insurance Rating Bureau (WCIRB), attending the WCIRB's Classification and Rating Committee meetings.
11. RSB participated in the California FAIR Plan's rating and underwriting appeals proceedings and attended its Governing Committee meetings. During 2001-2002, RSB participated in CDI's Fair Plan Working Group and contributed a major portion of the work product for the report.
12. RSB participated in the analysis of the availability and affordability of Long-Term Care Nursing Home Facilities liability insurance.
13. RSB ran estimated loss projections and analyzed the cash flow projections of the California Insurance Guaranty Association (CIGA) with regard to the assessment on the workers' compensation line of business. RSB also provided support documentation and input for the legislative analysis involving bills on the CIGA assessment/surcharge amount.

RSB is also responsible for reporting data under the following California Insurance Code (CIC) Sections:

CIC §674.5 & §674.6:	Companies Ceasing to Offer a Particular Line of Coverage
CIC §1857.9:	Special Data Call on Classes of Insurance Designated by the Commissioner as Unavailable or Unaffordable in California
CIC §1864:	Child Care Liability Insurance
CIC §1155.2:	Malpractice Insurance – Dental, Medical, and Legal
CIC §12963:	Public Entity Liability Insurance

CIC §674.5 & §674.6: COMPANIES CEASING TO OFFER A PARTICULAR LINE OF COVERAGE

Under CIC §674.5, an insurer ceasing to offer any particular class of commercial liability insurance must provide prior notification of its intent to the commissioner. Likewise, under CIC §674.6, an insurer offering policies of commercial liability and most types of property/casualty insurance, must provide prior notification to the commissioner of its intent to withdraw wholly or substantially from the specified line of insurance. The following is the list of notifications that the Department received:

Prior Withdrawal & Cease-Writing Notices Received by the Insurance Commissioner from 2001 to March of 2002.

Company Name /Group Name	Group No.	Date of Notice	Effective Date	Company's Proposed Action
2002				
Lumbermans Mutual Ins Co (Lumber Ins Cos Group)	946	N/A	1/1/2001	Ceased writing business in CA. Co is in receivership by Massachusetts Insurance Dept.
Progressive Southeastern Ins Co (Progressive Group)	155	N/A	2/2/2001	Withdrew as accredited insurer.
American Equity Specialty Ins Co (Associates Ins Grp)	923	1/30/2001	1 3/1/2001	Block non-renewal of Physicians & Surgeons Professional Liability policies
American Equity Specialty Ins Co (Associates Ins Grp)	923	1/30/2001	4/1/2001	Block non-renewal of its Homeowners' policies in CA
National General Ins Co (Motors Ins Grp)	79	2/26/2001	Upon Renewal	Homeowners' policies will be transferred to Homesite Ins Co. upon renewal.
Century National Ins Co	0	3/9/2001	6/1/2001	Cease writing Apartment/Condominium package policies.
Starnet Ins Co (WR Berkley Corp)	98	4/30/2001	4/30/2001	Withdraw Businessowners Program – no business sold in CA. CDI Appl. No. 00-77442 — approved by CDI on 8/11/00.
Coregis Insurance Co (General Electric)	350	5/9/2001	Upon Renewal	Non-renew stand-alone Public Officials Errors & Omissions or Special Districts E&O Policies.
Northland Insurance Cos (Associates Ins Grp)	923	5/15/2001	10/1/2001	Discontinue to write Garage Program
Northland Insurance Cos (Associates Ins Grp)	923	5/29/2001	10/1/2001	Intent to withdraw from Personal Lines products such as Motorcycle, Watercraft, Mobile Home, Motorhome, Travel Trailer.
American Bankers Ins Co of Florida (Interfinancial Inc)	119	5/31/2001	8/1/2001	Substantially withdraw from Non-Standard Private Passenger Auto Program.

Prior Withdrawal & Cease-Writing Notices Received by the Insurance Commissioner from 2001 to March of 2002.

Company Name /Group Name	Group No.	Date of Notice	Effective Date	Company's Proposed Action
American Equity Specialty Ins Co (Associates Ins Grp)	923	6/15/2001	8/18/2001	Block non-renewal of its Businessowners Liability Policies.
Nationwide Mutual Fire Ins Co (Nationwide Corp)	140	7/12/2001	10/1/2001	Withdraw all active independent rule, form and rate filings for Commercial Operations
Nationwide Mutual Ins Co (Nationwide Corp)	140	7/12/2001	10/1/2001	Withdraw all active independent rule, form and rate filings for Commercial Operations
Nationwide Prop & Casualty Ins (Nationwide Corp)	140	7/12/2001	10/1/2001	Withdraw all active independent rule, form and rate filings For Commercial Operations
Millers Insurance Co (The) (Miller American Grp)	130	7/17/2001	9/26/2001	Intent to withdraw Commercial Multi-Perils(5.1 & 5.2) . from CA
Federated Mutual Ins Co (Federated Mutual)	7	7/30/2001	2/1/2002	Withdraw Homeowners & Personal Auto & Associated Dwelling and Personal Umbrella policies in CA.
Old Republic Insurance Co (Old Republic Group Inc)	150	8/27/2001	12/12/2001	Stop writing niche business consisting of LP Gas Dealers &Distributors, Petroleum Products Wholesalers & Retailers, and Welding Supply Dealers.
Golden Eagle Insurance Corp (Liberty Mutual Grp)	111	8/31/2001	60 Days After 9/3/01	Withdraw from Personal Lines, including Homeowners & Fire Dwelling.
General Insurance Co Of America (Safeco Insurance Grp)	163	8/31/2001	11/10/2001	Withdrawal from Podiatrists Professional Liability Insurance
General Insurance Co Of America (Safeco Insurance Grp)	163	9/5/2001	11/10/2001	Withdrawal from Armor Program
General Insurance Co Of America (Safeco Insurance Grp)	163	9/5/2001	Upon Renewal 11/10/01	Withdrawal from Architects & Engineers Professional Liability Insurance
Mutual Service Casualty Insurance Co (Mutual Service Grp)	23647	9/6/2001	Upon Renewal	Intent to non-renew all Commercial Agribusiness policies as they come due.
General Insurance Co Of America (Safeco Insurance Grp)	163	9/10/2001	11/15/2001	Withdrawal from Custom Real Estate Errors & Omissions Program
General Insurance Co Of America (Safeco Insurance Grp)	163	9/10/2001	11/20/2001	Withdrawal from Real Estate Errors & Omissions Program
Safeco Insurance Company Of America(Safeco Insurance Grp)	163	9/10/2001	11/19/2001	Withdrawal from For Profit Directors & Officers Liability Program-Private
General Insurance Co Of America (Safeco Insurance Grp)	163	9/11/2001	11/20/2001	Withdrawal from Media Liability Program
General Insurance Co Of America (Safeco Insurance Grp)	163	9/11/2001	11/16/2001	Withdrawal from Accountants Errors & Omissions Program
Safeco Ins Company Of America (Safeco Insurance Grp)	163	9/11/2001	11/16/2001	Withdrawal of Select Custom Package-Limited Service Hotels
American Economy Ins Co (Safeco Insurance Grp)	163	9/12/2001	11/1/2001	Withdrawal of Preferred And Standard Personal Lines Programs in CA
American States Insurance Co (Safeco Insurance Grp)	163	9/12/2001	11/1/2001	Withdrawal of Preferred and Standard Personal Lines Programs in CA

Prior Withdrawal & Cease-Writing Notices Received by the Insurance Commissioner from 2001 to March of 2002.

Company Name /Group Name	Group No.	Date of Notice	Effective Date	Company's Proposed Action
American States Preferred Ins Co (Safeco Insurance Grp)	163	9/12/2001	11/1/2001	Withdrawal of Preferred and Standard Personal Lines Programs in CA
General Insurance Co Of America (Safeco Insurance Grp)	163	9/14/2001	11/23/2001	Withdrawal from Non-Profit Directors & Officers Liability Program
DaimlerChrysler Ins Co (Chrysler Group)	240	9/18/2001	1/1/2002	Cease writing Commercial Garage Policies (Auto Dealerships)
Star Insurance Co (Star Insurance Grp)	748	9/24/2001	Upon Renewal	Withdraw from Trucking & Public Transportation Class relating to Commercial Auto Liability & Commercial Auto Physical Damage.
MGIC Credit Assurance Corp (MGIC Corp)	105	10/2/2001	12/31/2001	Discontinue writing new insurance on Second Liens & will run off the current business
American Reliable Ins Co (Fortis Group)	19	10/2/2001	1/1/2002	Withdraw Personal Umbrella Program under CA Filing No. 97-8288.
21st Century Insurance Co (Amer International Grp)	12	10/31/2001	12/31/01 (60 Days)	Withdraw from Homeowners line (Sale of HO business with 2 insurers)
Far West Insurance Co (Amwest Group)	2	11/7/2001	Immediately	Bail Bonds Revocation Of Authority
Toyota Motor Insurance Co (Toyota Motor Ins Grp)	372	12/6/2001	2/15/2002	Withdraw all forms/rules & rates for Prime Care Program under Commercial Other Liability.
Continental National Indemnity Company (Continental National)	0	12/18/2001	1/1/2002	Discontinue writing new business for Personal Auto Coverage. Amendment to first notice dated 2/9/01.
American Continental Ins Co (St. Paul Grp)	164	12/19/2001	4/28/2002	Discontinue writing Medical Malpractice Insurance in California.
St. Paul Fire & Marine Ins Co (St. Paul Grp)	164	12/19/2001	4/28/2002	Discontinue writing Medical Malpractice Insurance in California.
St. Paul Mercury Ins Co (St. Paul Grp)	164	12/19/2001	4/28/2002	Discontinue writing Medical Malpractice Insurance in California.
St. Paul Medical Liab. Ins Co (St. Paul Grp)	164	12/19/2001	4/28/2002	Discontinue writing Medical Malpractice Insurance in California.
National Automobile & Casualty Ins Co	0	1/3/2002	3/4/02 (60 Days)	Withdraw from CA Homeowners Insurance Market effective in 60 Days.
Highlands Insurance Co (Highlands Ins Grp Inc) ,	1	116 1/4/2002	Upon Renewal	Cease to offer Commercial General Liability, Workers Compensation Commercial Auto, Commercial Package, Commercial Property And Inland Marine.
Highlands Underwriters Ins Co (Highlands Ins Grp Inc)	1116	1/4/2002	Upon Renewal	(Same as Highlands Ins. Co.)
Northwestern Natl Cas Co (Highlands Ins Grp Inc)	1116	1/4/2002	Upon Renewal	(Same as Highlands Ins. Co.)
Pacific National Ins Co (Highlands Ins Grp Inc)	1116	1/4/2002	Upon Renewal	(Same as Highlands Ins. Co.)
Pacific Automobile Ins Co (Highlands Ins Grp Inc)	1116	1/4/2002	Upon Renewal	(Same as Highlands Ins. Co.)

Prior Withdrawal & Cease-Writing Notices Received by the Insurance Commissioner from 2001 to March of 2002.

Company Name /Group Name	Group No.	Date of Notice	Effective Date	Company's Proposed Action
Constitution Insurance Co (Gerling Global Re Grp)	604	1/4/2002	Upon	Renewal Withdraw from Commercial Insurance Market in CA.
Legion Insurance Company (Legion Ins Group)	1172	1/11/2002	4/1/2002	Withdraw Commercial General Liability-Independent-form, rate & rule filing (Filing No. GL CA2202905C01)
Legion Insurance Company (Legion Ins Group)	1172	1/11/2002	4/1/2002	Withdraw Commercial Inland Marine-Independent-form, rate & rule filing (Filing No. CM CA2202905C01)
American Modern Home Ins Co (Amer. Modern Ins Grp)	127	1/14/2002	Upon Approval	Withdraw Inland Marine Performance Boat Program CDI App. No. 97-4581
First Community Ins Co (Bankers Ins Grp)	689	2/12/2002	5/1/2002	Cease writing & withdraw Homeowners Multiple Peril and Dwelling Fire lines of business
American Equity Insurance Co (Citigroup)	4	1 2/14/2002	Upon Renewal Over Next 12 Months	
Legion Insurance Company (Legion Ins Group) ,	1172	2/26/2002	5/15/2002	Withdraw Commercial Multiple Lines-Independent-rate rule & form filing (Filing No. ML CA163905C01) CDI #97-4715&98-10784
MIC General Insurance Corp (GMAC Ins Holding)	79	2/27/2002	Upon Renewal of Current 1 Yr Plcy	Withdraw from underwriting Homeowners insurance & Non-renew existing HO policies
Pacific National Ins Co (Highlands Ins Grp Inc)	1116	3/6/2002	Upon Renewal	Block non-renewal of Homeowners insurance
Chicago Insurance Company (Allianz Insurance Grp)	761	3/8/2002	Over A 12 Month Period Beg. 9/1/02	Withdrawal-Medical Malpractice Line-Physicians & Surgeons
Universal Underwriters Insurance (Zurich Insurance Grp)	212	3/12/2002	7/1/2002	Cease writing Personal Motorcycle, Recreational Off-Road Vehicles & Snowmobile Policies.
Legion Insurance Company (Legion Ins Group)	1172	3/14/2002	6/1/2002	Withdrawal of Skilled Nursing Facilities Liability Insurance Program
Michigan Millers Mutual Ins Co (Michigan Millers)	0	3/15/2002	8/26/2002	Non-renew all Boat endorsements & Monoline Boat Policies
Hudson Insurance Company (Fairfax Financial)	158	3/15/2002	5/18/2002	Non-renewal of Homeowner business
Amica Insurance Co (Amica Grp)	28	3/20/2002	8/1/2002	Withdraw ISO Filing Authority & Commercial Auto Product including rates, rules & forms

CIC §1857.9: SPECIAL DATA CALL ON CLASSES OF INSURANCE DESIGNATED BY THE COMMISSIONER AS UNAVAILABLE OR UNAFFORDABLE IN CALIFORNIA

No classes of insurance were designated by the Insurance Commissioner in 2001–2002.

CIC §1864: CHILD CARE LIABILITY INSURANCE

Section 1864 was added to the Insurance Code as of January 1, 1986. This section requires that on or before May 1 of each year, each insurer engaged in writing child care liability insurance in California submit a report of its child care liability premium and loss experience for the preceding calendar year. A call for the prescribed statistics is sent to all insurers licensed to transact liability insurance in California, and the reports are categorized by licensed Family Day Care (FDC) Homes and licensed Child Care (CC) Centers. FDC Home business is further broken into Small FDC Homes (licensed for 1 to 6 children) and Large FDC Homes (licensed for 7 to 12 children).

For calendar year 2000, a total of 41 companies/groups submitted data under CIC §1864 requirements. Seventeen (17) insurers submitted data for FDC homes. Of these 17 insurers, only 3 insurers had direct written premium exceeding \$100,000, insuring approximately 96.41% of the homes. Of the 16 insurers that reported data for small FDC homes, 2 insurers had direct written premium exceeding \$100,000, insuring approximately 95.20% of the small FDC homes. Of the 4 insurers that reported data for large FDC homes, only 1 insurer had direct written premium exceeding \$100,000, insuring approximately 99.28% of the large FDC homes.

Insurers Reporting Data For Family Day Care Homes - 2000*

# of Insurers Writing:	Companies Writing		# of Day Care Providers Insured	
From 0 – 10 FDC providers	9	52.94%	23	0.21%
From 11 – 100 FDC providers	4	23.53%	66	0.59%
From 100 – 350 FDC providers	1	5.88%	310	2.79%
Over 350 providers	3	17.65%	10,723	96.41%
TOTAL	17	100.00%	11,122	100.00%

Calendar Year:	# of Cos. Writing		# Providers Insured	
	1999	2000	1999	2000
Small FDC Homes (1- 6 children)	12	16	7,941 (99.89%)	7,810 (70.22%)
Large FDC Homes (7-12 children)	3	4	9 (0.11%)	3,312 (29.78%)
Total Insurers Providing Coverage	13	17	7,950 (100.00%)	7,950 (100.00%)

For calendar year 2000, 27 companies/groups submitted data for licensed CC centers. Of these 27 insurers, only 10 insurers had direct written premium exceeding \$100,000. These 10 carriers insured approximately 83.54% of the Child Care Center business.

Insurers Reporting Data For Child Care Centers - 2000

# of Insurers Writing:	Companies Writing		# of Child Care Centers (Providers) Insured			
			~ 1999 ~		~ 2000 ~	
0 – 10 providers	8	29.63%	31	0.75%	24	0.89%
11 – 50	8	29.63%	158	3.80%	208	7.71%
51 – 200	7	25.93%	643	15.45%	805	29.84%
201+providers	4	14.81%	3,329	80.00%	1,661	61.56%
TOTAL	27	100.00%	3,220	100.00%	4,161	100.00%

* Please note: the report for the 2001 data is not yet available.

INSURERS' ACTIVITY IN 2000

From the information provided for FDC Homes, there was an increase in the total number of child care policies written and an increase in the number of carriers reporting data for 2000 than in the previous year. For Child Care Centers, the number of carriers reporting data remained the same but the amount of policies written has decreased. The majority of child care liability insurance written in California is still being provided by only a handful of insurers. The following exhibits were developed from the data provided by the insurers in their filing under CIC §1864.

EXHIBIT I:

Comparison of Insurers' Participation in the CC Liability Insurance Market

Calendar Year:	Family Day Care Homes		Child Care (CC) Centers	
	1999	2000	1999	2000
# Insurers Reporting Data	13	17	27	27
# Policies In-Force at Beginning of Yr	7,020	9,865	2,730	2,536
# Policies In-Force at End-of-Year	7,050	11,552	2,732	2,798
Change in # of Policies In-Force at End of Year	0.43%	17.10%	0.07%	10.33%
# of Companies with Zero (0) Policies In-Force at End of Year	0	0	1	1

EXHIBIT II:

Summary of Policy Limits and Coverage Offered During 2000

Family Day Care Homes (Licensed for 1-6 or 7-12 children): 17 insurers reporting

FORM TYPE: # of Companies Writing:

Occurrence Policy	13
Claims-Made Policy	1
Both Occurrence & Claims-Made Policy	2
Company did not provide information	1

COVERAGE/LIMITS: # of Companies Writing:

100/300 limit, OL&T	1
300 CSL, OL&T	2
Endorsement to Homeowners Policy	11
Both Liability Policies & HO Endorsement	0
Up to \$1 Mil+ CSL	2
Various Limits (from 100 CSL to 500 CSL)	1

Child Care Centers (Licensed for 13+ children): 27 insurers reporting

FORM TYPE: # of Companies Writing:

Occurrence Policy	25
Claims-Made Policy	1
Both Occurrence & Claims-Made	1

COVERAGE/LIMITS: # of Companies Writing:

100/300 limit, OL&T	3
300 CSL, OL&T	6
Various Limits (below \$1 Mil)	2
Various Limits (up to & above \$1 Mil+ CSL)	16

EXHIBIT III:

List of Insurers Reporting CC Data For Calendar Year 1999 vs. 1998

CALENDAR YEAR:	1998		1999		
INSURERS REPORTING:	FDC Home	CC Center	FDC Home	CC Center	Policy Type
Ace USA Group (CIGNA) -	—	X	—	X	OC
Allstate Insurance Group	X	—	X	—	OC
American National Prop & Casualty	X	—	X	—	OC
Armed Forces Insurance Exchange	X	—	X	—	OC
American Alternative Insurance Corp-	—	X	—	X	OC
Atlantic Mutual Companies	—	X	—	X	OC
California Casualty Insurance Cos	X	—	X	—	OC
Carolina Casualty Insurance Co	—	X	—	X	OC
CGU Ins Grp (fka General Accident Ins Grp)	—	—	X	—	OC
Church Mutual Insurance Co	—	X	—	X	OC
Commercial Underwriters Ins Co	—	—	X	—	OC
Empire Fire & Marine Ins Co	—	—	X	—	OC
Firemans Fund Insurance Co	—	X	—	—	CL/OC
First Financial Insurance Co	—	—	X	—	OC
Frontier Insurance Group	—	X	—	X	OC
General Agents Ins Co of America, Inc	—	X	—	X	OC
General Re Group	X	—	—	—	CL
General Star Management Co	—	—	X	X	CL/OC
Grange Insurance Association	X	—	X	—	OC
Great American Grp	—	X	—	X	OC
Great Divide Insurance Co	—	X	—	X	OC
Guideone Ins (fka Preferred Risk Grp)	—	X	—	X	OC
ITT Hartford Group	—	X	—	—	OC
Legion Insurance Co	—	X	—	X	OC
Liberty Mutual Insurance Cos.	X	—	X	—	CL
Lumbermens Mutual Cas Grp (Kemper)	—	X	—	X	OC
Markel Insurance Co	—	X	—	X	OC
Metropolitan Direct Prop & Cas Ins Co	X	—	X	—	OC
Mutual Service Casualty Ins Grp.	X	—	X	—	N/A
North American Specialty Insurance Co	—	—	—	X	OC
Pacific Automobile Ins Co	—	X	—	X	OC
Pacific National Ins Co	—	X	—	X	OC
Pacific Property & Casualty Ins Co	—	—	X	—	CL/OC
Penn-America Ins Co	X	X	X	X	OC
Philadelphia Indemnity Ins Co	—	—	—	X	OC
Reliance Insurance Cos	—	X	—	—	OC
Riverport Insurance Co of California	—	—	—	X	OC
Safeco Insurance Group	X	X	X	X	CL
State Farm Insurance Cos	X	X	X	X	OC
St. Paul Insurance Cos	—	X	—	X	OC
TIG Insurance Group	—	X	—	X	OC
Travelers Property & Casualty Grp	—	X	—	X	OC
Unigard Insurance Group	X	—	X	—	OC
Wausau Insurance Cos	—	X	—	X	OC
Zurich American Ins Grp	—	X	—	X	OC
# of Insurers Submitting Data:	13	27	17	27	
Total # of Insurers Submitting Data:		37		41	

ANALYSIS OF SUBMITTED STATISTICS

Exhibit IV:

California Child Care Providers Liability Insurance Report For All Family Day Care (FDC) Homes and Child Care Centers (CCC)

Premium and Loss Experience

For calendar year 2000, the total premium written for FDC Homes was \$1,657,403; total premium earned was \$2,168,051. Total losses incurred plus loss adjustment expense (LAE) for FDC Homes was \$284,699; resulting in a combined Loss + LAE ratio of 13.13%. The total premium written for CC Centers in calendar year 2000 was \$4,126,695; total premium earned was \$3,842,511. Total losses incurred plus LAE was \$1,431,956; resulting in a combined Loss + LAE ratio of 37.27%.

Net Income

Based on the submitted data, the overall experience for child care liability insurance improved greatly as compared to the previous year's results. For calendar year 2000, there was a net underwriting gain of \$1,294,981 for FDC Homes and a gain of \$1,131,936 for CC Centers. In 1999, the net underwriting gain for FDC Homes was \$610,640 for FDC homes while CC Centers had an underwriting loss of (\$353,533). The combined net income [defined as: net income/(loss) = underwriting gain/(loss) + allocated investment income/(loss)] increased from a net gain of \$722,426 in 1999 to \$1,516,798 in 2000 for FDC Homes. Likewise, combined net income increased from a net gain of \$67,953 in 1999 to \$1,414,948 in 2000 for CC Centers. Overall, the combined net income for FDC Homes and CC Centers increased from a net gain of \$790,379 in 1999 to \$2,931,746 in 2000.

EXHIBIT V:

California Child Care Providers Liability Insurance Report for Small and Large Family Day Care (FDC) Homes

The data reported for family day care homes (FDC) has been compiled separately for Small FDC Homes (licensed for 1 to 6 children) and Large FDC Homes (licensed for 7 to 12 children).

Premium and Loss Experience

For calendar year 2000, the total written premium for Small FDC Homes was \$812,822; the total earned premium was \$838,274. The total losses incurred plus loss adjustment expense (LAE) was \$40,131; resulting in a combined Loss + LAE ratio of 4.79%. The total written premium for Large FDC Homes in 2000 was \$844,581; the total earned premium was \$1,329,777. The total losses incurred plus LAE was \$178,048; resulting in a combined loss plus LAE ratio of 18.39%.

Net Income

For calendar year 2000, there was a net underwriting gain of \$556,486 for Small FDC Homes and a net underwriting gain of \$738,497 for Large FDC Homes. In 1999, Small FDC Homes had a net underwriting gain of \$605,320 while Large FDC Homes had a net underwriting gain of \$5,321. The combined net income/(loss) generated a net gain of \$661,224 for Small FDC Homes and a net gain of \$855,556 for Large FDC Homes in 2000. In 1999, there had been a net gain of \$716,965 and \$5,461 for Small and Large FDC Homes, respectively.

EXHIBIT IV:

Child Care Providers Liability Insurance Report (CIC Sec. 1864) Family Day Care (FDC) Homes and Child Care Centers (CCC)

CALENDAR YEAR	FDC HOMES		CHILD CARE CENTERS		COMBINED DATA	
	1-6 or 7-12 Children		13 or more Children		FDC Hms & CC Cntrs	
	1999	2000	1999	2000	1999	2000
# INSURERS Reporting Data	13	17	27	27	37	41
1) PREMIUMS EARNED	\$850,467	\$2,168,051	\$4,039,801	\$3,842,511	\$4,890,268	\$6,010,562
2) PREMIUMS WRITTEN	\$866,842	\$1,657,403	\$4,079,341	\$4,126,695	\$4,946,183	\$5,784,098
NUMBER OF CLAIMS:						
3) OUTSTANDING at Beginning of Year	8	97	80	82	88	179
4) NEW During Reporting Period	11	135	147	129	158	264
5) CLOSED During Reporting Period	3	174	135	124	138	298
6) OUTSTANDING at End of Year	16	58	92	87	108	145
7) TOTAL LOSSES INCURRED	-\$55,235	\$40,819	\$2,515,918	\$1,120,164	\$2,460,683	\$1,160,983
8) LOSS RATIO (7)/(1)	-6.49%	1.88%	62.28%	29.15%	50.32%	16.32%
9) LOSS ADJUSTMENT EXP (LAE)	\$79,789	\$243,880	\$525,221	\$311,792	\$605,010	\$555,672
10) Total LOSSES INC + LAE	\$24,554	\$284,699	\$3,041,139	\$1,431,956	\$3,065,693	\$1,716,655
11) LOSS & LAE RATIO (10)/(1)	2.89%	13.13%	75.28%	37.27%	62.69%	28.56%
NUMBER OF POLICIES:						
12) IN-FORCE at Beginning of Yr	7,020	2,235	2,730* ¹	2,536	9,750	12,401
13) WRITTEN During the Year	3,729	5,553	931* ²	1,479* ¹	4,660	7,032
14) CANCELLED During the Yr	355	515	301* ²	325* ¹	656	840
15) NONRENEWED During the Yr	3,344	3,351	457* ¹	892* ¹	3,801	4,243
16) IN-FORCE at END of YEAR	7,050	11,552	2,732	2,798	9,953	14,350
17) ALLOCATION OF EXPENSES:						
a. Commissions	\$83,731	\$341,017	\$639,211	\$681,277	\$722,942	\$1,022,294
b. Other Acquisition Costs	\$76,029	\$116,415	\$344,163	\$263,609	\$420,192	\$380,024
c. General Expenses	\$36,336	\$84,802	\$244,211	\$198,943	\$280,547	\$283,745
d. Taxes, Licenses, Fees	\$19,177	\$46,137	\$124,610	\$134,790	\$143,787	\$180,927
18) TOTAL UNDERWRITING EXPS	\$215,273	\$588,371	\$1,352,195	\$1,278,619	\$1,567,468	\$1,866,990
Total EXPENSE RATIO [(18)/(1)]	25.31%	27.14%	33.47%	33.28%	32.05%	31.06%
19) COMBINED LOSS & EXPENSE RATIO	28.20%	40.27%	108.75%	70.54%	94.74%	59.62%
20) NET UNDERWRITING GAIN/(LOSS) [(1)-(10)-(18)]	\$610,640	\$1,294,981	(\$353,533)	\$1,131,936	\$257,107	\$2,426,917
21) ALLOCATED INVESTMENT INCOME/(LOSS)	\$111,786	\$221,817	\$421,486	\$283,012	\$533,272	\$504,829
22) COMBINED INCOME/(LOSS) [(20)+(21)]	\$722,426	\$1,516,798	\$67,953	\$1,414,948	\$790,379	\$2,931,746

*1 - data not available from one company

*2 - data not available from 2 companies

EXHIBIT V:

Child Care Providers Liability Insurance Report (CIC Sec. 1864) Data Reported For Licensed Family Day Care Homes

CALENDAR YEAR	SMALL FDC HOMES Licensed for 1-6 Children		LARGE FDC HOMES Licensed for 7-12 Children	
	1999	2000	1999	2000
# of INSURERS Reporting FDC Data	12	16	3	4
1) PREMIUMS EARNED	\$844,582	\$838,274	\$5,885	\$1,329,777
2) PREMIUMS WRITTEN	\$849,648	\$812,822	\$17,194	\$844,581
NUMBER OF CLAIMS:				
3) OUTSTANDING at Beginning of Year	8	15	0	82
4) NEW During Reporting Period	10	13	1	122
5) CLOSED During Reporting Period	3	20	0	154
6) OUTSTANDING at End of Year	15	8	1	50
7) TOTAL LOSSES INCURRED	-\$55,235	-\$25,701	\$0	\$66,520
8) LOSS RATIO (7)/(1)	-6.54%	-3.07%	0.00%	5.00%
9) LOSS ADJUSTMENT EXPENSES (LAE)	\$79,512	\$65,832	\$277	\$178,048
10) Total LOSSES INCURRED + LAE	\$24,277	\$40,131	\$277	\$244,568
11) LOSS & LAE RATIO (10)/(1)	2.87%	4.79%	4.71%	18.39%
NUMBER OF POLICIES:				
12) IN-FORCE at Beginning of Year	7,019	7,044	1	2,821* ¹
13) WRITTEN During the Year	3,720	3,832	9	1,721* ¹
14) CANCELLED During the Year	355	512	0	3* ¹
15) NONRENEWED During the Year	3,344	3,348	0	3* ¹
16) IN-FORCE at END of YEAR	7,040	7,016	10	4,536
17) ALLOCATION OF EXPENSES:				
a. Commissions	\$83,590	\$97,924	\$141	\$243,092
b. Other Acquisition Costs	\$75,973	\$82,161	\$56	\$34,253
c. General Expenses	\$36,270	\$41,596	\$65	\$43,206
d. Taxes, Licenses, Fees	\$19,152	\$19,976	\$25	\$26,161
18) TOTAL UNDERWRITING EXPENSES	\$214,985	\$241,657	\$287	\$346,712
Total EXPENSE RATIO [(18)/(1)]	25.45%	28.83%	4.88%	26.07%
19) COMBINED LOSS & EXPENSE RATIO	28.33%	33.62%	9.58%	44.46%
20) NET UNDERWRITING GAIN OR (LOSS) [(1)-(10)-(18)]	\$605,320	\$556,486	\$5,321	\$738,497
21) ALLOCATED INVESTMENT INCOME/(LOSS)	\$111,645	\$104,758	\$140	\$117,059
22) COMBINED INCOME/(LOSS) [(20)+(21)]	\$716,965	\$661,244	\$5,461	\$855,556

Average Written Premium Per Policy

The rates that an insurer charges for a child care liability insurance policy or a homeowners' endorsement are not required to be filed under this section of the Insurance Code. Consequently, we are able to calculate only a rough estimate of the average written premium (AWP) per policy written based on the information submitted.

Exhibit VI summarizes the AWP for a FDC Home (Small and Large) policy and for a CC Center policy, based on available data from 1991 to 2000. The AWP's were calculated after removing the direct written premium for insurers that could not provide a policy written count.

EXHIBIT VI:

Average Written Premium - FDC Homes & CC Centers

Year	Small FDC Homes	Large FDC Homes	Small & Large FDC Homes	Child Care Centers
1991	\$145.38	\$1,585.55	\$195.07	\$4,279.45
1992	\$141.76	\$1,627.52	\$196.39	\$4,381.62
1993	\$130.99	\$1,964.52	\$187.47	\$3,962.19
1994	\$297.53	\$481.10	\$315.53	\$5,855.41
1995	\$316.01	\$474.64	\$357.11	\$6,511.77
1996	\$340.03	\$479.12	\$383.54	\$3,749.25
1997	\$134.05	\$9,822.00	\$140.51	\$5,413.13
1998	\$210.11	\$1,212.69	\$309.20	\$2,940.58
1999	\$228.40	\$1,910.40	\$232.46	\$4,353.04
2000	\$212.11	\$490.75	\$298.47	\$2,774.86

Note for CC Centers:

- 1991: The AWP was calculated without the premium from 1 insurer that was not able to provide a policies written count. Data were from 32 of 33 insurers, with direct written premium (DWP) of \$5,520,486 and policies written of 1,290.
- 1992: AWP was calculated based on data from 30 of 31 insurers with DWP of \$4,951,232 and policies written of 1,130.
- 1993: AWP was calculated based on data from 29 of 30 insurers, with DWP of \$4,746,711 and policies written of 1,198.
- 1994: AWP was calculated based on data from 23 of 26 insurers, with DWP of \$5,345,995 and policies written of 913.
- 1995: AWP was calculated based on data from 25 of 28 insurers, with DWP of \$6,746,194 and policies written of 1,036.
- 1996: AWP was calculated based on data from 20 of 23 insurers with DWP of \$4,859,034 and policies written of 1,296.
- 1997: AWP was calculated based on data from 23 of 24 insurers with DWP of \$4,741,919 and policies written of 876.
- 1998: AWP was calculated based on data from 22 of 24 insurers with DWP of \$4,299,031 and policies written of 1,462.
- 1999: AWP was calculated based on data from 26 of 27 insurers with DWP of \$4,079,341 and policies written of 931.
- 2000: AWP was calculated based on data from 26 of 27 insurers with DWP of \$4,104,022 and policies written of 1,479.

CIC §11555.2: MALPRACTICE INSURANCE – DENTAL, MEDICAL, AND LEGAL**CIC §12963: PUBLIC ENTITY LIABILITY INSURANCE**

Under CIC §11555.2, insurers transacting insurance covering liability for malpractice of any person licensed under the Dental Practice Act, under the Medical Practice Act, or under the State Bar Act, shall report specified statistics to the commissioner, by profession and by medical specialty, upon request of the commissioner. Likewise, under CIC §12963, each insurer transacting insurance covering liability for any public entity shall report specified data to the commissioner by type of claim, upon request of the commissioner.

For 2000, a data call was issued only for California Legal Professional Liability Insurance. The commissioner did not request a data call for either medical malpractice or public entity liability insurance. With regard to the legal liability data call, data was received from 20 companies/groups licensed in California to write legal liability insurance. The summary of their market share and loss ratio is provided below.

2000 California Legal Professional Liability Insurance

GROUP / COMPANY NAME	MARKET SHARE	WRITTEN PREMIUM	EARNED PREMIUM	INCURRED LOSSES	LOSS RATIO
American International Group	1.77%	\$1,815,147	\$1,863,534	\$2,155,794	115.68%
Carolina Casualty Ins Co	10.99%	\$11,291,505	\$10,566,923	\$4,741,804	44.87%
Clarendon National Ins Co	3.44%	\$3,532,755	\$1,851,551	\$269,019	14.53%
CNA Ins. Group	5.56%	\$5,707,088	\$6,605,272	\$27,534,514	416.86%
Doctors' Company	0.20%	\$201,144	\$144,011	\$60,485	42.00%
Executive Risk Indemnity Inc.	4.66%	\$4,785,778	\$4,779,975	\$9,437,487	197.44%
Great American Ins. Co.	2.50%	\$2,568,382	\$2,643,861	\$3,175,367	120.10%
Hartford Fire & Casualty Grp	1.27%	\$1,303,318	\$758,409	\$0	0.00%
Insurance Co of the West	0.94%	\$960,907	\$500,815	\$3,328,472	664.61%
Lawyers' Mutual Ins. Co.	22.96%	\$23,587,000	\$25,461,000	\$10,005,000	39.30%
Legion Ins. Group	1.58%	\$1,625,455	\$3,012,607	\$5,434,095	180.38%
Maguire Corp Grp	3.33%	\$3,422,594	\$2,917,462	\$1,560,656	53.49%
Northland Ins Co.	8.37%	\$8,595,266	\$8,053,571	\$4,974,954	61.77%
Redland Ins Co	4.33%	\$4,451,046	\$4,735,696	(\$547,233)	-11.56%
Royal & Sun Alliance USA	1.64%	\$1,687,062	\$1,610,132	\$6,155,413	382.29%
Saint Paul Companies (The)	0.71%	\$729,580	\$917,803	\$2,433,522	265.15%
TIG Ins Co.	15.60%	\$16,027,948	\$16,075,603	\$1,923,796	11.97%
Underwriter for the Professions	0.81%	\$831,333	\$1,106,120	\$464,570	42.00%
Westport Ins Corp	3.11%	\$3,194,320	\$2,140,244	\$1,096,634	51.24%
Zurich-American Ins. Group	6.25%	\$6,416,526	\$6,813,674	\$2,904,487	42.63%
20 Cos. / Group — Grand Total:	100.00%	\$102,734,154	\$102,558,263	\$87,108,836	84.94%

Top 10 Writers: 2000 California Legal Professional Liability Insurance

GROUP / COMPANY NAME Sorted by Market Share	MARKET SHARE	WRITTEN PREMIUM	EARNED PREMIUM	INCURRED LOSSES	LOSS RATIO
Lawyers' Mutual Ins. Co.	22.96%	\$23,587,000	\$25,461,000	\$10,005,000	39.30%
TIG Ins Co.	15.60%	\$16,027,948	\$16,075,603	\$1,923,796	11.97%
Carolina Casualty Ins Co	10.99%	\$11,291,505	\$10,566,923	\$4,741,804	44.87%
Northland Ins Co.	8.37%	\$8,595,266	\$8,053,571	\$4,974,954	61.77%
Zurich-American Ins. Group	6.25%	\$6,416,526	\$6,813,674	\$2,904,487	42.63%
CNA Ins. Group	5.56%	\$5,707,088	\$6,605,272	\$27,534,514	416.86%
Executive Risk Indemnity Inc.	4.66%	\$4,785,778	\$4,779,975	\$9,437,487	197.44%
Redland Ins Co	4.33%	\$4,451,046	\$4,735,696	(\$547,233)	-11.56%
Clarendon National Ins Co	3.44%	\$3,532,755	\$1,851,551	\$269,019	14.53%
Maguire Corp Grp	3.33%	\$3,422,594	\$2,917,462	\$1,560,656	53.49%
Top 10 Legal Malpractice Writers	85.48%	\$87,817,506	\$87,860,727	\$62,804,484	71.48%

Although a data call for medical malpractice insurance was not requested by the commissioner in 2000, the following is the market share and loss ratio for California licensed property/casualty insurers reporting data under Line 11, Medical Malpractice Insurance. This data was taken from the 2000 NAIC database.

2000 California Medical Malpractice Liability Insurance

Source: NAIC Database

GROUP / COMPANY NAME	MARKET SHARE	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES INCURRED	LOSS RATIO
Ace American Ins Co	0.274%	\$1,441,020	\$1,386,805	-\$247,783	-17.867%
Ace Fire Underwriters Ins Co	0.000%	\$120	\$302,444	-\$323,417	-106.935%
American Alt Ins Corp	0.187%	\$983,113	\$1,251,022	\$2,077,082	166.031%
American Cas Co of Reading PA	1.174%	\$6,177,166	\$6,422,813	-\$9,014,268	-140.348%
American Continental Ins Co	1.559%	\$8,200,382	\$11,186,616	\$13,225,978	118.230%
American Equity Specialty Ins Co	0.243%	\$1,276,572	\$858,050	\$241,504	28.146%
American Healthcare Ind Co	2.788%	\$14,663,032	\$14,592,299	\$6,424,747	44.028%
American States Ins Co	0.000%	\$558	\$754	\$0	0.000%
Associated Indemnity Corp	0.000%	\$852	\$852	\$0	0.000%
Century American Cas Co	0.002%	\$10,738	\$44,978	-\$959,035	-2132.231%
Chicago Insurance Co	.476%	\$7,765,653	\$7,734,472	\$1,778,959	23.000%
Church Mutual Ins Co	0.001%	\$7,125	\$6,670	\$4,690	70.315%
Claremont Liability Ins Co	0.266%	\$1,399,167	\$1,404,071	\$957,009	68.160%
Clarendon Natl Ins Co	0.693%	\$3,643,852	\$2,855,925	\$4,767,074	166.919%
CNA Casualty of California	0.000%	\$1,202	\$25,429	\$226,566	890.975%
Continental Ins Co	0.061%	\$322,255	\$235,504	-\$2,611,337	-1108.829%
Dentists Insurance Co	3.868%	\$20,344,983	\$20,142,562	\$6,896,733	34.240%
Doctors Co an Interins Exchnng	16.133%	\$84,862,360	\$84,857,700	\$25,736,816	30.329%
Executive Risk Ind Inc	1.082%	\$5,691,076	\$6,576,080	\$6,760,132	102.799%
Fairmont Insurance Co	0.000%	\$1,000	\$308	\$0	0.000%
Firemans Fund Ins Co	0.453%	\$2,383,200	\$2,637,372	-\$3,665,361	-138.978%
Fremont Indemnity Co	0.008%	\$41,697	\$85,181	-\$4,734,732	-5558.437%
Frontier Insurance Co	0.004%	\$18,763	\$19,086	-\$144,437	-756.769%
Frontier Pacific Ins Co	0.476%	\$2,504,586	\$2,885,410	\$1,880,596	65.176%
General Ins Co of America	1.884%	\$9,910,466	\$9,664,150	\$2,373,401	24.559%
General Star Natl Ins Co	0.022%	\$115,738	\$75,919	\$39,000	51.371%
Granite State Ins Co	0.080%	\$422,212	\$402,214	\$463,535	115.246%

2000 California Medical Malpractice Liability Insurance

Source: NAIC Database

GROUP / COMPANY NAME	MARKET SHARE	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES INCURRED	LOSS RATIO
Gulf Insurance Co	0.253%	\$1,328,367	\$994,535	\$316,774	31.851%
Insurance Co of North America	0.000%	\$175	\$102	\$90,182	88413.725%
Insurance Co of the State of PA	0.002%	\$12,737	\$11,402	\$65	0.570%
Interstate Indemnity Co	0.000%	\$2,500	\$375	\$30	8.000%
Kemper Indemnity Ins Co	0.037%	\$192,500	\$97,041	\$2,222	2.290%
Legion Insurance Co	0.185%	\$971,105	\$821,517	\$2,079,735	253.158%
Medical Ins Exchn of California	4.844%	\$25,482,353	\$28,577,748	\$10,434,379	36.512%
Medical Protective Co	0.922%	\$4,852,064	\$2,998,199	\$1,278,408	42.639%
National Casualty Co	0.018%	\$93,999	\$734,483	\$1,054,779	143.608%
National Fire Ins Co of Hartford	4.206%	\$22,125,544	\$21,709,893	\$15,190,286	69.969%
National Surety Corp	1.177%	\$6,189,860	\$6,124,640	\$1,407,182	22.976%
National Union Fire Ins Co of Pittsburgh	0.163%	\$854,837	\$2,073,904	\$3,947,958	190.364%
NCMIC Insurance Co	1.077%	\$5,665,002	\$5,737,017	\$1,868,952	32.577%
Norcal Mutual Ins Co	24.145%	\$127,005,679	\$128,625,943	\$58,765,151	45.687%
Northwest Physicians Mut Ins Co	0.790%	\$4,156,078	\$3,477,071	\$1,800,326	51.777%
Pennsylvania General Ins Co	0.004%	\$19,160	\$20,729	\$1,765	8.515%
Phico Insurance Co	0.534%	\$2,806,559	\$3,529,997	\$3,005,240	85.134%
Preferred Professional Ins Co	0.000%	\$158	\$154	\$9,021	5857.792%
Professional Undrwtrs Liab Ins Co	0.588%	\$3,092,923	\$3,032,777	\$1,479,906	48.797%
Scpie Indemnity Co	16.768%	\$88,204,712	\$103,208,917	\$26,958,124	26.120%
St Paul Fire & Marine Ins Co	1.636%	\$8,607,837	\$9,095,650	\$1,682,625	18.499%
St Paul Medical Liability Ins Co	0.052%	\$272,609	\$222,911	\$112,517	50.476%
St Paul Mercury Ins Co	0.138%	\$723,520	\$555,187	\$725,924	130.753%
TIG Indemnity Co	0.017%	\$86,816	\$68,408	\$30,001	43.856%
TIG Insurance Co	1.650%	\$8,681,063	\$7,228,706	\$2,317,180	32.055%
Topa Insurance Co	0.025%	\$129,850	\$131,746	-\$1,155,055	-876.729%
Transportation Ins Co	0.004%	\$22,340	\$36,504	\$0	0.000%
Travelers Ind Co of Illinois	0.000%	\$2,250	\$2,250	-\$124,645	-5539.778%
Truck Insurance Exchn	7.682%	\$40,410,201	\$42,015,871	\$20,615,830	49.067%
Westport Insurance Corp	0.010%	\$52,665	\$48,100	-\$154,100	-320.374%
Zurich American Ins Co	0.339%	\$1,782,195	\$920,834	\$2,999,321	325.718%
58 Licensed Companies w/ DWP > \$0	100.000%	\$526,016,546	\$547,757,297	\$208,893,535	38.136%

Top 10 Medical Malpractice Insurance Writers in California: Year 2000

GROUP / COMPANY NAME	MARKET SHARE	DIRECT PREMIUMS WRITTEN	DIRECT PREMIUMS EARNED	DIRECT LOSSES INCURRED	LOSS RATIO
Norcal Mut Insurance Co	24.145%	\$127,005,679	\$128,625,943	\$58,765,151	45.687%
Scpie Indemnity Co	16.768%	\$88,204,712	\$103,208,917	\$26,958,124	26.120%
Doctors Co An Interins Exchn	16.133%	\$84,862,360	\$84,857,700	\$25,736,816	30.329%
Truck Insurance Exchange	7.682%	\$40,410,201	\$42,015,871	\$20,615,830	49.067%
Medical Ins Exchn of CA	4.844%	\$25,482,353	\$28,577,748	\$10,434,379	36.512%
National Fire Ins Co of Hartford	4.206%	\$22,125,544	\$21,709,893	\$15,190,286	69.969%
Dentists Insurance Co	3.868%	\$20,344,983	\$20,142,562	\$6,896,733	34.240%
American Healthcare Ind Co	2.788%	\$14,663,032	\$14,592,299	\$6,424,747	44.028%
General Ins Co of America	1.884%	\$9,910,466	\$9,664,150	\$2,373,401	24.559%
TIG Insurance Co	1.650%	\$8,681,063	\$7,228,706	\$2,317,180	32.055%
Top 10 Med Mal Writers Total:	83.969%	\$441,690,393	\$460,623,789	\$175,712,647	38.147%

STRATEGIC PLANNING, POLICY & RESEARCH BRANCH

The Strategic Planning, Policy & Research Branch of the California Department of Insurance provides the public and insurance client groups with analysis of industry data and strategic policy research that will support a healthy and fair marketplace. This Branch consists of the Strategic Planning Office, the Policy Research Division, the Statistical Analysis Division, the Insurance Policy Initiatives Office and the Commissioner's Advisor on Disability Insurance and Health Care Issues. The Branch provides leadership in the development of the enterprise-wide organizational plan to support the Values, Vision, Mission, and Goals of the Department, tracks the Department's progress in meeting goals and objectives, and supports management initiatives in training and development. Additionally, the Branch coordinates the Department's involvement in the National Association of Insurance Commissioners' (NAIC) Gramm-Leach-Bliley Act (GLBA) Working Groups. The Commissioner's Advisor on Disability Insurance and Health Care Issues provides oversight on legislative and policy issues and coordinates the Department's regulatory efforts in the disability and health care insurance arenas.

STRATEGIC PLANNING OFFICE

Upon taking office in 2000, Commissioner Harry W. Low made the development of a Department-wide strategic plan a key initiative of his administration. The strategic plan was essential to building a Department that worked in collaboration among its many organizational branches, locations and 1,300 employees. As a result, the Strategic Planning Office was created in conjunction with the reorganization of the Department and placed within the Strategic Planning, Policy & Research Branch.

The office is charged with guiding the Department's management team in the development and execution of an effective strategic plan that provides a model for California state government. The strategic planning process began in November of 2000 with the establishment of a new Values, Vision, Mission and Goals statement for the Department. To facilitate the development of a meaningful Strategic Plan and to provide for input and buy-in from the entire administration, executive team meetings were convened in November 2000 and April 2001. In June 2001, the entire CDI management team met to discuss the final stages of the Strategic Plan development. After this extensive and collaborative drafting process, the California Department of Insurance released its Strategic Plan in July 2001.

In respect for the tragic events of September 11, 2001 and changing conditions in the insurance marketplace, Commissioner Low directed the management team to reevaluate the Strategic Plan for the upcoming year. The executive team was convened again in October 2001 and the management team in November 2001. The revision process incorporated input from the entire department. All Branches within the Department were encouraged to provide updates and revisions, and the goal to publish the 2002 Strategic Plan early in the new year was achieved.

POLICY RESEARCH DIVISION

The Policy Research Division produces studies of proposed and existing public policies affecting the Department of Insurance, consumers and the insurance industry. The Division conducts long-term insurance, policy, and statistical research, including specialized economic studies that may guide the Department's regulatory and legislative agenda.

The Policy Research Division also collects and analyzes information to provide recommendations to the executive management team about emerging public policy issues. The Policy Research Division is responsible for complex data research, analysis, and reports that can provide the Department with a strong factual foundation upon which to support the decision-making process.

Throughout 2001 the Division worked closely with an internal working group to analyze various approaches to modifying California's auto rating factors as required by Proposition 103. In part, the work of the Division helped establish three regulatory packages on automobile insurance rating factors including persistency, proxy weighting methodology, and prior approval rules.

In 2001, the Division began transitioning into new areas of research. After consultations with the other branches of the Department, several research proposals were developed and presented to the Department's executive team for prioritization. Some of these new research areas include:

- Developing of a measurement technique to quantitatively determine the amount of insurance fraud occurring in the private passenger auto insurance market;
- Enhancing the Department's early warning system for identifying and regulating troubled companies before their financial situation creates serious solvency problems;
- Creating a technique to measure the geographic concentration of insurers policies to help avoid companies being overly vulnerable to catastrophic events;
- Conducting a cost/benefit analysis of anti-fraud activities addressing workers compensation premium fraud; and
- Developing an economic model to better predict the premium tax revenues flowing into the Department to help establish a more effective budget forecasting tool.

STATISTICAL ANALYSIS DIVISION

The Statistical Analysis Division collects, analyzes and reports market trend data. This data provides the Department with recent market information upon which to evaluate the conditions of various insurance lines of business. In addition, the Statistical Analysis Division collects and reports information and research on the insurance industry, market conditions and other issues related to the California insurance market.

The Statistical Analysis Division is a project-oriented unit that produces reports and consumer-oriented studies for the Department and the public. Various Department divisions use the databases, studies and programs created by these units, such as the Consumer Services and Market Conduct Branch, the Criminal Investigations Branch, the

Rate Regulation Branch, and the Communications Office. In addition, the Statistical Analysis Division analyzes and develops legislation related to the collection of data by the Department of Insurance and how it can help support a healthy insurance marketplace and provide consumers with useful information.

The Statistical Analysis Division maintains computer systems to collect data and conduct in-depth analysis on millions of data elements submitted by the insurance industry and other sources. These computer systems are used to evaluate, compare and interpret massive raw data and statistics and to maintain and update annual and semi-annual reports based on that data. The data provided by the Statistical Analysis Division is also used by the public, consumer groups, industry, the Legislature, the media, university students, teachers, and the Department's management team and employees.

DURING 2001, THE STATISTICAL ANALYSIS DIVISION DID EXTENSIVE ANALYSIS OF:

- Private Passenger Automobile Liability and Physical Damage Experience by Zip Code, as required by California Insurance Code Section 11628(a).
- Annual Private Passenger Automobile and Homeowners Premium Comparison surveys, in accordance with California Insurance Code Section 12959.
- Annual Consumer Complaint Ratio Study, in accordance with California Insurance Code Section 12921.1.
- Insurance Policies for the Holocaust Era Insurance Registry, as required by California Insurance Code Sections 13800-13807.
- Insurance policies for the Slavery Era Insurance Policy Registry, as required by California Insurance Codes Sections 13810-13813.
- Annual Long Term Care Insurance Consumer Rate & History Guide, as required by California Insurance Code Section 10234.6.
- Annual Long Term Care Insurance Experience Survey, in accordance with California Insurance Code Sections 10232.3 (h), 10234.86, 10234.95 (l), 10235.9.
- Medicare Supplement Insurance Consumer Rate Guide, in accordance with California Insurance Code Section 10192.20.
- Commissioner's Report of Underserved Communities, in accordance with California Code of Regulations 2646.6.

The Statistical Analysis Division also conducted several management-requested data collections during the year that support long-term insurance data trend analysis. For example, since 1996, the Division has collected premium and policy counts for personal earthquake coverage to be used by the Department and the California Earthquake Authority (CEA). In addition, the Division collected and analyzed personal property premiums and exposures broken down by policy form and coverage amounts, and provided this information to the National Association of Insurance Commissioners (NAIC) for their annual report.

INSURANCE POLICY INITIATIVES

In 1999, the President of the United States signed into law the most sweeping federal financial modernization law

in nearly half a century, the Gramm-Leach-Bliley Act (GLBA). This federal law breaks down barriers among the banking, insurance, and securities industries and establishes a framework covering the responsibilities of federal and state regulation.

In 2001, the California Department of Insurance continued to support the efforts of the National Association of Insurance Commissioners (NAIC) to evaluate the implementation of the Gramm-Leach-Bliley Act and establish regulatory priorities reflected in the emerging global financial marketplace. The Department actively participated in each of the eight National Association of Insurance Commissioner's Gramm-Leach-Bliley Act Working Groups and several high-profile sub-committees. The Insurance Policy Initiatives office coordinates the participation of executive team and senior staff attorneys who review, analyze, comment, and participate in this historically significant regulatory evolution. Over the last two years, the Department has invested substantial time and resources to the study of GLBA. The CDI GLBA leadership team conducted legal analysis of new regulatory requirements, deliberated policy developments, considered means for effective financial solvency and intergovernmental enforcement mechanisms, and strategized about ways to establish strong working relationships with the NAIC and other state and federal regulators.

The Department's policy direction – while actively contributing to the NAIC's GLBA Working Groups – remains focused on the important protections that California insurance law has provided consumers for the past twenty years. For example, to ensure that the privacy regulations for health and financial information comply with both California law and GLBA, a CDI regulatory package was developed and released for public comment in December 2001. A Department policy direction that strengthens licensing requirements for agents/brokers to include a national criminal history background clearance as of January 1, 2002 was also enacted.

In November 2000, the Department produced the Gramm-Leach-Bliley Act (GLBA) First Anniversary Report and established a website to inform interested parties about the Department's goals, objectives and plans as they relate to the implementation of this law. The Department produced and distributed its second report on GLBA activities in February 2001 and will continue to update the GLBA website and provide reports to the public and our client groups as necessary. An updated CDI GLBA report is scheduled for release in February 2002.

COMMISSIONER'S ADVISOR ON DISABILITY INSURANCE AND HEALTH CARE ISSUES

In recognition of the importance of the Department's expanding role in the disability insurance and health care arenas, Commissioner Low established the Disability Insurance and Health Care Issues Advisor position in October of 2001. The Disability Insurance and Health Care Issues Advisor reports to the Deputy Commissioner of the Strategic Planning, Policy and Research Branch and advises the Commissioner and the Executive Team on disability and health care related insurance issues and their impact on public policy. Additionally, the Advisor examines regulatory oversight procedures and performs legislative review and analysis on all health insurance bills to determine departmental and policy implications.

The Disability Insurance and Health Care Issues Advisor accomplished many important tasks toward streamlining the Department's regulatory effectiveness within the disability and health insurance arenas. Since taking office in

October 2001, the Advisor has:

- Conducted a program review of California Department of Insurance (CDI) operations to identify all health insurance functions and outcomes. Developed an analysis report on the Regulatory Framework of the CDI for comparative review with the Department of Managed Health Care (DMHC) and developed a coordination and collaboration mechanism to strengthen our Departments' working relationship.
- Designed and developed a regulatory model for health care oversight within the CDI which builds on the current technical Branch operations, but creates an identifiable, cohesive, inter-Branch model for more effective regulatory oversight.
- Completed an overall Impact Study and Gap Analysis for the Department, in accordance with the Health Insurance Portability and Accountability Act (HIPAA) of 1996, identifying mechanisms to strengthen the privacy of health information throughout the Department's systems;
- Responsible for creating a strategic plan regarding health policy and legislative direction, including reviewing legislation and determining its applicability to the CDI, drafting the analysis, and providing testimony;
- Completed an analysis of the status of Multiple Employer Welfare Arrangements (MEWA) in California and developed testimony for the Commissioner to be presented at a Congressional Oversight Hearing on MEWAs;
- Developed functional analysis report and flow charts of Consumer Services Communication processes and operations for the U.S. Centers for Medicare and Medicaid Services (CMS) funded California Department on Aging Medigap Project.

The Disability Insurance and Health Care Issues Advisor continues to identify areas for improvement within the Department's regulatory oversight practices, internal and external communication strategies and state agency partnerships. Projects under development include the assembly of a California Insurance Code Health Code Compendium, and the further development of a user-friendly website for the "Health Focus" information site to include public notices of new laws and other health-related insurance information.

CONSERVATION & LIQUIDATION

Part II



Conservation & Liquidation Office

Combining Statement of Assets and Liabilities of Estates in Conservation

December 31, 2000 and 1999

Liquidation/Rehabilitation Date:	Liquidation Basis of Accounting (in thousands of dollars)	
	2000	1999 (As Restated)
ASSETS		
Cash and cash equivalents (restricted: 2000 - \$9,627 1999 - \$16,222)	\$14,325	\$20,251
Participation in pooled investments, at market (restricted: 2000 - \$3,011; 1999 - \$4,396)	876,630	848,051
Nonpooled investments, at market (restricted: 2000 - \$14,905; 1999 - \$14,307)	14,905	14,307
Statutory deposits held by other states	48,375	40,129
Recoverable from reinsurers (net of allowance for uncollectible balances: 2000 - \$97,674; 1999 - \$102,887)	130,803	146,931
Receivables (net of allowance for uncollectible balances: 2000 - \$218,818; 1999 - \$185,713)	50,665	86,453
Funds held by guarantee associations	208,645	203,384
Investment in subsidiaries held for sale	—	4,976
Accrued investment income	15,575	12,329
Other assets (restricted: 2000 - \$7,688; 1999 - \$9,801)	7,911	11,108
Total assets	1,367,834	1,387,919
LIABILITIES		
Secured claims	20,374	21,805
Administrative expenses (Class 1)	10,688	3,732
Claims against policies, including guarantee associations (Class 2), net of distributions	4,198,373	4,426,103
Federal claims having preference (Class 3)	2,543	488
California claims having preference (Class 6)	811	1,106
Other claims (Class 7)	993,182	993,649
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)	3,274	3,274
Deposits of ancillary estates, net	11,042	(7)
Rehabilitation plan trust liabilities	5,671	5,493
Commitments and contingencies (Note: 7,12 &14)	—	—
Total liabilities	5,245,958	5,455,643
Net deficiency in assets of domiciliary estates	\$(3,878,124)	\$(4,067,724)

The accompanying notes are an integral part of these combined financial statements

Combining Statement of Changes in Net Deficiency in Assets and Domiciliary of Estates in Conservation
For the years ending December 31, 2000 and 1998

Liquidation/Rehabilitation Date:	Liquidation Basis of Accounting (in thousands of dollars)	
	2000	1999 (As Restated)
Revenues		
Premium income, net of adjustments to unearned premium reserves	\$26	\$2
Change in reinsurance recoveries	(3,842)	(18,209)
(Net reimbursements (disbursements) for ancillary estate	47	40)
Net investment income	90,432	12,144
Change in net assets of trusts	(190)	80
Income from settlement of litigation	75	1,090
Salvage and subrogation recoveries	915	923
Forgiveness of claims	66,299	12,707
Other income	1,109	13,653
	154,871	22,350
Total revenues		
Operating expenses		
Incurred losses and loss adjustment expenses	(98,154)	(3,448)
All other claims expenses	2,211	8,015
General and administrative expenses	11,685	16,322
Professional fees	6,005	4,298
Legal fees	2,890	2,390
Property management	(3)	73
Revaluation of assets, net of gains/(losses) on sales	1,304	(4,828)
Change in allowance for uncollectible balances	30,283	(22,533)
Total operating expenses	(43,779)	289
Excess revenues over expenses before federal income taxes	198,650	22,061
Current federal income tax provision (benefit)	1,788	(329)
Change in net deficiency in assets of domiciliary estates	196,862	22,390
Net deficiency in assets of domiciliary estates, beginning	(4,067,724)	(4,090,114)
New estates	(7,262)	
Net deficiency in assets of domiciliary estates, end of year	(3,878,124)	(4,06,724)

The accompanying notes are an integral part of these combined financial statements

Combining Statement of Cash Flows of Estates in Conservation
For the years ending December 31, 2000 and 1999

	Liquidation Basis of Accounting (in thousands of dollars)	
Liquidation/Rehabilitation Date:	2000	1999 (As Restated)
Cash flows from operating activities		
Change in net deficiency in assets of domiciliary estates	\$196,862	\$22,390
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash used in operating activities:		
Realized (gain) loss on pooled investments, net	13,624	25,846
Realized (gain) loss on nonpooled investments, net	(29)	3
Unrealized (gain) loss on pooled investments, net	(39,483)	27,943
Unrealized (gain) loss on nonpooled investments, net	3	48
Unrealized (gain) loss on property	-	-
Revaluation of assets	1,304	(4,795)
Bad debt expense/Change in allowance	29,951	(22,796)
Forgiveness of Claims	(66,299)	(12,707)
Decrease (increase) in assets:		
Statutory deposits held by other states	2,951	(1,014)
Recoverable from reinsurers	21,041	40,488
Receivables	2,511	44,709
Funds held by guarantee associations	(5,261)	(6,527)
Investment in subsidiaries, held for sale	4,976	291
Accrued investment income	(3,247)	(1,084)
Other assets	727	(833)
Increase (decrease) in liabilities:		
Secured claims	(4,498)	(63,181)
Administrative expenses (Class 1)	5,711	(2,628)
Claims against policies, including guarantee associations (Class 2), net of distributions	(162,688)	(108,822)
Federal claims having preference (Class 3)	-	-
Examiner's fees (Class 4)	-	-
California taxes (Class 5)	-	-
California claims having preference (Class 6)	(302)	(240)
Other claims (Class 7)	(1,128)	(6,769)
Certificates of contributions, surplus notes, and premium refunds on assessable policies (Class 8) Interest of shareholders in any residual value in the estate (Class 9)	-	-
Deposits of ancillary estates, net	(51)	(3,732)
Rehabilitation plan trust liabilities	179	606
Net cash used in operating activities	\$(3,146)	\$(72,804)

The accompanying notes are an integral part of these combined financial statements

Combining Statement of Cash Flows of Estates in Conservation *(continued)*

For the years ending December 31, 1999 and 1998

	Liquidation Basis of Accounting (in thousands of dollars)	
	1999	1998 (As Restated)
Liquidation/Rehabilitation Date:	1999	1998 (As Restated)
Cash flows from operating activities		
Investment receipts		
Net withdrawals from pooled investments, by estates	\$19,907	\$29,601
Proceeds from sales or maturities of nonpooled securities	—	27,337
Proceeds from sale of property	66	1,249
Total investment receipts	19,973	58,187
Investment disbursements:		
Net contributions to pooled investments, by estates	22,620	64,246
Purchase of nonpooled securities	571	17,195
Purchase of property	—	—
Total investment disbursements	23,191	81,441
Net cash used in investing activities	(3,218)	(23,254)
Net decrease in cash and cash equivalents	(6,364)	(96,058)
Cash and cash equivalents at beginning of year	20,251	116,309
Cash and cash equivalents from new estate	438	—
Cash and cash equivalents at end of year	14,325	20,251
Supplemental disclosure of cash flow information		
Distributions to claimants (Classes 1-8)	57,423	83,421
Distirbutions to shareholders (Class 9)	2,429	6,386
Significant non-cash activities:		
Market value of securities transferred to the pools		
Distribution by transfer of property	—	484
Advances to guaranty associations	4,901	2,636

The accompanying notes are an integral part of these combined financial statements

1. ORGANIZATION

The California Insurance Commissioner (Commissioner), an elected official of the State of California, acts under the supervision of the superior court when conserving and liquidating insurance enterprises. In this capacity, the Commissioner is responsible for taking possession (conservation) of the assets of financially troubled insurance enterprises domiciled or incorporated in California. In order to discharge this responsibility, the Commissioner appoints special deputy insurance commissioners as agents to act on his behalf. The Commissioner has formed the Conservation & Liquidation Office (CLO) to support the activities of one of these special deputy commissioners. The CLO was created in 1994 to be the successor to the Conservation & Liquidation Division of the Department of Insurance, which was managed by state employees.

The Commissioner applies to the superior court for a conservation order to place a financially troubled enterprise in conservatorship. Under a conservation order, the CLO takes possession of the insolvent enterprise's financial records and real and personal property, and conducts the business of the enterprise until a final disposition regarding the enterprise is determined. The conservation order allows the CLO to begin an investigation that will determine, based on the enterprise's financial condition, if the enterprise can be rehabilitated, or if continuing business would be hazardous to its policyholders, creditors, or the public..

If, at the time the conservation order is issued or anytime thereafter, it appears to the Commissioner that it would be futile to proceed with the conservation of the financially troubled enterprise, the Commissioner will apply for an order to liquidate the enterprise's business. In response to this application, the court may order the Commissioner to act as liquidator and wind up the enterprise's business in the most expeditious fashion. Upon the issuance of a liquidation order, all outstanding policies are canceled. An enterprise subject to a conservation or liquidation order is referred to as an estate; if domiciled or incorporated in California, it is a domiciliary estate.

If an estate is domiciled or incorporated outside California, and provided it has sufficient assets located in California or there are sufficient persons residing in California having claims against the estate, then the Commissioner of the estate's domiciliary state petitions the California superior court to create an ancillary proceeding. The ancillary proceeding is referred to as an ancillary estate. The function of an ancillary estate is to marshal any assets belonging to the enterprise which are held in California in order to protect California claimants. In certain circumstances, the ancillary assumes the responsibility to adjudicate and pay claimants. Legal title to the ancillary's assets is vested with the insolvent enterprise. Custody of the assets within the state is vested with the California ancillary receivership, which is generally under the jurisdiction of the CLO.

2. BASIS OF PRESENTATION

The accompanying combined financial statements have been prepared on the liquidation basis of accounting in conformity with generally accepted accounting principles. These combined financial statements reflect the combined financial position and activity of each of the estates in the custody of the Commissioner, in his role as

Conservator, which have been assigned to the responsibility of the CLO, excluding the Superior National Insurance Group companies which are reported separately. Estates assigned to other special deputy insurance commissioners are excluded from this report. When responsibility for an existing estate is transferred to the CLO from another special deputy insurance commissioner during the year, the CLO takes responsibility for all activities from the beginning of the year. The combined financial statements reflect the activity of the estate for the whole year.

In 2000, the Superior National Insurance Companies entered into conservation and liquidation, under the CLO's supervision. The financial statements for these five estates have not been included in these financial statements, as management is still determining the opening balances at the date the CLO obtained responsibility. Generally accepted accounting principles require that the CLO include the financial statement results of these five estates in their combined financial statements. The effect of this departure from generally accepted accounting principles on the combined financial statements is not reasonably determinable but believed to be material.

Under the liquidation basis of accounting, assets are stated at their estimated net realizable values. Liabilities are stated at their ultimate amounts and are subsequently adjusted to settlement amounts upon final distribution. A new cost basis is established at the date of liquidation. The assets and liabilities of existing estates transferred to the CLO during the year are recorded on a liquidation basis at the time the responsibility is transferred.

The valuation of assets and liabilities requires many estimates and assumptions, as there are substantial uncertainties in carrying out the provisions of the liquidation proceedings. The actual value of liquidating distributions will depend upon a variety of factors including, among others, the proceeds from the sale of the estate's assets and the actual timing of distributions. The actual amount of these distributions could be higher or lower than the amounts indicated, which are based upon CLO management's estimates as of the date of the combined financial statements.

Generally accepted accounting principles require that the financial statements of entities in liquidation, including non-insurance companies, provide for an estimate of future administrative costs. It is the CLO's policy not to accrue estimates of administrative costs to liquidate the estate's remaining assets and costs to pursue or litigate claims against others. The effect of this departure from generally accepted accounting principles on the combined financial statements is not reasonably determinable but is believed to be material.

The activity of ancillary estates is included within the combined financial statements. To the extent that the CLO has recorded assets of these estates, an equal amount of liabilities has been established indicating that these funds are held in trust by the CLO (Note 3) and are not a component of net deficiency in assets of domiciliary estates. For those ancillary estates for which the CLO has the responsibility to adjudicate claims, liabilities are stated at their estimated amounts and any differences between assets and liabilities are included as a component of net deficiency in assets of domiciliary estates.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and Cash Equivalents

Cash and cash equivalents consist of cash in banks, investments in money market funds and all investments with original maturities of three months or less. Investments with maturities of greater than three months, but due in one year or less, are classified as shortterm investments.

Cash and cash equivalents in the amount of \$22,115 and \$37,773 as of December 31, 2000 and 1999, respectively, are included in the participation in pooled investments balance (Note 4).

Restricted cash is segregated in accordance with restrictions imposed by court order, a loan or security agreement, California statute, or escrow agreements, and is generally unavailable for administrative expenses.

Pooled and Nonpooled Investments

All investments, including shortterm investments and debt and equity securities, are stated at fair value, which approximates market value. Market values are those provided by the depository trust institution in possession of the securities at the balance sheet date or through brokerage institutions. Where market values are not readily determinable, fair value represents management's best estimate of the investments' fair value. Restricted investments are either restricted by court order, held in trust, or represent a deposit whose use is restricted by statute.

Unrealized and realized gains and losses are included as a component of net investment income. The cost of securities sold is based on the first in – first out method and realized gains (losses) are computed based on the securities' original cost. Transfers of nonpooled investments to a pool are considered a sale resulting in non-pooled realized gains and losses and a non-cash transfer. Transfers from one pool to the other are considered a sale resulting in pooled realized gains and losses and a non-cash transfer (Note 4).

The majority of the invested assets of the estates, excluding Superior National Insurance Companies in liquidation, are combined for investment purposes into an investment pool. Each of the participating estates owns a percentage of the pool based on its proportionate share of the fair value of the pool's net assets. The net assets are valued at fair value on a monthly basis and estate ownership is computed monthly based on contributions and withdrawals by participating estates. Withdrawals are made in order to fund estate expenses and distributions. CLO expenses are allocated to the estates monthly.

Realized and unrealized gains and losses are allocated monthly based on the estate's ownership percentage in the pool.

Statutory Deposits Held by Other States

In the normal course of writing insurance, insurance companies are required by state statute to deposit funds with the insurance departments of the states in which they transact business. These deposits are comprised of restricted cash and cash equivalents, shortterm investments, and bonds, and are considered domiciliary estate

invested assets by the CLO. Upon liquidation, the statutory deposits are transferred to the CLO's control on behalf of the estate, or impounded by the various state insurance departments for the protection of policyholders within their jurisdiction (consistent with ancillary estates of the CLO). Subject to statutory restrictions, the various receiverships may use these funds to pay administrative expenses or claims of the estate arising within their state. Administrative expenses are recorded upon notification from the various ancillary proceedings. It is uncertain whether all or a portion of the domiciliary statutory deposits will be available to the CLO in satisfying the obligations of the estate's liquidation proceedings.

Recoverable from Reinsurers

Recoverable from reinsurers includes amounts recoverable from either ceded or retroceded loss and loss adjustment expense payments, as well as any assumed reinsurance premiums and reinsurance commissions due to the estates. Recoverables from reinsurers are presented net of a provision for uncollectible amounts. For some estates the CLO has not consistently recorded an estimate for reinsurance recoverables on paid and unpaid losses. (Note 7).

Receivables and Other Assets

Receivables, including premiums from insureds and agents and amounts due from affiliates, vendors and trusts established on behalf of certain estates, are shown net of provisions for uncollectible amounts. Other assets generally include property and equipment, prepaid expenses, and common stock held other than as an investment.

Investment in Subsidiaries Held for Sale

The CLO values an estate's investment in a subsidiary held for sale on a liquidation basis of accounting and records the investment under the equity method at estimated net realizable value. The CLO has insufficient information to permit a best estimate as to the fair value of certain assets of the Executive Life Insurance Company. Generally accepted accounting principles require that the CLO obtain all available information to enable them to make their best estimate of the value of these assets. The effect of this departure from generally accepted accounting principles is not determinable, but is believed to be material.

Liabilities

Except when otherwise provided in a rehabilitation plan, asset distributions after the discharge of secured claims are made in accordance with California Insurance Code section 1033, which prescribes that claims on estate assets are paid according to a priority. This is modified periodically, and all previously reported balances have been reclassified in accordance with the latest priority structure, which was last modified January 1, 2000. Certain estates, for which distributions have already been made, are subject to earlier priorities or to rehabilitation agreement provisions. The resulting changes, if any, in the relative priorities of certain liabilities has not had a material effect on claimants included within a class.

The order of priority for payment is generally as follows:

Secured claims	Liabilities of the estate for which the creditor has perfected a lien against specific estate assets. These claims are generally discharged by a return of the collateral.
Administrative expenses (Class 1)	Expenses of administration.
Claims against policies (Class 2)	All claims of guarantee associations, together with claims for refund of unearned premiums, and all claims under policies of an insolvent insurer that are not claims covered by guarantee associations.
Federal claims having preference (Class 3)	Claims having preference by the laws of the United States.
Examiner's fees (Class 4)	Unpaid charges due under the provision of Insurance Code section 736 (Insurance Regulatory Examinations).
California taxes (Class 5)	Taxes due to the State of California.
California claims having preference (Class 6)	Claims having preference by the laws of California.
Other claims (Class 7)	Claims of creditors not included in classes 1 through 6.
Capital claims (Class 8)	Certificates of contribution, surplus notes, and premium refunds on assessable policies.
Shareholder claims (Class 9)	Interest of shareholders or other owners in any residual value in the estate.

Upon issuance of a liquidation order covering an enterprise, the CLO publishes a notice to the enterprise's policyholders, creditors, shareholders, and all parties interested in the enterprise's assets. The notice requests proofs of claims be filed with the CLO before the final filing date published in the notice of liquidation. The valuation of each proof of claim is determined in accordance with policy provisions and statutory requirements.

The probability of a valid claim being paid is dependent on the valuation of the claim, the order of preference of the claim and the amount of funds remaining after other claims having higher preference have been discharged. Each priority class of claims must be fully paid before any distribution may be made to the next priority class. All members of a class receiving partial payment must receive the same prorata amount.

Interim or partial distributions may be ordered by the court before the final distribution to close an estate is made.

Claims against Policies, including Guarantee Associations (Class 2), net of distributions

At the time the CLO takes possession of an estate, it is generally the CLO's policy to establish a reserve for loss and loss adjustment expenses in the combined financial statements equal to the reserve recorded by the estate

just prior to its seizure by the CLO. This liability is included in claims against policies, and is adjusted for changes resulting from a continuous review process. Certain estates are subject to a rehabilitation plan which fixes the estate's liability to policyholders. These liabilities are reduced by distributions to policyholders and guarantee associations.

Reserves for loss and loss adjustment expenses included in the combined financial statements differ from the accounting policy noted above. For certain estates, reserves are based on state insurance guarantee associations' estimates of the ultimate cost of settling policyholder claims. Insurance guarantee associations, including the California Insurance Guarantee Association (CIGA), have been established in each state to meet the obligations of insolvent insurers by administering and disbursing covered claims. Valid policyholder claims that are either not covered by the insurance guarantee associations or are in excess of the insurance guarantee association limitations are administered by the CLO. Reserves established by guarantee associations and the CLO may not reflect the ultimate cost of settling all claims (Note 10).

The method of making estimates and establishing the resulting provisions is based on actuarial assumptions as to future contingencies and as to the applicability of other data sources such as recent settlements, claim frequency, and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and on other factors that are considered to be appropriate modifiers of past experience.

Changes in the original estimate of reserves for losses and loss adjustment expenses resulting from the continuous review process, and differences between estimates and payments for claims, are included in the Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation for the period in which the estimates are changed or payments are made. Reserves for losses and loss adjustment expenses have not been reduced by amounts recoverable from reinsurance agreements, anticipated earnings on investable funds, or salvage and subrogation receivables.

The CLO has limited historical data on certain estates for use in estimating loss and loss adjustment expense reserves; therefore, the variability normally inherent in estimating the liability for loss and loss adjustment expenses is increased. Although the CLO may consider its experience and industry data in determining such reserves (Note 10), assumptions and projections as to future events are necessary and ultimate losses may differ significantly from amounts projected in the near term.

Federal Claims having preference(Class 3)

When a title company is placed into conservatorship or liquidation by the Commissioner, the underwriters of the title company may agree to fund any shortfall in the title company's escrow trust accounts. Section 12376(e) of the California Insurance Code states "A title insurer who compensates an escrow account holder for shortages pursuant to this section shall be entitled to make claims for reimbursement, proportionate to its contribution pursuant to subdivision (b), from the estate in conservatorship, liquidation bankruptcy, or receiver-

ship...” The claim for the shortfall funded by the underwriter(s) has been classified a Class 3 liability under Section 1033 of the California Insurance Code.

Deposits of Ancillary Estates, net

The CLO’s policy is to coordinate the liquidation of the ancillary estate with the liquidation of the enterprise in the ancillary’s state of domicile; however, the court proceedings are autonomous and claims filed in each state proceeding may be considered and adjudicated separately.

Where applicable, the Uniform Reciprocal Liquidation Act (the Act) governs the CLO’s administration of an ancillary estate. The ancillary estate’s assets can be used by the CLO to discharge allowed claims in California, pay for administrative expenses of the California proceedings or be returned to the domiciliary receiver upon fulfillment of certain conditions. If the ancillary’s state of domicile does not participate under the Act, the CLO has the right to retain all of the assets until all California claimants are satisfied.

Deposits of ancillary estates are recorded until the CLO arrives at an agreement with the domiciliary receiver as to the intended use of the assets held by the CLO (Note 6). At that time, a liability is established within the priority class structure by reclassifying an appropriate portion of the deposit. Distributions to the domiciliary state or to CIGA by the ancillary are recognized as reductions of assets and an equal amount of liabilities. These distributions are made with the approval of the court having jurisdiction. The CLO records estimated claim liabilities for ancillary estates for which the CLO has primary responsibility to adjudicate claims.

Rehabilitation Plan Trust Liabilities

In certain estates, distributions have been deferred, assets have been restricted and a related rehabilitation plan trust liability has been established. Distributions and expenses incurred are recognized as reductions of assets along with an equal amount of liabilities. CLO administrative expenses and investment income related to the trust are considered period costs and revenues, respectively.

Net Deficiency in Assets of Domiciliary Estates

The net deficiency in assets of domiciliary estates represents the current estimate of the amount by which the estimated claims against domiciliary estates and certain ancillaries exceed the net realizable value of the estates’ assets. The deficiency in assets is shown net of excess assets of domiciliary estates of approximately \$110 million at December 31, 2000 and \$104 million at December 31, 1999. The net deficiency in assets may change as future information regarding the claims against policies or liabilities against an estate are reported to the CLO.

Excess assets of domiciliary estates represent the excess of assets over known liabilities for those domiciliary estates in which such excess exists. Excess assets of those domiciliary estates are expected to be used to satisfy future administrative expenses of the estate, settle liabilities in excess of amounts recorded in the accompanying financial statements, or be returned to shareholders as a Class 9 distribution after the settlement of all other higher priority liabilities. The liabilities of those estates which have excess assets may or may not contain the

total estimate of claims against policies (Note 10), specific adjustments relating to the review of various reinsurance treaties (Note 7), assets or liabilities which have not been reported to the CLO incurred on behalf of the estates (Note 12, 13 & 14), or an estimate for future administrative costs (Note 3). Additional information for those estates with excess assets may be available in the future resulting in adjustments to the presently recorded liabilities. These adjustments could reduce the assets available to satisfy all claimants of the estates and could result in a deficiency in assets.

Restatements and Reclassifications

It is the CLO's policy to determine whether certain transactions require restatement of the beginning net deficiency in assets of domiciliary estates or deposit of ancillary estates balances or whether the transactions represent a change in estimate and should be accounted for in the current period. The CLO considers certain factors such as the nature and date of the transaction and whether it is in the purview of the CLO's normal operating activities. However, for the purpose of these financial statements, the CLO has generally accounted for transactions in the current period, whether or not they represent changes in estimates or corrections of errors. Generally accepted accounting principles require that the CLO consistently distinguish between correction of errors which require restatement and changes in estimates. The effect of this departure from generally accepted accounting principles on the combined financial statements is not reasonably determinable but is believed to be material.

Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation

When the CLO takes possession of an estate, an estimate of each asset and liability is established in accordance with the liquidation basis of accounting. The Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation reflects subsequent adjustments to the estimates of assets and liabilities, investment income earned, operating activity for the period being reported on, and costs to administer estates, as incurred.

Net Reimbursements (Disbursements) for Ancillary Estates

CLO administrative expenses and investment income related to the ancillary estates are considered to be period costs and revenue, respectively. Generally, ancillary estate funds expended by the CLO are expected to be in excess of investment or other income received. Administrative expenses in excess of revenue are reflected in net reimbursements for ancillary estates. These amounts reduce the funds held on deposit on behalf of the domiciliary state. Certain ancillary estates earned revenue in excess of expenses incurred; these additional funds reduce net reimbursements for ancillary estates and are owed to the domiciliary receiver or will be used to pay future administrative expenses of the CLO.

Net Investment Income

Net investment income includes all interest and dividends earned net of interest and investment expense, and realized and unrealized gains, net of losses, on cash and cash equivalents, pooled and non-pooled investments, statutory deposits, guarantee association deposits and investments in subsidiaries.

Forgiveness of Claims

Claims are extinguished with court approval, most frequently at the time the court approves a final distribution. At this time, if there are not adequate assets to satisfy all liabilities, the excess liabilities are reflected as excess claims forgiven on the Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation.

Incurred Losses and Loss Adjustment Expenses

Incurred losses and loss adjustment expenses consist of changes in estimates of policyholder claims, including gains and losses on commuted reinsurance contracts. Such gains and losses are accounted for in the year of commutation.

All Other Claims Expenses

All other claims expenses consist of changes in estimates of Class 3 through Class 9 liabilities.

General and Administrative Expenses

General and administrative expenses are directly charged to estates wherever individually attributable to them. Where expenses relate to more than one estate, the CLO utilizes a cost allocation methodology to allocate to each of the estates a portion of expenses incurred on their behalf. Included in general and administrative expenses are amounts of \$6,804 and \$8,588 in 2000 and 1999, respectively, for allocated expenses. Allocated expenses applicable to all of the estates include CLO employee salaries and benefits, payroll taxes, indirect legal expenses, rent, utilities and other general overhead costs. These shared expenses are allocated to each estate based on factors derived from the direct CLO labor hours charged to each estate and the outstanding claims against each estate.

The CLO borrows funds from the investment pool to purchase property, plant, and equipment or to prepay vendors for goods and services. The CLO allocates the related expenses to the estates over the life of the asset purchased or in the period the expense is accrued.

In accordance with California Insurance Code Section 1035, the Commissioner may petition funds from a general appropriation of the State of California (the Insurance Fund) if an estate does not have sufficient assets to pay for administrative expenses. Included in receivables at December 31, 2000 and 1999, are funds petitioned from the Insurance Fund for reimbursement of approximately \$724 and \$54, respectively.

Revaluation of Assets Net of Gains/(Losses) on Sales

Under the liquidation basis of accounting, all estate assets are generally considered in liquidation and are carried at estimated net realizable value. Revaluation of property represents changes in the carrying value during the year. Depreciation and amortization of these assets are not recorded for periods subsequent to the date of liquidation order, unless the asset remains in temporary use by the estate. Gains and losses on sales of property are also included in this amount.

Current Federal Income Tax Provision (Benefit)

The treatment of estates for federal income tax purposes varies. Estates formerly taxed as property-casualty companies may qualify for exemption from federal income tax unless they are members of an affiliated group that includes other insurers. Other estates are taxed under provisions of the Internal Revenue Code applicable to life insurers or other corporations.

Estates that are members of an affiliated group allocate taxes among group members in accordance with tax sharing agreements. If no tax sharing agreement exists, members of the group reporting taxable losses are allocated the tax benefits attributable to their losses when such losses are used to offset income of profitable members. Members reporting taxable income calculate tax expense as if filing separate income tax returns.

Payments of tax expenses are made in accordance with priority statutes.

Deferred taxes, principally deferred tax assets, have not been provided for, nor have net operating loss carry forwards been disclosed because their realization is considered remote. The difference between tax expense and the expected tax based upon statutory rates is due to tax exempt estates, net operating loss carryovers, alternative minimum taxes, adjustments to prior years' liabilities and alternative minimum tax credits.

Combined Statement of Cash Flows

The Combined Statement of Cash Flows does not reflect purchases, sales and maturities of individual pooled investments. Rather, each estate's net change in investment activity is reflected as net contributions or net withdrawals from investments, by estate.

Cash and cash equivalents from new estates, at the date of conservation or liquidation, consists of cash in banks, investments in money market funds and investments with original maturities of three months or less held by an estate at date of conservation.

Distributions

Distributions disclosed within the Combined Statement of Cash Flows are courtapproved payments for Class 2 through Class 9 liabilities.

A specific type of distribution is referred to as an early access distribution. The court may permit the estate to provide a guarantee association "early access" to estate assets. These payments are made specifically to guarantee associations based on a petition approved by the court (Note 10).

If estates have assets in excess of liabilities, the court may award interest to claimants based on their allowed claims. This interest accrual is limited to 7% per year calculated for the period from the later of the date the claim became liquidated, as defined by statute, or the date of the liquidation order, to the date of final distribution. The CLO's policy is to not accrue or pay interest unless 100% of all classes of claims have been paid.

Final distributions are ordered by the court to distribute the remaining assets of an estate to claimants or insurance guarantee associations, or to remit funds to the domiciliary receiver if the estate is an ancillary estate.

The court may order a distribution of assets to shareholders (Class 9) when all other higher priority claims have been satisfied. The CLO's policy is to not accrue a Class 9 liability and related expense until the distribution is ordered by the court.

Principles of Combination

The accompanying combined financial statements include the accounts of the estates and their subsidiaries. Generally, these subsidiaries are also in conservation. All material intercompany balances and transactions have been eliminated in combination.

Pervasiveness of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles, prepared on a liquidation basis of accounting, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. The major estimates recorded include reserves for claims against policyholders, reinsurance recoverables on unpaid losses, and allowances for uncollectible amounts. These estimates are only partially recorded due to the unavailability of reliable or complete information.

Notes to Combined Financial Statements

(in thousands of dollars)

4. Investments**Participation in Pooled Investments**

The original cost and estimated fair values of pooled investments (excluding amounts attributed to entities, which are not included in the combined report) are as follows:

	Original Cost	Unrealized Gain	Unrealized Loss	Estimated Fair Value
December 31, 2000				
Cash and cash equivalents	\$22,115	—	—	\$22,115
U.S. Government-backed securities	\$344,290	\$9,695	—	\$353,985
Corporate bonds	\$323,552	\$10,267	\$941	\$332,878
Asset-backed securities	\$148,764	\$3,451	\$61	\$152,199
Other government bonds	\$15,595	\$48	\$241	\$15,402
Common Stock	\$52	—	\$1	\$51
Total	\$854,368	\$23,461	\$1,199	\$876,630
December 31, 1999				
Cash and cash equivalents	\$37,773	—	—	\$37,773
Short-term investments	\$24,047	\$201	—	\$24,248
U.S. Government-backed securities	\$173,096	\$96	\$2,879	\$170,313
Corporate bonds	\$417,631	\$168	\$11,096	\$406,703
Asset-backed securities	\$230,377	\$9	\$3,259	\$227,127
Other government bonds	\$31,315	\$330	\$513	\$31,132
Common Stock	\$52	—	\$1	\$51
Payable for securities purchased	\$(49,296)	—	—	\$(49,296)
Total	\$864,995	\$804	\$17,748	\$848,051

Non pooled Investments

The majority of non-pooled investments are held in separate accounts, based on specific requests by the court. The original cost and estimated fair values of nonpooled investments are as follows:

December 31, 2000			
Short-term investments	\$14,837	\$68	\$14,905
December 31, 1999			
Short-term investments	\$14,235	\$72	\$14,307

Contractual Maturity of Pooled and Nonpooled Investments

The original cost estimated fair value at December 31, 2000, of pooled and nonpooled investments, by contractual maturity, are as follows:

Pooled investments				
Due in one year or less	\$22,115	—	—	\$22,115
Due after one year through five years	\$336,727			\$343,387
Due after five years through ten years	\$317,746			\$329,459
Due after ten years	\$28,963			\$29,419
Asset-backed securities	\$148,765			\$152,199
Common stock	\$52			\$51
Total	\$854,368			\$876,630
Nonpooled Investments				
Due in one year or less	\$14,837			\$14,905

Excepted maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations.

Notes to Combined Financial Statements

(in thousands of dollars)

4. Investments *continued***Realized Gains and Losses**

The realized gains and losses on the sale of securities included in the determination of changes in net deficiency in assets of domiciliary estates, consisted of the following:

	2000	1999
Investment within the Pool		
Gains	\$10,217	\$3,650
Losses	\$(23,841)	\$(29,496)
Total	\$(13,624)	\$(25,846)
Nonpooled Investments		
Gains	\$29	—
Losses	—	\$(3)
Total	\$(29)	\$(3)

5. Statutory Deposits

The estimated market value of the components of statutory deposits held by various states on behalf of the California-domiciled companies to which the Commissioner has title at December 31 are as follows:

	2000	1999
Cash and cash equivalents	\$7,085	\$13,378
Short term Investments	\$1,826	\$7,089
Bonds	\$39,464	\$19,662
Total	\$48,375	\$40,129

Notes to Combined Financial Statements

(in thousands of dollars)

6. Assets and Liabilities of Ancillary Estates

The assets held in trust and estimated liabilities of insolvent insurers domiciled in states other than California at December 31 are comprised of the following:

	2000	1999
Assets		
Cash and cash equivalents (restricted: 2000-\$0; 1999-\$0)	\$—	\$—
Participation in pooled investments, at market (restricted: 2000-\$0; 1999-\$0)	\$5,329	\$6,844
Statutory deposits held by other states	11,121	—
Receivables (net of allowance for uncollectible balances: 2000-\$3,283; 1999-\$4,456)	\$4	\$13
Accrued investment income	\$93	\$98
Other assets	—	\$—
Total assets	\$16,547	\$6,955
Liabilities		
Secured claims	—	\$—
Administrative expenses (Class 1)	\$110	\$67
Claims against policies, including guarantee associations (Class 2), net of distributions	\$8,528	\$12,581
Federal claims having preference (Class 3)	\$488	\$488
Other claims (Class 7)	\$3,987	\$ 3,987
Deposits of ancillary estates, net	\$11,042	\$(7)
Total liabilities	\$24,155	\$17,116
Net deficiency in assets	\$(7,608)	\$(10,161)

Approximately \$1,775 and \$4,371 was distributed by ancillary estates during 2000 and 1999 respectively.

7. RECOVERABLE FROM REINSURERS

Reinsurance is the assumption by one insurer (reinsurer) of all or part of a risk originally undertaken by another insurer. The use of reinsurance agreements does not eliminate the insurer's obligation to pay losses in full. To the extent that a reinsurer is unable to meet its obligations, the insurer is liable for such defaulted amounts. The recoverable from reinsurers balance typically includes amounts related to losses incurred by the estate when it was an insurer of either direct or assumed business. In addition to this component, the accompanying combined financial statements' recoverable from reinsurers balance includes receivables for assumed premiums.

For certain estates, the reinsurance recoverable on paid and unpaid losses has not been fully evaluated by the CLO. The CLO books and evaluates reinsurance recoverable when the information becomes available. In some cases, part of an estate's recoverable from reinsurers represents the balance at the time the estate was taken over by the Commissioner. The balance may not include paid claim information from all of the state guarantee associations and is not a reliable estimate of the balance at December 31, 2000 and 1999. Because of the difficulty in estimating the recoverable for estates with incomplete claim information, estates which have received recent actuarial examinations have used this reserve data to estimate reinsurance recoverable on unpaid losses.

Due to the uncertainty of the completeness and recoverability of these amounts, the amounts presented for certain estates may not represent an accurate determination of the ultimate amounts recoverable. The CLO has not consistently performed an analysis of reinsurance contracts to determine if the accounting for these contracts complies with generally accepted accounting principles in relation to transfer of risk and prospective versus retroactive reinsurance.

Generally accepted accounting principles require the CLO to record reinsurance recoverables, related to all unpaid and paid claims and claim adjustment expenses, to which the estates are entitled and perform an analysis of reinsurance contracts in relation to transfer of risk and prospective versus retroactive reinsurance. The effect of these departures from generally accepted accounting principles on the combined financial statements is not reasonably determinable but is believed to be material..

8. RECEIVABLES

Receivables include a recoverable, net of allowance, of \$26,577 and \$51,501 of Mission Insurance Company Trust from a related entity not combined into these financial statements at December 31, 2000 and 1999, respectively.

9. FUNDS HELD BY GUARANTEE ASSOCIATIONS

Funds held by guarantee associations represent amounts recoverable from guarantee associations due to excess payments made by an estate.

10. Claims against Policies, Including Guarantee Associations (Class 2)

The components of policyholder claims or "claims under policies of insurance" (Class 2) are as follows:

	2000	1999 (As Restated)
Reserves for losses and loss adjustment expenses, including liabilities fixed by rehabilitation plans (2000-\$2,999,284; 1999-\$3,139,001) and amounts due to CIGA (2000-\$822,369; 1999-\$845,860) and other state guarantee associations (2000-\$452,922; 1999-\$443,970)	\$5,880,992	\$6,163,237
Unearned premium reserves due to policyholders and agents	\$16,074	\$16,476
Total	\$5,897,066	\$6,179,713
Less:		
Payments to guarantee associations, including interest	\$807,139	\$802,655
Payments to other claimants	\$891,554	\$950,955
Total	\$4,198,373	\$4,426,103

RESERVE FOR LOSSES AND LOSS ADJUSTMENT EXPENSES

The reserves for losses and loss adjustment expenses reported above and within the combined financial statements represent the balance of the ultimate settlement value of policyholder claims against the estates to the extent known by the CLO. The reserves and related salvage and subrogation are based on, in some cases, incomplete information and have not been fully evaluated by an independent actuary for claims development or for claims which have been incurred but not reported.

For many estates, individual claims have not been fully reviewed by the CLO to ensure the claims are within the policy provisions and considered allowable against the estate. To the extent that information is available, management has included amounts which CIGA and other state guarantee associations have attributed to outstanding claims, as well as reserve data from estates which have received recent independent actuarial examinations of reserves. Management has been informed by CIGA and CIGA's auditors that certain claim information reported by CIGA may be incomplete. Management also believes that information reported by other state guarantee associations may also be incomplete.

Certain estates are subject to a Rehabilitation Plan, which fixes the estate's liability to policyholders. This liability is included in Claims against Policies, and is reduced by distributions to policyholders.

Due to uncertainty as to the ultimate settlement cost of policyholder claims and policyholder contract shortfalls, the effect of adjustments to the reported amounts is not presently determinable, but is expected to have a material effect on the combined financial statements. Management has been unable to obtain enough reliable data, including claims paid, claim reserves and advances paid, from the guarantee associations, actuaries or other sources in order to develop estimates, which would support the ultimate settlement amount for each estate. Generally accepted accounting principles require that liabilities for unpaid claims and claim adjustment expenses shall be accrued when

insured events occur. The effect of this departure from generally accepted accounting principles is not reasonably determinable but is believed to be material.

Amounts due to CIGA and other state guarantee associations represent the total claims, administrative expenses, and other expenses incurred by the insurance guarantee associations in discharging the estates' insurance policy obligations which are considered covered under the applicable state insurance code. These liabilities have been reported to the extent they are known by the CLO although neither the completeness nor the accuracy of the information reported by the guarantee associations has been verified by the CLO. Generally accepted accounting principles require that liabilities should be accrued when it is probable that the liability has been incurred. The effect of this departure from generally accepted accounting principles is not reasonably determinates but is believed to be material.

UNEARNED PREMIUM RESERVES

Unearned premium reserves represent the amount of premium paid by policyholders for anticipated coverage applicable to the period after cancellation. This premium ultimately will be refunded to policyholders if there are sufficient estate assets. For many estates the CLO has not fully evaluated and recorded these claims and, therefore, the ultimate settlement amount may differ materially from the amounts reported. As discussed above under "Reserve for Losses and Loss Adjustment Expenses," this is a departure from generally accepted accounting principles.

CLAIMS NOT COVERED BY GUARANTEE ASSOCIATIONS

Claims not covered by guarantee associations are claims in excess of their limits or types of claims not covered by their statutory obligations. The CLO is responsible for the administration and payment of these claims to policyholders. For many estates the CLO has not fully evaluated and recorded these claims and, therefore, the ultimate settlement amount may differ materially from the amounts reported. As discussed above under "Reserve for Losses and Loss Adjustment Expenses," this is a departure from generally accepted accounting principles.

PAYMENTS TO GUARANTEE ASSOCIATIONS, INCLUDING INTEREST

The Commissioner can advance a portion of an estate's assets to a guarantee association in order to pay future claim liabilities; however, the Commissioner continues to be primarily responsible to secured creditors and Class 1 creditors who have preference over amounts reimbursable to guarantee associations. The CLO maintains a legal right to these funds and may recover these advanced funds from the guarantee associations to pay higher priority claims.

Guarantee associations do not have a greater priority than other Class 2 claimants. Consequently, when final distribution of an estate's assets is made, guarantee association claims will be treated on an equal basis with other policyholder claims. At the time of final distribution, the amount to be paid to the guarantee associations will be reduced by amounts previously advanced, plus interest, if applicable.

PAYMENTS TO OTHER CLAIMANTS

The CLO is responsible for adjudicating claims, which are not covered by guarantee associations. The CLO does not have a legal right to recover these funds once disbursed.

CHANGES IN RESERVES

In 2000 and 1999, a substantial portion of the decrease in incurred loss and loss adjustment expenses, other claims expenses, and reinsurance recoveries incurred represent adjustments to the three Mission Insurance Company Trusts domiciled in California.

11. OTHER CLAIMS (CLASS 7)

Class 7 claims represent claims of creditors filed against the estate, which have not been defined by higher priority classes. Claimants include pre-liquidation creditors, reinsurers and cedants.

In many cases, the CLO has not recorded a balance for Class 7 liabilities. When recorded, these balances generally represent the liabilities owed by the enterprise at the time of liquidation or those claims evaluated by the CLO during the proof of claim process. CLO has not fully evaluated all proofs of claims, and the amounts recorded may not represent the ultimate liabilities owed by an estate.

Generally accepted accounting principles require that Class 7 liabilities should be accrued when it is probable that the liability has been incurred and the amount of the loss can be reasonably estimated. The effect of this departure from generally accepted accounting principles on the combined financial statements is not reasonably determinable but is believed to be material.

12. COMMITMENTS AND CONTINGENCIES

Several of the estates are defendants in numerous lawsuits and asserted claims which are in various stages of discovery and resolution. In certain instances, the lawsuits were dismissed without prejudice or stayed pending the liquidation proceedings. In other instances, no dismissal or stay was entered and the Commissioner continues to defend the estate. Furthermore, several of the estates are involved in proceedings over disputed claims to ownership of certain assets. The outcome of the cases has not yet been determined.

In addition, the CLO has brought action against various defendants in pursuit of collection matters for certain estate assets. In those cases where possession of these assets is being litigated, the assets are recorded on the estate's financial records along with an estimate for the uncollectible portion. In those cases in which a gain contingency exists, such amounts are not recorded.

On February 18, 1999, the Commissioner sued six French investment firms and three individuals for fraud, alleging that they made false representations and established secret agreements to conceal the actual ownership of a new company established in connection with Executive Life Insurance Company's junk bond portfolio in 1991. The estate's potential recovery, if any, cannot be estimated at this time.

Counsel of record for conservation matters is generally the Attorney General. This state agency is not under the control of the CLO.

The CLO is unable to perform the procedures necessary to ensure all loss and gain contingencies that may result from pending or threatened litigation against the estates have been accrued, if necessary, or disclosed. Generally accepted accounting principles require that accruals for losses be provided when losses are probable and significant loss and gain contingencies be disclosed.

13. FINANCIAL SYSTEMS AND RECORDS

Because of the exceptions described throughout the financial statements, the condition of the CLO's financial reporting systems and records used to prepare the combined and combining financial statements for the years ended December 31, 2000 and 1999 indicates a material weakness in the internal controls related to the reporting of financial statement amounts. In addition, documentation of previous claims approvals, which support certain distributions could not be located, also indicating a material weakness in internal controls. A material weakness in internal control is a condition in which the specific control procedures, or the degree of compliance with them, are not sufficient to achieve a specific control objective, that is, errors or irregularities may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. A weakness is material if the condition results in more than a relatively low risk of such errors or irregularities in amounts that would be material in relation to the financial statements.

In addition to the general exceptions described throughout the financial statements, the CLO is unable to perform sufficient analysis to ensure the 2000 and 1999 balances of Pacific States Casualty Company are correctly stated. The net deficiency in assets at December 31, 2000 and December 31, 1999, respectively, are \$4,753 and \$1,646.

It is possible that additional account balances are not fairly presented and additional financial statement amounts exist at December 31, 2000 and 1999, which are not reflected in these combined financial statements.

14. COMPLIANCE WITH COURT ORDERS

As discussed in Note 1, the CLO is required to administer the estates in conservation in compliance with orders from the superior court. Due to the absence of sufficient safeguards to ensure that all such orders are reported to and monitored by the CLO, it is possible that compliance with court orders has not always been met. Generally accepted accounting principles require that accruals for losses be provided when losses are probable and that significant loss and gain contingencies be disclosed. The effect of this departure is not determinable.

15. Restatement of Prior Year Combined Financial Statements

During 2000, the CLO restated certain balances in the 1999 Combined Statement of Assets and Liabilities of Estates in Conservation to reflect corrections of errors as follows:

Total assets, as previously reported	\$1,385,178
Changes in:	
Citation General Insurance Company Recoverables from reinsurers	\$2,100
C-F Insurance Company Funds held by guarantee associations	\$1,028
Premier Alliance Insurance Company Allowance form uncollectible balances	\$(1,633)
S & H Insurance Company Funds held by guarantee associations	\$1,697
World Title Other Assets	\$(451)
Total assets, as restated	\$1,387,919

Total liabilities, as restated	\$5,452,918
Changes in:	
C-F Life Insurance Company Claims against policies	\$1,028
S & H Insurance Company Claims against policies	\$1,697
Total liabilities, as restated	\$5,455,643

The effect of restating these revenues on the change in net deficiency in assets of domiciliary estates is as follows:

Net deficiency in assets of domiciliary estates, as previously reported	\$(4,067,740)
Net change in assets and liabilities	\$16
Net deficiency in assets of domiciliary estates, as restated	\$(4,067,724)

Additionally, the CLO restated certain revenues in the 1999 Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation to reflect correction of errors as follows:

Total Operating expenses as previously reported	\$756
Changes in:	
Citation General Insurance Company Changes in allowance of uncollectible balances	\$(2,100)
	\$1,633
Total Operating expenses, as restated	\$289

The effect of restating these operating expenses on the change in net deficiency in assets of domiciliary estates is as follows:

previously reported	\$21,923
Net change excess (deficiency) of revenue over expenses	\$467
Change in net deficiency in assets of domiciliary estates, as restated	\$22,390

The effect of restating the net deficiency in assets of domiciliary estates at the beginning of the year as follows:

Net deficiency in assets of domiciliary estates, as previously reported	\$(4,089,663)
Net change in assets and liabilities	\$(451)
Change in net deficiency in assets of domiciliary estates, as restated	\$(4,090,114)

Changes were also made to the 1999 Combined Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation, which relate to periods prior to 1999. These changes have been corrected against the net deficiency in assets of domiciliary estates at the beginning of the year:

Changes in:	
World Title Company	
Re-evaluation of assets net of gains/(losses) on sales	\$(451)

These restatements had no effect on the tax provision.

1. ESTATE SPECIFIC DISCLOSURE

Pacific States Casualty Company

The Commissioner, on behalf of Pacific States Casualty Company, entered into an assumption agreement during 1993 with ULICO Standard of America Casualty Company (ULICO). Stipulations in this agreement provide that the Commissioner bears no risk related to the administration of claims included in the assumption agreement. Therefore, claim-related activity related to the assumption agreement is not included in the financial statements. In 1999 ULICO Standard of America Casualty Company ceased operations and transferred administration of claims to its parent company, ULICO Casualty Company.

For the remaining activity of the estate, the CLO has not performed sufficient analysis to ensure that assets and liabilities are properly stated.

Pacific Standard Life Insurance Company

On May 11, 1994, Hartford Life Insurance Company (Hartford) reinsured all of the life insurance and annuity contracts issued by PSLIC that were then in force. Hartford assumed the life and annuity business with a net value of approximately \$476 million in exchange for substantially all of the assets of PSLIC which had been valued at approximately \$337 million. The difference, representing a moratorium charge of approximately \$139 million, was accrued as a Class 2 liability and represents the amount due to policyholders if their policies had been paid at full account value on May 11, 1994. In 1998, a final dividend of approximately \$85 million was made to all policyholders. This estate was closed in 2000.

Mission Insurance Company Trusts

On February 24, 1987 the California Insurance Commissioner was granted an Order of Liquidation for Mission Insurance Company and four of its subsidiaries; Enterprise Insurance Company, Mission National Insurance Company (both domiciled in California), Holland America Insurance Company and Mission Reinsurance Corporation (both domiciled in Missouri). A subsequent reorganization transferred all the assets and liabilities of the companies into five liquidating trusts. The two Missouri company trusts are subject to an 'Agreement between Liquidators' entered into by the California Commissioner and the Missouri Director which provided for joint administration of them. The financial results of the Missouri company trusts are not included in the Combined Financial Statements as ultimate authority over them is not with the California Commissioner. Total assets of the Missouri company trusts are approximately \$142 million and \$137 million as of December 31, 2000 and 1999, respectively. The administration of the Mission Insurance Company Trusts (Mission Trusts) was transferred to the CLO effective January 16, 1998.

Certain post liquidation direct expenses of the five trusts are paid by Mission Insurance Company Trust and allocated to the four other trusts.

Other assets of the Mission Trusts include equity in Danielson Holding Corporation (DHC), formerly Mission Insurance Group. The shares are held by the Commissioner, for the benefit of holders of certain deficiency claims, in his capacity as trustee of the Mission Trusts and are to be distributed in proportion to the extent any part of their approved claim is unsatisfied after all funds have been distributed by the Mission Trusts. The Mission Trusts assumed liabilities of certain present and former insurance subsidiaries of DHC.

Executive Life Insurance Company

On April 11, 1991 the California Insurance Commissioner was appointed as conservator and subsequently rehabilitator and liquidator of Executive Life Insurance Company (ELIC). The administration of ELIC was transferred to the CLO effective January 1, 1997.

Pursuant to a court-approved rehabilitation plan for ELIC (the Rehabilitation Plan), Aurora National Life Assurance Company (Aurora) assumed certain assets, substantially all the restructured insurance obligations and certain other specified liabilities of ELIC. Certain policyholders were able to opt in to the Rehabilitation Plan and accept a policy with Aurora in partial settlement of their claim against ELIC. The Opt Out Trust was created to administer distributions to the remaining policyholders. Included in the combining statement of assets and liabilities of ELIC are claims against policies of \$2.7 billion. This liability includes the remaining obligation to both opt in and opt out policyholders. Under the ELIC Trust Agreement, the ELIC Trust closed in 1999. Administration of the Trust was transferred to the CLO and its' assets and liabilities are combined into the ELIC combining statement of assets and liabilities in 1999.

The assets and liabilities of the Opt Out and Holdback Trusts are combined into the ELIC combining statement of assets and liabilities. The Holdback Trust was created to retain certain amounts held back from Opt In policyholders who have surrendered their Aurora policies. At the expiration of a moratorium period, the majority of these amounts were distributed to policyholders in 1998.

Included in the 1999 Change in Net Deficiency in assets and liabilities of ELIC is participation credit income earned by Aurora for the benefit of Opt In policyholders. This income has been used to reduce the ultimate liability owed to these policyholders.

Certain policyholders of ELIC and the Commissioner, on behalf of ELIC, filed claims in the First Executive Corporation (FEC) bankruptcy and, in partial settlement, certain assets were transferred to the FEC Litigation Trust. Because the Commissioner is Trustee of the FEC Litigation Trust in a capacity other than as Receiver, the financial results of this Trust are reported separately and not included in these financial statements.

Certain assets of ELIC are under the control of domiciliary receivers in other states and were not included under the Rehabilitation Plan. The CLO has insufficient information to determine the net realizable value, if any, of these assets, but it is possible that the value of these assets may be material. Generally accepted accounting principles require that the CLO obtain all available information in order to enable them to make a best estimate of the value of these assets.

Superior National Insurance Company (not included in combined Financial Statements)

On March 6, 2000, the Superior Court in Los Angeles County signed orders which appointed the California Insurance Commissioner of the State of California as Conservator of the companies (Conservator). Conservation orders were also obtained for the other California-domiciled insurance companies under common control of Superior National Insurance Group (SNIG). These include Superior National Insurance Company (SNIC), Superior Pacific Casualty Company (SPCC) and Combined Benefits Insurance Company (CBIC). Commercial Compensation Insurance Company (CCIC), a New York domiciled insurance company, was subsequently redomesticated to California under the name Commercial Compensation Casualty Company (CCCC), at which time the conservation orders were obtained. The five insurance companies under conservation are collectively referred to as the Conserved Companies and are reported under a separate report.

Under the conservation order, the Conservator was directed to conduct the business of the Conserved Companies as the Insurance Commissioner may deem appropriate. The Conservator was granted possession, control, and title to the business and assets of the Conserved Companies and holds the exclusive authority to manage the business. The Conservator was directed to conduct the business and take steps necessary toward resolving the causes and conditions that made the conservation necessary. These steps include reviewing and approving all disbursements, including claim payments and payments to creditors, et seq. entering into or modifying reinsurance contracts and entering into new contracts or modifying existing contracts.

The rehabilitation proceeded under the rehabilitation and liquidation statutes of the State of California (California Insurance Code Sections 1010, et seq.) and, as further discussed below, consisted of various measures including the transfer of new and renewal business and certain assets and liabilities of the Conserved Companies to a third party. This transfer included the customer lists, historical data, rights to the independent agents network and certain leases for facilities and equipment. The transfer also included certain information systems used by the Conserved Companies and the professionals and staff engaged in the provision of insurance services. SNIG informed the Conservator that it objected to certain aspects of this transaction.

The premium to be paid for this reinsurance is 100% of the net written premiums on the Eligible Policies. Kemper will pay the Conserved Companies a ceding commission of up to 20% of net written premiums on Eligible Policies, with the calculation and payment of such ceding commission subject to downward adjustment terms tied to the loss ratio on the Eligible Policies. The ceding commission will be 20% of net written premiums if the ultimate loss ratio is 75% or less; the ceding commission will be reduced by one percentage point for each percentage point by which the ultimate loss ratio exceeds 75%; and the ceding commission will be 0% if the ultimate loss ratio is 95% or greater.

On May 3, 2000, the Conservator issued and publicized a Request for Proposal (RFP) to rehabilitate the insurance businesses of the Conserved Companies. On June 27, 2000, a subsidiary of Kemper submitted a final and binding proposal in response to the RFP. The final form of this proposal was accepted and approved by the Conservator on August 17, 2000 and approved by the California Superior Court on September 26, 2000.

This Rehabilitation Agreement contained several components which provide that Kemper (i) acquire the exclusive right to write renewal and replacement policies to the existing policyholders of the Conserved Companies, (ii) obtain certain noncompete protection in the state of California to enable them to write new policies using the distribution and trade names of the Conserved Companies, (iii) administer run-off claims under the insurance policies issued by the Conserved Companies on behalf of the Conservator and the California Insurance Guarantee Association (CIGA), and (iv) acquire certain operating assets and leases to enable Kemper to write new and renewal insurance policies and administer the runoff claims. As consideration, Kemper agreed to pay the Conserved Companies 2% commission on all premiums written for renewal and replacement policies written in California, 1% for renewal and replacement premiums written in 19 other states where the Conserved Companies historically wrote policies, 50% profit sharing commission for all renewal and replacement policies issued by Kemper either as part of the Interim Cut-Through Agreement or for a period of three years following the closing of this agreement and \$2.3 million in cash. Additionally, Kemper will receive consideration from CIGA for its claims administration services.

On April 26, 2000, SNIG and certain of its noninsurance subsidiaries filed for bankruptcy. On September 8, 2000, a Settlement Agreement was reached in regards to the reorganization of SNIG and its affiliates and their relationship with the Conserved Companies. Pursuant to the Settlement Agreement, negotiations regarding leases, facilities, computer systems and employees have been completed.

Certain other matters between the Conserved Companies and SNIG, including the validity of the tax sharing agreements, are unresolved.

On September 26, 2000, the California Superior Court approved the Rehabilitation Agreement with Kemper, the Settlement Agreement with SNIG and approved the liquidation orders petitioned by the Conservator. The liquidation orders appoint the Conservator as Liquidator of the Conserved Companies and grant the Liquidator all powers necessary to carry out the liquidation, including authority to liquidate and wind up the assets of the Conserved Companies. Such actions include terminating and canceling all policies issued prior to April 6, 2000, assuming, modifying or rejecting any executory contracts of the Conserved Companies, disposing of excess property, and granting the Conserved Companies certain legal protections. The liquidation, once implemented may result in the realization of amounts on transfers or disposition of assets and in the satisfaction of liabilities at amounts substantially different than those currently recorded.

Universal Title Company

Coamerica Bank-California (Coamerica) holds a collateralized interest in all of the assets of Universal Title Company (Universal) securing an indebtedness of Universal to Coamerica of approximately \$2.6 million. Since this secured claim exceeds the assets of the liquidated estate, Coamerica and the Liquidator have entered a stipulation agreement whereby proceeds realized from future recoveries shall be split between the two parties equally after expenses of recovering the assets are deducted by the liquidator.

2. INTER-ESTATE ACTIVITY

National Service Insurance Company/Coastal Insurance Company

National Service Insurance Company (NSI) filed a claim in Coastal Insurance Company's (Coastal) liquidation in 1989. Coastal's parent company, Advent Management Corporation, indicates Coastal's liability to NSI is approximately \$8.7 million. This amount has been fully reserved for by NSI but is reflected as a liability by Coastal, as it is uncertain at this time whether any portion of this amount can be recovered. These amounts have been eliminated in combination.

Western Employer's Insurance Company/ Western Employer's Insurance Company of America

Western Employer's Insurance Company, as the parent of Western Employer's Insurance Company of America, has recorded its share of the remaining net assets of the subsidiary. The amounts of \$8.5 million and \$7.8 million as of December 31, 2000 and 1999, respectively, represent the net assets of Western Employers of America and have been eliminated in combination.

Universal Title Company/Sacramento Title Company

Universal Title Company (UTC) and Sacramento Title Company (STC) were underwritten title companies conducting title and escrow business entirely within the state of California.

STC is a wholly owned subsidiary of UTC. The investment in STC of \$574,000 has been fully reserved by UTC.

Western Carriers Insurance Exchange/Western Carriers Insurance Underwriters

Western Carriers Insurance Exchange wrote specialty carrier business. At the time of conservation Western Carriers Insurance Underwriters received a management fee from Western Carriers Insurance Exchange of 10% of premium to administer the affairs of the exchange and serve as attorney-in-fact.

Mission Insurance Company Trusts

Intercompany balances of the Mission Insurance Company Trusts include balances of \$108 million and \$23 million from Holland America Insurance Company Trust and Mission National Insurance Company Trust, respectively, to Mission Insurance Company Trust; and \$40 million from Mission Insurance Company Trust to Enterprise Insurance Company Trust. Because of the financial condition of the trusts, allowances have been made against receivable balances leaving an amount of \$70 million due to Mission Insurance Company Trust from Holland America Insurance Company Trust. The amounts of \$23 million and \$40 million, between California trusts, have been eliminated in combination.

Participation in Investment Pool

Negative pool balances of \$856,000 and \$2,792,000 as of December 31, 2000 and 1999, respectively, on the books of certain estates have been eliminated against the receivable due from the pool. At December 31, 1999, the negative balance was primarily comprised of amounts due to the pool from the Pacific Standard estate. These funds were repaid using Pacific Standard estate's assets in January 2000.

3. VARIATIONS IN THE ORDER OF PREFERENCE

Certain estates have made distributions under earlier priority statutes or rehabilitation agreements and will, therefore, continue to be subject to a priority scheme other than prescribed in the current California Insurance Code section 1033. In these cases, the order of asset distributions may differ from what is currently presented in the combining Statement of Assets and Liabilities. The following estates have claims in Class 3 through 6 which may have priority over claims against policies (Class 2):

First California Property and Casualty Insurance Company
World Title Company
Eldorado Insurance Company

4. ESTATE CLOSURES

The CLO obtained court approval and, where necessary, filed declarations of compliance, terminating the estate court proceeding for the following estates, during 2000:

Estate	Date of Closure
Oshima Reinsurance Company	February 28, 2000
Great Falls Insurance Company	July 20, 2000
Pacific Standard Life Insurance Company	August 14, 2000
Great Republic Insurance Company	November 22, 2000
Aim Insurance Company	December 18, 2000

The CLO obtained court approval and, where necessary, filed declarations of compliance, terminating the estate court proceeding for the following estates, prior to 2000:

Estate	Date of Closure
Cypress Insurance Administrators	November 5, 1998
Antilles Insurance Services, Inc.	January 8, 1999

5. SUBSEQUENT EVENTS

The CLO obtained court approval and, where necessary, filed declarations of compliance, terminating the estate court proceeding for the following estates, subsequent to December 31, 2000:

Estate	Date of Closure
TMIC Insurance Company, Inc.	April 25, 2001

Combining Statement of Assets and Liabilities of Estates in Conservation
(For the Years Ending December 31, 1999 and 1998)

	AIM Insurance Company		Bestland Insurance Agency	
Conservation Date:	March 31, 1994		March 30, 1993	
Liquidation/Rehabilitation Date:	September 8, 1994		October 21, 1993	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted		\$4,309,471		
Restricted		951,200		
Participation in pooled investments, at market:				
Unrestricted	\$542,727	7,902,797	\$90	\$28,214
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states	263,920	270,238		
Recoverable from reinsurers		3,246,841		
Receivables	203,505	399,413		
Less: Allowance for uncollectible balances	(188,214)	(383,000)		
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	10,074	114,913	7	369
Other assets		519,673		
Total assets	832,012	17,331,546	97	28,583
LIABILITIES				
Secured claims				
Administrative expenses (Class 1)	49,523	14,885	863	2,145
Claims against policies, including guarantee associations (Class 2), net of distributions		8,086,541	1,207	1,207
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)	79,319	4,002,739	12,292	12,292
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	128,842	12,104,165	14,362	15,644
Net excess of (deficiency in) assets of domiciliary estates	\$703,170	\$5,227,381	(\$14,265)	\$12,939

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	C-F Insurance Company		Cal-American Insurance Company	
Conservation Date:	March 29, 1995		May 21, 1993	
Liquidation/Rehabilitation Date:	December 18, 1995		June 30, 1993	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted				
Participation in pooled investments, at market:				
Unrestricted	\$57,294,580	\$57,774,910	\$1,555,303	\$2,176,403
Restricted		28,736		
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states		25,008		
Recoverable from reinsurers				80,836
Receivables			165,381	189,694
Less: Allowance for uncollectible balances			(144,162)	(144,162)
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	823,388	728,711	22,609	27,656
Other assets		348,300	285	285
Total assets	58,117,968	58,905,665	1,599,416	2,330,712
LIABILITIES				
Secured claims		109,103		
Administrative expenses (Class 1)	46,443	23,214	32,078	17,023
Claims against policies, including guarantee associations (Class 2), net of distributions	1,930,845	2,158,584	7,914,456	7,919,546
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)	1,036,703	1,036,703	21,932	35,692
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	3,013,991	3,327,604	7,968,466	7,972,261
Net excess of (deficiency in) assets of domiciliary estates	\$55,103,977	\$55,578,061	(\$6,369,050)	(\$5,641,549)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Coastal Insurance Company		Cypress Insurance Administrators		First California Property & Casualty Insurance Company		First Capital Life Insurance Company	
February 2, 1989 March 6, 1989		May 13, 1993 December 18, 1993		September 6, 1989 October 30, 1989		May 14, 1991 N/A	
1999	1998	1999	1998	1999	1998	1999	1998
\$210,796	\$201,503						
18,431,585	18,886,052	\$71,647	\$77,772	\$2,586,542	\$2,945,296	\$2,512,509	\$6,742,871
1,198,683 (597,836)	890,350 (222,836)			496 30,000	23,236 35,000	21,073	21,073
265,063	238,482	1,029	986	37,327	37,199	33,652	84,855
19,508,291	19,993,551	72,676	78,758	2,654,365	3,040,731	2,567,234	6,848,799
210,796 3,482	201,503 16,245	134		2,428	134,451	18,116	1,808
43,085,366	43,079,333			16,107,594	15,297,757		
8,720,275	8,720,275			4,095,792	3,990,381	2,274,573	2,274,573
						18,703	26,256
52,019,919	52,017,356	134	-	20,205,814	19,422,589	2,311,392	2,302,637
(\$32,511,628)	(\$32,023,805)	\$72,542	\$78,758	(\$17,551,449)	(\$16,381,858)	\$255,842	\$4,546,162

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Eldorado Insurance Company		Executive Life Insurance Company	
Conservation Date:	August 2, 1978		April 11, 1991	
Liquidation/Rehabilitation Date:	December 11, 1978		September 3, 1993	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted			\$355,799	\$27,665
Restricted			868,560	87,223,296
Participation in pooled investments, at market:				
Unrestricted	\$4,376,626	\$4,553,158	44,953,671	34,780,618
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted			14,307,481	24,500,528
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states	600,255	584,129	270,000	270,000
Recoverable from reinsurers			903,817	1,043,669
Receivables	604		145,607,472	183,869,603
Less: Allowance for uncollectible balances			(137,042,000)	(130,974,500)
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	62,918	57,827	697,506	596,692
Other assets				
Total assets	5,040,403	5,195,114	70,922,306	201,337,571
LIABILITIES				
Secured claims			6,555,849	64,980,332
Administrative expenses (Class 1)	6,929	909	1,563,535	259,736
Claims against policies, including guarantee associations (Class 2), net of distributions	17,607,381	18,947,568	2,722,018,059	2,801,425,653
Federal claims having preference (Class 3)				
California claims having preference (Class 6)	970,330	1,124,725		
Other claims (Class 7)			428,836	428,836
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities			5,473,904	4,860,696
Total liabilities	18,584,640	20,073,202	2,736,040,183	2,871,955,253
Net excess of (deficiency in) assets of domiciliary estates	(\$13,544,237)	(\$14,878,088)	(\$2,665,117,877)	(\$2,670,617,682)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

**George Washington
Life Insurance
Company of CA**
October 5, 1990
May 28, 1991

**Great Falls
Insurance Company**

May 25, 1988
November 5, 1988

**Great Republic
Insurance Company**

July 1, 1991
January 24, 1992

**Homeland
Insurance Company**

May 6, 1987
September 25, 1987

	1999	1998	1999	1998	1999	1998	1999	1998
(Closed)								
	\$4,965,098		\$4,948	\$2,893,148	\$2,479,930	\$2,539,912	\$9,721,218	\$8,947,473
	397,569					4,837 (1)	340,457 3,016	1,608,718
	62,336	75	36,558	35,634 46,915	32,088 114,915		138,631	112,863
-	5,425,003	5,023	2,929,706	2,562,479	2,691,751		10,203,322	10,669,054
	17,878	11,884	45,630	5,017	310,048		9,461	1,958
	2,456,719	137,536	2,982,351	13,133,428	12,420,459		31,381,205	31,192,206
	563,481	414,243	371,733	932,916	932,916		159,147	
-	3,038,078	563,663	3,399,714	14,071,361	13,663,423		31,549,813	31,194,164
-	\$2,386,925	(\$558,640)	(\$470,008)	(\$11,508,882)	(\$10,971,672)		(\$21,346,491)	(\$20,525,110)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Homestead Title Corporation		Interco Underwriters Corporation	
Conservation Date:	August 29, 1994		January 18, 1993	
Liquidation/Rehabilitation Date:	N/A		February 24, 1993	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted				
Participation in pooled investments, at market:				
Unrestricted				
Restricted	\$134,160	\$143,448		
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	9,288	3,512	\$1,667	\$270
Less: Allowance for uncollectible balances				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	1,952	1,779		
Other assets				
Total assets	145,400	148,739	1,667	270
LIABILITIES				
Secured claims	158,326	158,326		
Administrative expenses (Class 1)	351,450	323,515	24,573	19,799
Claims against policies, including guarantee associations (Class 2), net of distributions				
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)	424,097	424,097		
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	933,873	905,938	24,573	19,799
Net excess of (deficiency in) assets of domiciliary estates	(\$788,473)	(\$757,199)	(\$22,906)	(\$19,529)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Interco Underwriters Exchange		Mission Insurance Company (a Mission Trust)		Mission National Insurance Company (a Mission Trust)		Enterprise Insurance Company (a Mission Trust)	
January 18, 1993 February 24, 1993		October 31, 1985 February 24, 1987		November 26, 1985 February 24, 1987		November 26, 1985 February 24, 1987	
1999	1998	1999	1998	1999	1998	1999	1998
		\$2,607,611	\$493,110		\$257,774		\$20,963
		5,442,605	6,117,482	\$912,999	954,940		327,720
\$257,055	\$266,510	419,342,348	418,873,301	143,791,693	146,538,837	\$12,903,505	12,879,559
		18,129,866	17,228,105	1,527,888	1,527,063	574,699	537,434
		91,152,175	99,323,539	15,586,013	12,123,818	512,287	271,326
		131,715,897	134,243,470	963,206	1,906,206	40,263,527	40,462,057
		(61,355,772)	(65,973,407)			(40,205,805)	(40,205,805)
		98,665,473	98,644,578	101,867,764	94,386,608		
		4,975,796	5,266,810				
3,693	3,380	6,056,038	5,326,978	2,069,826	1,908,242	185,526	165,401
		9,448,583	7,163,437	1,000	368,999	435,469	306,000
260,748	269,890	726,180,620	726,707,403	266,720,389	259,972,487	14,669,208	14,764,655
		1,384,520	1,395,205	266,896	270,889		
159	1,091	88,253	348,037	26,572	1,456,971	14,455	69,715
4,055,128	4,055,128	863,552,258	799,243,454	230,201,786	296,729,676	67,037,010	74,013,773
		992,916,973	993,731,613	33,931,846	33,965,917		
4,055,287	4,056,219	1,857,942,004	1,794,718,309	264,427,100	332,423,453	67,051,465	74,083,488
(\$3,794,539)	(\$3,786,329)	(\$1,131,761,384)	(\$1,068,010,906)	\$2,293,289	(\$72,450,966)	(\$52,382,257)	(\$59,318,833)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	National Service Insurance Company		Pacific Standard Life Insurance Company	
Conservation Date:	February 16, 1989		December 11, 1989	
Liquidation/Rehabilitation Date:	May 4, 1989		April 28, 1994	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted			\$3,092,350	\$2,956,140
Participation in pooled investments, at market:				
Unrestricted	\$11,977,073	\$10,890,944		
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	8,720,276	8,720,276	2,562	21,162
Less: Allowance for uncollectible balances	(8,720,276)	(8,720,276)		
Funds held by guarantee associations	125,687	1,100,889		
Investment in subsidiaries, held for sale				
Accrued investment income	172,072	137,291		10,295
Other assets			77,530	77,530
Total assets	12,274,832	12,129,124	3,172,442	3,065,127
LIABILITIES				
Secured claims				
Administrative expenses (Class 1)	1,091	551	2,797,404	160,526
Claims against policies, including guarantee associations (Class 2), net of distributions			54,245,174	56,737,683
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	1,091	551	57,042,578	56,898,209
Net excess of (deficiency in) assets of domiciliary estates	\$12,273,741	\$12,128,573	(\$53,870,136)	(\$53,833,082)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Pacific States Casualty Company		Penniman Title Company		Premier Alliance Insurance Company		Premier Title Company	
March 1, 1993 July 9, 1993		March 6, 1992 March 12, 1992		February 18, 1994 August 2, 1994		May 5, 1994 June 16, 1994	
1999	1998	1999	1998	1999	1998	1999	1998
\$3,001,875	\$10,167 8,672,115		\$2,375	\$1,397,235	\$1,020,615	\$99,980	\$115,627
739,504	583,163			11,036,368	13,045,506	6,715	
8,269,688	6,444,929			1,674,632	1,684,351		
4,008		\$4,769	5,272	5,927,413	10,893,665		
				4,785,265	5,116,265	1,015	4,495
				(333,723)	(1,966,265)		
19,510	7,580			177,457	164,474	29	
865,901	865,901						
12,900,486	16,583,855	4,769	7,647	24,664,647	29,958,611	107,739	120,122
7,179,138	12,542,904		2,322	54,638	54,638	99,979	115,625
476,643	460,897	139,181	111,759	15,568	13,074	117,261	104,276
4,852,664	4,852,664			35,776,353	40,501,468		
2,038,075	1,958,703			(1,109,867)	1,818,906		
14,546,520	19,815,168	139,181	114,081	34,736,692	42,388,086	217,240	219,901
(\$1,646,034)	(\$3,231,313)	(\$134,412)	(\$106,434)	(\$10,072,045)	(\$12,429,475)	(\$109,501)	(\$99,779)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	S & H Insurance Company		Signal Insurance Company	
Conservation Date:	January 28, 1985		September 23, 1975	
Liquidation/Rehabilitation Date:	April 16, 1985		January 10, 1978	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted	\$13,068	\$12,993		
Participation in pooled investments, at market:				
Unrestricted	13,098,643	12,315,214	\$4,414,851	\$4,544,855
Restricted				56
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states	440,732	416,831		
Recoverable from reinsurers	671,086	1,706,366	866,180	2,752,837
Receivables		150,195		
Less: Allowance for uncollectible balances				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	183,645	155,304	63,478	58,323
Other assets				
Total assets	14,407,174	14,756,903	5,344,509	7,356,071
LIABILITIES				
Secured claims	13,068	12,993		
Administrative expenses (Class 1)	4,562	7,582	34,032	11,983
Claims against policies, including guarantee associations (Class 2), net of distributions	12,164,123	12,048,423	28,307,649	28,307,647
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	12,181,753	12,068,998	28,341,681	28,319,630
Net excess of (deficiency in) assets of domiciliary estates	\$2,225,421	\$2,687,905	(\$22,997,172)	(\$20,963,559)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Summit Title Insurance Company		Superior California Title & Escrow Company		Surety Insurance Company of California		Thriftco Insurance Company	
August 23, 1990 December 13, 1990		August 23, 1990 December 18, 1990		May 23, 1984 August 20, 1984		March 13, 1990 July 24, 1990	
1999	1998	1999	1998	1999	1998	1999	1998
					(As Restated)		
	\$38,475		\$13,625	\$186,806	\$182,465	\$188,377	\$183,378
	26,774			184,729	239,451	2,833,229	2,993,587
\$5,842			4,522			160	320
	353			2,670	3,066	41,095	37,770
				80,684	80,684		
5,842	65,602	-	18,147	454,889	505,666	3,062,861	3,215,055
32,491	38,475		13,625	228,221	223,880	188,758	183,378
	681		101,222	886	4,455	1,666	2,461
				9,122,504	9,122,504	10,775,976	10,931,748
	61,930		69,489	3,294,668	3,294,668		
				700,000	700,000		
32,491	101,086	-	184,336	13,346,279	13,345,507	10,966,400	11,117,587
(\$26,649)	(\$35,484)	-	(\$166,189)	(\$12,891,390)	(\$12,839,841)	(\$7,903,539)	(\$7,902,532)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	TMIC Insurance Company, Inc.		Trans-Cal Title Insurance Company	
Conservation Date:	April 14, 1986		March 25, 1991	
Liquidation/Rehabilitation Date:	April 27, 1986		May 21, 1991	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted			\$8,914	\$8,863
Participation in pooled investments, at market:				
Unrestricted	\$941,492	\$5,843,172	1,019	7,972
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables			1,498	
Less: Allowance for uncollectible balances				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	13,542	73,686	17	112
Other assets			2,704	2,704
Total assets	955,034	5,916,858	14,152	19,651
LIABILITIES				
Secured claims			9,252	9,201
Administrative expenses (Class 1)	348	324,967	162	540
Claims against policies, including guarantee associations (Class 2), net of distributions	104,571,644	109,088,628		
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	104,571,992	109,413,595	9,414	9,741
Net excess of (deficiency in) assets of domiciliary estates	(\$103,616,958)	(\$103,496,737)	\$4,738	\$9,910

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Trico Title Company		Western Carriers Insurance Exchange		Western Carriers Underwriters		Western Employers Insurance Company of America	
August 18, 1994 N/A		April 27, 1983 May 12, 1983		April 27, 1983 May 12, 1983		April 25, 1991 May 7, 1991	
1999	1998	1999	1998	1999	1998	1999	1998
\$368,846	\$360,694						
	47,370	\$6,292,771	\$6,370,686	\$21,893	\$29,003	\$6,830,758	\$7,316,260
						974,791	990,650
6,823							
275	283	90,389	80,307	314	376	98,294	92,305
375,944	408,347	6,383,160	6,450,993	22,207	29,379	7,903,843	8,399,215
3,232,586	3,224,159						
193,826	207,979	290	1,022	177	90	1,088	913
		7,524,843	7,524,843			99,268	84,320
		2,574,450	2,574,450				
3,426,412	3,432,138	10,099,583	10,100,315	177	90	100,356	85,233
(\$3,050,468)	(\$3,023,791)	(\$3,716,423)	(\$3,649,322)	\$22,030	\$29,289	\$7,803,487	\$8,313,982

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Western Employers Insurance Company		Western International Insurance Company	
Conservation Date:	April 2, 1991		August 10, 1992	
Liquidation/Rehabilitation Date:	April 19, 1991		September 9, 1992	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted	\$1,065,544	\$1,013,754		
Restricted	305,746	300,736		
Participation in pooled investments, at market:				
Unrestricted	46,817,523	40,610,835	\$8,528,500	\$8,325,189
Restricted	431,445	628,188		
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states	15,672,463	15,581,077		
Recoverable from reinsurers	3,703,418	5,131,992	14,364,753	13,261,353
Receivables	411,148	411,148		900,000
Less: Allowance for uncollectible balances	(411,148)	(411,148)		
Funds held by guarantee associations				
Investment in subsidiaries, held for sale	7,803,488	8,313,982		
Accrued investment income	678,532	511,762	122,803	105,221
Other assets				
Total assets	76,478,159	72,092,326	23,016,056	22,591,763
LIABILITIES				
Secured claims	5,830			
Administrative expenses (Class 1)	97,970	67,942	11,150	11,334
Claims against policies, including guarantee associations (Class 2), net of distributions	52,304,649	48,227,591	50,480,702	50,663,756
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)	1,548,712	1,745,397	1,570,545	237,178
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Total liabilities	53,957,161	50,040,930	52,062,397	50,912,268
Net excess of (deficiency in) assets of domiciliary estates	\$22,520,998	\$22,051,396	(\$29,046,341)	(\$28,320,505)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Westland Title Company		Winfield Title, Inc.		World Title Company		TOTAL DOMICILIARY	
November 15, 1994 January 13, 1995		March 5, 1981 May 15, 1981		June 15, 1995 June 15, 1995			
1999	1998	1999	1998	1999	1998	1999	1998
		\$6,274	\$6,163	\$50,000 117,233	\$50,000	\$4,078,954 16,221,664	\$6,182,904 109,650,405
			9,067	343,049	526,817	839,604,157 4,395,861	847,308,821 8,861,046
						0 14,307,481 0 0 0	24,500,528
						40,129,246 144,831,134	39,114,886 163,006,280
\$12,707	\$7,805	1,376		1,787,169 (1,767,463)	1,906,017 (1,781,017)	339,401,120 (251,328,711)	383,060,437 (251,344,729)
						200,658,924 12,779,284	194,132,075 13,580,792
			123	5,307	6,833	12,237,359	11,082,800
				549,816	549,816	11,508,887	10,398,244
12,707	7,805	7,650	15,353	1,085,111	1,258,466	1,388,825,360	1,559,534,489
905,470 238,938	905,470 197,564	6,274 734	6,163 208	2,846 12,077	905 14,685	\$21,820,194 \$6,449,657	\$84,449,096 \$6,221,249
				1,632,542	1,632,542	\$4,410,795,901	\$4,529,379,659
						\$0	
21,528 1,138,110	21,528 1,138,110			114,201 6,753,926	200,000 6,753,926	\$1,106,059 \$1,061,366,420	\$1,346,253 \$1,068,204,975
						\$3,274,450	\$3,274,450
						-	
						\$5,492,607	\$4,886,952
2,304,046	2,262,672	7,008	6,371	8,515,592	8,602,058	5,510,305,288	5,697,762,634
(\$2,291,339)	(\$2,254,867)	\$642	\$8,982	(\$7,430,481)	(\$7,343,592)	(\$4,121,479,928)	(\$4,138,228,145)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Allied Fidelity Insurance Company		American Bonding Company	
Conservation Date:	May 5, 1986		January 31, 1995	
Liquidation/Rehabilitation Date:	June 2, 1986		N/A	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted		\$323,504		
Participation in pooled investments, at market:				
Unrestricted			\$5,993	\$8,800
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables		5,725		1,030
Less: Allowance for uncollectible balances				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income			86	198
Other assets				
Total assets	-	329,229	6,079	10,028
LIABILITIES				
Secured claims		323,504		
Administrative expenses (Class 1)		21,331	90	47
Claims against policies, including guarantee associations (Class 2), net of distributions				
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net		(15,606)	5,989	9,981
Rehabilitation plan trust liabilities				
Total liabilities	-	329,229	6,079	10,028
Net excess of (deficiency in) assets of domiciliary estates	\$ -	\$ -	\$ -	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

American Diversified Financial Services, Inc. July 26, 1996 N/A		ANA Insurance Group December 11, 1992 July 7, 1994		Antilles Insurance Services, Inc. May 20, 1993 September 9, 1993		Commonwealth United Insurance Company, Ltd. December 11, 1991 August 13, 1992	
1999	1998	1999	1998	1999	1998	1999	1998
			\$4,492	\$32,584	\$33,624		
	\$2,132	\$10,613	858				\$4,953
			108	468	424		
-	2,132	10,613	5,458	33,052	34,048	-	4,953
	91,713	43,572	2,722	90			77,803
							7,603,584
							1,034,838
	(89,581)	(32,959)	2,736	32,962	34,048		
-	2,132	10,613	5,458	33,052	34,048	-	8,716,225
-	\$ -	\$ -	\$ -	\$ -	\$ -	-	(\$8,711,272)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Dual-Plus Insurance Company, Ltd.		Glacier General Assurance Company	
Conservation Date:	September 23, 1992		March 4, 1985	
Liquidation/Rehabilitation Date:	December 3, 1992		December 3, 1985	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted				
Participation in pooled investments, at market:				
Unrestricted				\$2,174,343
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables		\$3,031		123,050
Less: Allowance for uncollectible balances				(61,525)
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income				27,502
Other assets				405,000
Total assets	-	3,031	-	2,668,370
LIABILITIES				
Secured claims				201,224
Administrative expenses (Class 1)		22,588		11,576
Claims against policies, including guarantee associations (Class 2), net of distributions				
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				382
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net		(19,557)		2,455,188
Rehabilitation plan trust liabilities				
Total liabilities	-	3,031	-	2,668,370
Net excess of (deficiency in) assets of domiciliary estates	-	\$ -	-	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
 (For the Years Ending December 31, 1999 and 1998)

Greater American and Casualty Insurance, Ltd. June 9, 1994 August 8, 1994		Greater Indemnity and Casualty Insurance, Ltd. June 9, 1994 August 8, 1994		Integrity Insurance Company January 5, 1987 March 9, 1987		Midland Insurance Company April 15, 1986 May 9, 1986	
1999	1998	1999	1998	1999	1998	1999	1998
							\$12,378
			\$16,555 6,179		\$1,364,016		
							35,259
			320		17,200		11,112
-	-	-	23,054	-	1,381,216	-	58,749
	\$1,659		724		1,701		12,378 72,207
			117,438				
	(1,659)				1,379,515		(25,836)
-	-	-	118,162	-	1,381,216	-	58,749
\$ -	\$ -	-	(\$95,108)	-	\$ -	-	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
 (For the Years Ending December 31, 1999 and 1998)

	National Life Insurance Company of Pennsylvania		Old American Insurance Company	
	March 26, 1997		July 9, 1997	
	N/A		N/A	
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted				
Participation in pooled investments, at market:				
Unrestricted		\$3,792		\$137,221
Restricted				
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	\$1,411			
Less: Allowance for uncollectible balances				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income		49		1,764
Other assets				
Total assets	1,411	3,841	-	138,985
LIABILITIES				
Secured claims				
Administrative expenses (Class 1)	2,464	800		2,773
Claims against policies, including guarantee associations (Class 2), net of distributions				
Federal claims having preference (Class 3)				
California claims having preference (Class 6)				
Other claims (Class 7)				
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net	(1,053)	3,041		
Rehabilitation plan trust liabilities				
Total liabilities	1,411	3,841	-	2,773
Net excess of (deficiency in) assets of domiciliary estates	\$ -	\$ -	-	\$136,212

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Oshima Reinsurance Company January 29, 1991 March 12, 1991		Professional Prototype I Insurance Company, Ltd. September 4, 1996 June 7, 1997		Underwriters Reserve, Ltd. May 20, 1993 September 9, 1993		United Bonding Insurance Company March 10, 1971 August 20, 1971	
1999	1998	1999	1998	1999	1998	1999	1998
					\$189,476		
\$984	\$179,734	\$6,804,482	\$7,209,885				\$93,927
		4,455,567 (4,455,567)	4,713,546 (4,713,546)				
16	2,275	97,784	91,054		9,100		1,196
1,000	182,009	6,902,266	7,300,939	-	198,576	-	95,123
91	541	7,585	16,390		12,984		
212,889	371,274	12,368,585 488,036	8,770,187 488,036		189,476		94,763
		3,986,993	3,986,993				
							360
212,980	371,815	16,851,199	13,261,606	-	202,460	85.00	95,123
(\$211,980)	(\$189,806)	(\$9,948,933)	(\$5,960,667)	-	(\$3,884)	-	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Western Star Insurance Company, Ltd.		TOTAL ANCILLARY	
Conservation Date:	August 29, 1994			
Liquidation/Rehabilitation Date:	August 29, 1994			
	1999	1998	1999	1998
ASSETS				
Cash and cash equivalents:				
Unrestricted				
Restricted				\$525,358
Participation in pooled investments, at market:				
Unrestricted			\$6,844,043	11,226,389
Restricted				6,179
Non-pooled investments, at market:				
Short-term investments				
Short-term investments - restricted				
Preferred stock - restricted				
Common stock - restricted				
Bonds				
Bonds - restricted				
Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	\$1,528	\$215	4,469,119	4,889,799
Less: Allowance for uncollectible balances			(4,455,567)	(4,775,071)
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income			98,354	162,302
Other assets				405,000
Total assets	1,528	215	6,955,949	12,439,956
LIABILITIES				
Secured claims				537,106
Administrative expenses (Class 1)	13,485	8,122	67,377	345,681
Claims against policies, including guarantee associations (Class 2), net of distributions			12,581,474	17,146,722
Federal claims having preference (Class 3)			488,036	488,036
California claims having preference (Class 6)				
Other claims (Class 7)			3,986,993	5,022,213
Certificates of contribution, surplus notes, and premium refunds on assessable policies (Class 8)				
Deposits of ancillary estates, net	(11,957)	(7,907)	(7,018)	3,724,723
Rehabilitation plan trust liabilities				
Total liabilities	1,528	215	17,116,862	27,264,481
Net excess of (deficiency in) assets of domiciliary estates	\$ -	\$ -	(\$10,160,913)	(\$14,824,525)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

TOTAL DOMICILIARY & ANCILLARY		ELIMINATION ADJUSTMENTS		TOTAL ESTATES	
1999	1998	1999	1998	1999	1998
\$4,078,954	\$6,182,904			\$4,078,954	\$6,182,904
16,221,664	110,175,763			16,221,664	110,175,763
0					
846,448,200	858,535,210	(\$2,792,370)	(\$205,283)	843,655,830	858,329,927
4,395,861	8,867,225			4,395,861	8,867,225
0					
14,307,481	24,500,528			14,307,481	24,500,528
0					
0					
0					
0					
40,129,246	39,114,886			40,129,246	39,114,886
144,831,134	163,006,280			144,831,134	163,006,280
343,870,239	387,950,236	(71,704,122)	(71,704,122)	272,166,117	316,246,114
(255,784,278)	(256,119,800)	71,704,122	71,704,122	(184,080,156)	(184,415,678)
200,658,924	194,132,075			200,658,924	194,132,075
12,779,284	13,580,792	(7,803,488)	(8,313,983)	4,975,796	5,266,809
12,335,713	11,245,102	(7,158)	(580)	12,328,555	11,244,522
11,508,887	10,803,244			11,508,887	10,803,244
1,395,781,309	1,571,974,445	(10,603,016)	(8,519,846)	1,385,178,293	1,563,454,599
\$21,820,194	84,986,202			21,820,194	84,986,202
\$6,517,034	6,566,930	(2,799,530)	(205,864)	3,717,504	6,361,066
\$4,423,377,375	4,546,526,381			4,423,377,375	4,546,526,381
\$488,036	488,036			488,036	488,036
\$1,106,059	1,346,253			1,106,059	1,346,253
\$1,065,353,413	1,073,227,188	(71,704,122)	(71,704,123)	993,649,291	1,001,523,065
\$3,274,450	3,274,450			3,274,450	3,274,450
(\$7,018)	3,724,723			(7,018)	3,724,723
\$5,492,607	4,886,952			5,492,607	4,886,952
5,527,422,150	5,725,027,115	(74,503,652)	(71,909,987)	5,452,918,498	5,653,117,128
(\$4,131,640,841)	(\$4,153,052,670)	\$63,900,636	\$63,390,141	(\$4,067,740,205)	(\$4,089,662,529)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	AIM Insurance Company		Bestland Insurance	
Conservation Date:	March 31, 1994		March 30, 1993	
Liquidation/Rehabilitation Date:	September 8, 1994		October 21, 1993	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves		\$6,345		
Change in reinsurance recoveries	(\$2,684,124)			
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(96,713)	1,145,075	(\$394)	\$3,228
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries		600		
Forgiveness of claims				
Other income 22	579	5,760		22
Total revenues	(2,780,258)	1,157,780	(394)	3,250
Operating expenses:				
Incurring losses and loss adjustment expenses	(2,265,559)			1,207
All other claims expense	3,162,820	2,054,731		12,292
General and administrative expenses	409,479	237,603	16,037	11,203
Professional fees	229,078	31,297	6,954	4,731
Legal fees	69,627	27,127	3,819	9,285
Property management				
Revaluation of assets, net of gains/(losses) on sales	(2,392)	(2,840)		
Change in allowance for uncollectible balances	140,900	3,759		
Total operating expenses	1,743,953	2,351,677	26,810	38,718
Excess (deficiency) of revenue over expenses before federal income taxes)	(4,524,211)	(1,193,897)	(27,204)	(35,468)
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	(4,524,211)	(1,193,897)	(27,204)	(35,468)
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	5,227,381	6,421,278	12,939	48,407
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$703,170	\$5,227,381	(\$14,265)	\$12,939

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

C-F Insurance Company		Cal-American Insurance Company		CFG / KD Excess and Surplus Insurance Services		Citation General Insurance Company	
March 29, 1985 December 18, 1985		May 21, 1993 June 30, 1993		May 27, 1994 August 29, 1994		July 21, 1995 August 24, 1995	
1999	1998	1999	1998	1999	1998	1999	1998
		\$300	\$2,700			\$3,000	\$8,000
			81,336			1,262,447	
\$36,442	\$4,939,615	(8,245)	200,708				
				(\$3,636)	\$101,833	3,787	589,863
	4,022	4,790	2,815			60,160	33,238
	225		300				761
36,442	4,943,862	(3,155)	287,859	(3,636)	101,833	1,329,394	631,862
67,548	1,758,506			410,793		(9,218,969)	(2,387,689)
			13,760				
277,600	271,901	261,237	272,578	217,366	96,518	499,621	566,352
10,518	12,742	99,164	107,024	5,885	4,157	149,427	140,820
137,694	92,236	363,945	608,447	3,637	1,500	104,546	244,181
	9,206		1,087				
17,166	993						
						2,099,919	
510,526	2,145,584	724,346	1,002,896	637,681	102,175	(6,365,456)	(1,436,336)
(474,084)	2,798,278	(727,501)	(715,037)	(641,317)	(342)	7,694,850	2,068,198
(474,084)	2,798,278	(727,501)	(715,037)	(641,317)	(342)	7,694,850	2,068,198
55,578,061	52,779,783	(5,641,549)	(4,926,512)	1,188,277	1,188,619	(16,926,649)	(18,994,847)
\$55,103,977	\$55,578,061	(\$6,369,050)	(\$5,641,549)	\$546,960	\$1,188,277	(\$9,231,799)	(\$16,926,649)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Coastal Insurance Company		Cypress Insurance Administrators	
Conservation Date:	February 2, 1989		May 13, 1993	
Liquidation/Rehabilitation Date:	March 6, 1989		December 18, 1993	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries		\$20,000		
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(\$10,255)	1,606,066	(\$94)	\$6,796
Change in net assets of trusts				
Income from settlement of litigation	480,000			
Salvage and subrogation recoveries	984	924		
Forgiveness of claims				
Other income 22	476,343			
Total revenues	947,072	1,626,990	(94)	6,796
Operating expenses:				
Incurred losses and loss adjustment expenses	7,017	1,099		
All other claims expense				
General and administrative expenses	974,218	487,789	118	1,119
Professional fees	8,019	8,249	5,880	4,537
Legal fees	641	3,846		
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances	445,000			
Total operating expenses	1,434,895	500,983	5,998	5,656
Excess (deficiency) of revenue over expenses before federal income taxes)	(487,823)	1,126,007	(6,092)	1,140
Current federal income tax provision (benefit)			124	250
Change in net deficiency in assets of domiciliary estates	(487,823)	1,126,007	(6,216)	890
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(32,023,805)	(33,149,812)	78,758	77,868
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$32,511,628)	(\$32,023,805)	\$72,542	\$78,758

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Eldorado Insurance Company August 2, 1978 December 11, 1978		Executive Life Insurance Company April 11, 1991 September 3, 1993		First California Property & Casualty Insurance Company September 6, 1989 October 30, 1989		First Capital Life Insurance Company May 14, 1991 N/A	
1999	1998	1999	1998	1999	1998	1999	1998
			(As Restated)	\$783	(\$11,197)		
\$17,405	\$414,075	\$2,184,385	\$7,487,287	(3,714)	243,962	(\$36,439)	\$565,265
		72,303	5,353,702			7,552	16,620
		467,653	39,598	818			49
335,597	1,087				150		
5,386	7,570	12,140,439	18,771,200	30			21,088
358,388	422,732	14,864,780	31,651,787	(2,083)	232,915	(28,887)	603,022
(1,206,384)	25,092		2,675	809,837	(60,431)		
110,905						4,004,626	
81,903	44,790	2,538,577	1,600,924	248,051	255,299	61,799	37,627
36,383	14,568	709,329	1,200,162	114,570	54,372	15,769	4,212
1,730	1,863	990,936	913,078	(5,010)	6,425	179,239	97,665
		(941,367)	1,272,030				
		6,067,500		60	579,583		
(975,463)	86,313	9,364,975	4,988,869	1,167,508	835,248	4,261,433	139,504
1,333,851	336,419	5,499,805	26,662,918	(1,169,591)	(602,333)	(4,290,320)	463,518
1,333,851	336,419	5,499,805	26,662,918	(1,169,591)	(602,333)	(4,290,320)	463,518
(14,878,088)	(15,214,507)	(2,670,617,682)	(2,697,280,600)	(16,381,858)	(15,779,525)	4,546,162	4,082,644
(\$13,544,237)	(\$14,878,088)	(\$2,665,117,877)	(\$2,670,617,682)	(\$17,551,449)	(\$16,381,858)	\$255,842	\$4,546,162

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	George Washington Life Insurance Company of CA		Great Falls Insurance Company	
Conservation Date:	October 5, 1990		May 25, 1988	
Liquidation/Rehabilitation Date:	May 28, 1991		November 5, 1988	
	1999	1998	1999	1998
Revenues:	(Closed)			
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries		\$397,569		
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(\$37,263)	422,860	(\$43,093)	\$246,836
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22	70,153			
Total revenues	32,890	820,429	(43,093)	246,836
Operating expenses:				
Incurred losses and loss adjustment expenses	1,381,884	(196,961)	(12,798)	(2,815)
All other claims expense	895,985	72,945		
General and administrative expenses	120,066	196,794	51,708	71,888
Professional fees	13,005	6,026	5,647	4,757
Legal fees	8,875	16,091	982	594
Property management				
Revaluation of assets, net of gains/(losses) on sales		(117,926)		
Change in allowance for uncollectible balances				
Total operating expenses	2,419,815	(23,031)	45,539	74,424
Excess (deficiency) of revenue over expenses before federal income taxes)	(2,386,925)	843,460	(88,632)	172,412
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	(2,386,925)	843,460	(88,632)	172,412
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	2,386,925	1,543,465	(470,008)	(642,420)
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$ -	\$2,386,925	(\$558,640)	(\$470,008)

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Great Republic Insurance Company		Homeland Insurance Company		Homestead Title Corporation		Interco Underwriters Corporation	
July 1, 1991 January 24, 1992		May 6, 1987 September 25, 1987		August 29, 1994 N/A		January 18, 1993 February 24, 1993	
1999	1998	1999	1998	1999	1998	1999	1998
		\$1,350,001					
\$1,105	\$228,535	\$9,240	760,576	\$169	\$2,518	\$13	(\$184)
		2,232	1,357				
7,099	3,896	3,016		195	65		
8,204	232,431	14,488	2,111,934	364	2,583	13	(184)
708,848	92,734	191,231	747,637				
104,584	74,185	188,075	186,683	19,216	13,670	2,295	1,425
22,146	11,707	153,553	8,755	7,551	6,602	1,070	921
18,200	10,775		24	4,871	4,843	25	770
(1,278)							
		303,010	300,837				
852,500	189,401	835,869	1,243,936	31,638	25,115	3,390	3,116
(844,296)	43,030	(821,381)	867,998	(31,274)	(22,532)	(3,377)	(3,300)
(307,086)							
(537,210)	43,030	(821,381)	867,998	(31,274)	(22,532)	(3,377)	(3,300)
(10,971,672)	(11,014,702)	(20,525,110)	(21,393,108)	(757,199)	(734,667)	(19,529)	(16,229)
(\$11,508,882)	(\$10,971,672)	(\$21,346,491)	(\$20,525,110)	(\$788,473)	(\$757,199)	(\$22,906)	(\$19,529)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Interco Underwriters Exchange (a Mission Trust)		Mission Insurance Company	
Conservation Date:	January 18, 1993		October 31, 1985	
Liquidation/Rehabilitation Date:	February 24, 1993		February 24, 1987	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				\$2,988
Change in reinsurance recoveries			(\$18,831,153)	(42,232,124)
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(\$151)	\$23,016	743,977	37,951,160
Change in net assets of trusts				
Income from settlement of litigation			91,308	2,542,000
Salvage and subrogation recoveries			366,236	2,775
Forgiveness of claims				
Other income 22			52,959	308,660
Total revenues	(151)	23,016	(17,576,673)	(1,424,541)
Operating expenses:				
Incurred losses and loss adjustment expenses			65,570,023	(5,187,672)
All other claims expense			(27,393)	(59,258,259)
General and administrative expenses	3,929	16,750	5,544,282	3,447,401
Professional fees	4,105	4,063	788,652	427,031
Legal fees	25	150	313,868	1,722,136
Property management			65,425	39,833
Revaluation of assets, net of gains/(losses) on sales			(3,914,788)	5,374,494
Change in allowance for uncollectible balances			(22,382,375)	(17,088,530)
Total operating expenses	8,059	20,963	45,957,694	(70,523,566)
Excess (deficiency) of revenue over expenses before federal income taxes)	(8,210)	2,053	(63,534,367)	69,099,025
Current federal income tax provision (benefit)			216,111	(1,050,448)
Change in net deficiency in assets of domiciliary estates	(8,210)	2,053	(63,750,478)	70,149,473
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(3,786,329)	(3,788,382)	(1,068,010,906)	
New estates				(1,138,160,379)
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$3,794,539)	(\$3,786,329)	(\$1,131,761,384)	(\$1,068,010,906)

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Mission National Insurance Company (a Mission Trust) November 26, 1985 February 24, 1987		Enterprise Insurance Company (a Mission Trust) November 26, 1985 February 24, 1987		National Service Insurance Company February 16, 1989 May 4, 1989		Pacific Standard Life Insurance Company December 11, 1989 April 28, 1994	
1999	1998	1999	1998	1999	1998	1999	1998
(\$5,869,196)	(\$5,312,604)	(\$307,146)	\$90,087				
7,496,054	21,263,116	41,911	2,087,411	\$30,773	\$976,254	\$122,564	\$2,559,981
	943,000		205,000				
92,049	4,889	12,012	802				
976		6,470		291,707		156	358
1,719,883	16,898,401	(246,753)	2,383,300	322,480	976,254	122,720	2,560,339
(64,161,831)	(47,934,692)	(6,959,605)	(1,082,102)	4,386	3,068	8,635	42,790
	501						
1,009,821	1,976,200	329,358	528,941	167,644	62,984	230,500	537,757
244,912	798	134,105	880	5,282	5,661	82,851	115,959
						7,267	189,896
367,997	1,045,208	(129,469)	(81,227)			(209,479)	28,451
(10,219,683)	835,977	(548,113)	(15,514)				
(72,758,784)	(44,076,008)	(7,173,724)	(649,022)	177,312	71,713	119,774	914,853
74,478,667	60,974,409	6,926,971	3,032,322	145,168	904,541	2,946	1,645,486
(265,588)	1,453,956	(9,605)	68,259			40,000	13,470
74,744,255	59,520,453	6,936,576	2,964,063	145,168	904,541	(37,054)	1,632,016
(72,450,966)		(59,318,833)		12,128,573	11,224,032	(53,833,082)	(55,465,098)
	(131,971,419)		(62,282,896)				
\$2,293,289	(\$72,450,966)	(\$52,382,257)	(\$59,318,833)	\$12,273,741	\$12,128,573	(\$53,870,136)	(\$53,833,082)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Pacific States Casualty Company		Penniman Title Company	
Conservation Date:	March 1, 1993		March 6, 1992	
Liquidation/Rehabilitation Date:	July 9, 1993		March 12, 1992	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries	\$1,782,288			
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	3,083	\$41,741	(\$247)	(\$3,037)
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22	4,133	3,232	1,107	1,365
Total revenues	1,789,504	44,973	860	(1,672)
Operating expenses:				
Incurred losses and loss adjustment expenses				
All other claims expense			(2,256)	
General and administrative expenses	117,134	118,483	28,575	33,453
Professional fees	87,016	8,139	2,155	1,798
Legal fees	75	30,529	364	5,575
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances				
Total operating expenses	204,225	157,151	28,838	40,826
Excess (deficiency) of revenue over expenses before federal income taxes)	1,585,279	(112,178)	(27,978)	(42,498)
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	1,585,279	(112,178)	(27,978)	(42,498)
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(3,231,313)	(3,119,135)	(106,434)	(63,936)
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$1,646,034)	(\$3,231,313)	(\$134,412)	(\$106,434)

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Premier Alliance Insurance Company		Premier Title Company		S & H Insurance Company		Signal Insurance Company	
February 18, 1994 August 2, 1994		May 5, 1994 June 16, 1994		January 28, 1985 April 16, 1985		September 23, 1975 January 10, 1978	
1999	1998	1999	1998	1999	1998	1999	1998
(\$1,000)	\$1,000			\$76,342		\$55,434	\$66,750
73,930	1,277,177	\$1,877	\$116	157,178	\$1,186,097	(2,900)	1,756,503
				467	333		
		949	65				
72,930	1,278,177	2,826	181	233,987	1,186,430	52,534	1,823,253
(1,740,922)	(4,869,789)			244,943	(29,923)		
		(14,331)					
271,296	313,643	20,377	18,024	200,539	100,199	120,131	174,280
188,232	97,891	6,477	17,497	96,105	25,769	62,316	12,729
(42,210)	13,938	25	1,235	2,872	2,070	17,041	26,134
	(367,458)						6,128
(957,947)	333,723			152,012		1,886,659	
(2,281,551)	(4,478,052)	12,548	36,756	696,471	98,115	2,086,147	219,271
2,354,481	5,756,229	(9,722)	(36,575)	(462,484)	1,088,315	(2,033,613)	1,603,982
(2,949)							
2,357,430	5,756,229	(9,722)	(36,575)	(462,484)	1,088,315	(2,033,613)	1,603,982
(12,429,475)	(18,185,704)	(99,779)	(63,204)	2,687,905	1,599,590	(20,963,559)	(22,567,541)
(\$10,072,045)	(\$12,429,475)	(\$109,501)	(\$99,779)	\$2,225,421	\$2,687,905	(\$22,997,172)	(\$20,963,559)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Summit Title Insurance Company		Superior California Title & Escrow Company	
Conservation Date:	August 23, 1990		August 23, 1990	
Liquidation/Rehabilitation Date:	December 13, 1990		December 18, 1990	
	1999	1998	1999	1998
Revenues:			(Closed)	
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(\$434)	\$3,889	\$83	(\$1,095)
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims			69,489	
Other income 22	592	(8,161)	110,039	1,040
Total revenues	158	(4,272)	179,611	(55)
Operating expenses:				
Incurred losses and loss adjustment expenses				
All other claims expense	(30,020)	(3,913)		
General and administrative expenses	11,469	43,972	8,822	9,136
Professional fees	6,235	9,237	4,481	4,271
Legal fees	3,639	4,049	119	
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances				
Total operating expenses	(8,677)	53,345	13,422	13,407
Excess (deficiency) of revenue over expenses before federal income taxes)	8,835	(57,617)	166,189	(13,462)
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	8,835	(57,617)	166,189	(13,462)
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(35,484)	22,133	(166,189)	(152,727)
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$26,649)	(\$35,484)	\$ -	(\$166,189)

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Surety Insurance Company of California May 23, 1984 August 20, 1984		Thriftco Insurance Company March 13, 1990 July 24, 1990		TMIC Insurance Company, Inc. April 14, 1986 April 27, 1986		Trans-Cal Title Insurance Company March 25, 1991 May 21, 1991	
1999	1998	1999	1998	1999	1998	1999	1998
(\$654)	\$21,926	(\$2,475)	\$254,123	(\$32,189)	\$481,778	(\$126)	\$1,009
		6,166	410		398		
1,745	4,342				824	1,486	325
1,091	26,268	3,691	254,533	(32,189)	483,000	1,360	1,334
		(155,599)	114,332				
47,647	65,235	153,683	39,949	36,917	21,747	2,846	4,623
4,691	4,374	4,724	5,003	47,362	13,525	3,586	3,696
302	5,590	1,890	808	3,753	1,805	100	725
	(9,112)						
52,640	66,087	4,698	160,092	88,032	37,077	6,532	9,044
(51,549)	(39,819)	(1,007)	94,441	(120,221)	445,923	(5,172)	(7,710)
(51,549)	(39,819)	(1,007)	94,441	(120,221)	445,923	(5,172)	(7,710)
(12,839,841)	(12,800,022)	(7,902,532)	(7,996,973)	(103,496,737)	(103,942,660)	9,910	17,620
(\$12,891,390)	(\$12,839,841)	(\$7,903,539)	(\$7,902,532)	(\$103,616,958)	(\$103,496,737)	\$4,738	\$9,910

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Trico Title Company		Western Carriers Insurance Exchange	
Conservation Date:	August 18, 1994		April 27, 1983	
Liquidation/Rehabilitation Date:	N/A		May 12, 1983	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	(\$576)	(\$3,241)	(\$2,922)	\$538,394
Change in net assets of trusts				
Income from settlement of litigation		50,000		
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22				113,617
Total revenues	(576)	46,759	(2,922)	652,011
Operating expenses:				
Incurred losses and loss adjustment expenses				119,384
All other claims expense				
General and administrative expenses	15,799	41,911	60,604	22,291
Professional fees	8,056	6,576	3,575	3,849
Legal fees	2,246	9,443		
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances				
Total operating expenses	26,101	57,930	64,179	145,524
Excess (deficiency) of revenue over expenses before federal income taxes)	(26,677)	(11,171)	(67,101)	506,487
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	(26,677)	(11,171)	(67,101)	506,487
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(3,023,791)	(3,012,620)	(3,649,322)	(4,155,809)
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$3,050,468)	(\$3,023,791)	(\$3,716,423)	(\$3,649,322)

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Western Carriers Underwriters		Western Employers Insurance Company of America		Western Employers Insurance Company		Western International Insurance Company	
April 27, 1983 May 12, 1983		April 25, 1991 May 7, 1991		April 2, 1991 April 19, 1991		August 10, 1992 September 9, 1992	
1999	1998	1999	1998	1999	1998	1999	1998
						(\$315)	
				\$6,300,723	\$3,689,053	4,474	
(\$45)	\$2,855	(\$14,695)	\$695,190	1,087,472	6,017,906	(2,698)	\$716,921
				39,318	27,009	3,000	900,000
				3,026	25,330		24
(45)	2,855	(14,695)	695,190	7,430,539	9,759,298	4,461	1,616,945
		7,998	(211,786)	5,432,897	(746,165)	(180,369)	1,480
800	3,704	99,821	52,222	464,170	499,323	555,772	510,207
6,414	4,267	377,782	91,217	330,049	110,651	88,623	12,526
	380	199	98	(8,786)	6,597	50,122	91,864
				742,607		216,149	
7,214	8,351	495,800	(68,249)	6,960,937	(129,594)	730,297	616,077
(7,259)	(5,496)	(510,495)	763,439	469,602	9,888,892	(725,836)	1,000,868
(7,259)	(5,496)	(510,495)	763,439	469,602	9,888,892	(725,836)	1,000,868
29,289	34,785	8,313,982	7,550,543	22,051,396	12,162,504	(28,320,505)	(29,321,373)
\$22,030	\$29,289	\$7,803,487	\$8,313,982	\$22,520,998	\$22,051,396	(\$29,046,341)	(\$28,320,505)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Westland Title Company		Winfield Title, Inc.	
Conservation Date:	November 15, 1994		March 5, 1981	
Liquidation/Rehabilitation Date:	January 13, 1995		May 15, 1981	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates				
Net investment income (loss)	\$866	(\$2,780)	(\$40)	\$1,101
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22	5,607	6,712	1,169	
Total revenues	6,473	3,932	1,129	1,101
Operating expenses:				
Incurred losses and loss adjustment expenses				
All other claims expense				
General and administrative expenses	30,628	43,603	4,756	3,737
Professional fees	8,617	9,479	4,639	4,273
Legal fees	3,700	8,865	74	1,046
Property management				
Revaluation of assets, net of gains/(losses) on sales		4,730		
Change in allowance for uncollectible balances				
Total operating expenses	42,945	66,677	9,469	9,056
Excess (deficiency) of revenue over expenses before federal income taxes)	(36,472)	(62,745)	(8,340)	(7,955)
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates	(36,472)	(62,745)	(8,340)	(7,955)
Net excess of (deficiency in) assets of domiciliary estates, beginning of year	(2,254,867)	(2,192,122)	8,982	16,937
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	(\$2,291,339)	(\$2,254,867)	\$642	\$8,982

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

World Title Company		Combined Domiciliary Estates Closed in 1998	TOTAL DOMICILIARY		Allied Fidelity Insurance Company		American Bonding Company	
June 15, 1995	June 15, 1995		1999	1998	1999	1998	1999	1998
				(As Restated)		(Closed)		
			\$1,985	\$21,033				
			(18,209,128)	(41,861,129)				
					(\$15,605)	\$27,261	\$3,993	(\$50,350)
(\$27,088)	\$50,072	\$70,853	11,685,228	96,933,350	231	(387)	484	1,307
			79,855	5,370,322				
	245,000		1,039,779	4,924,647				
			923,011	80,833				
		12,650,345	69,489	12,650,345				
43,705	16,978	72,160	13,229,066	19,357,734	30,595	220	187	58,904
16,617	312,050	12,793,358	8,819,285	97,477,135	15,221	27,094	4,664	9,861
			(11,045,996)	(59,800,021)				
(85,799)			8,014,537	(57,107,943)				
156,672	625,556	214,287	15,765,942	13,957,965	10,817	21,605	3,056	4,398
20,398	23,186	18,341	4,215,388	2,668,325	980	1,441	1,133	908
23,732	79,846	22,537	2,264,174	4,264,066	3,424	4,048	475	4,555
	(1,090)		65,425	49,036				
	4,283		(4,813,610)	7,157,754				
(11,497)	19,705		(22,065,799)	(15,030,460)				
103,506	751,486	255,165	(7,599,939)	(103,841,278)	15,221	27,094	4,664	9,861
(86,889)	(439,436)	12,538,193	16,419,224	201,318,413				
			(328,993)	485,487				
(86,889)	(439,436)	12,538,193	16,748,217	200,832,926				
(7,343,592)	(6,904,156)	(12,538,193)	(4,138,228,145)	(3,006,646,377)				
				(1,332,414,694)				
(\$7,430,481)	(\$7,343,592)	\$ -	(\$4,121,479,928)	(\$4,138,228,145)	\$ -	\$ -	\$ -	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	American Diversified Financial Services, Inc.		ANA Insurance Group	
Conservation Date:	July 26, 1996		December 11, 1992	
Liquidation/Rehabilitation Date:	N/A		July 7, 1994	
	1999	1998	1999	1998
Revenues:				
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates	(\$90,220)	\$17,543	\$35,696	\$19,925
Net investment income (loss)	682	(3,227)	(30)	591
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22	118,629			552
Total revenues	29,091	14,316	35,666	21,068
Operating expenses:				
Incurred losses and loss adjustment expenses				
All other claims expense				
General and administrative expenses	20,945	6,724	19,545	16,212
Professional fees	3,263	3,743	1,070	921
Legal fees	4,883	3,849	15,051	3,935
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances				
Total operating expenses	29,091	14,316	35,666	21,068
Excess (deficiency) of revenue over expenses before federal income taxes)				
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates				
Net excess of (deficiency in) assets of domiciliary estates, beginning of year				
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$ -	\$ -	\$ -	\$ -

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Antilles Insurance Services, Inc. May 20, 1993 September 9, 1993		Commonwealth United Insurance Company, Ltd. December 11, 1991 August 13, 1992		Dual-Plus Insurance Company, Ltd. September 23, 1992 December 3, 1992		Glacier General Assurance Company March 4, 1985 December 3, 1985	
1999	1998	1999	1998	1999	1998	1999	1998
		(Closed)		(Closed)		(Closed)	
\$1,086	(\$1,985)			(\$19,556)	\$36,176	\$46,908	(\$587,075)
(16)	2,878	\$17	(\$3,177)	56	70	(36,963)	187,540
						50,000	
		8,639,191					
		80,630		24,165		7,432	10,400
1,070	893	8,719,838	(3,177)	4,665	36,246	67,377	(389,135)
		6,811	40,964	1,064	31,358	44,242	140,007
1,070	893	980	1,702	763	953	1,782	2,305
		775	3,295	2,838	3,935	28,083	54,881
						7,442	40,262
						(14,172)	(626,590)
1,070	893	8,566	45,961	4,665	36,246	67,377	(389,135)
		8,711,272	(49,138)				
		8,711,272	(49,138)				
		(8,711,272)	(8,662,134)				
\$ -	\$ -	\$ -	(\$8,711,272)	\$ -	\$ -	\$ -	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	Dual-Plus Insurance Company, Ltd.		Glacier General Assurance Company	
Conservation Date:	September 23, 1992		March 4, 1985	
Liquidation/Rehabilitation Date:	December 3, 1992		December 3, 1985	
	1999	1998	1999	1998
Revenues:	(Closed)		(Closed)	
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates	(\$19,556)	\$36,176	\$46,908	(\$587,075)
Net investment income (loss)	56	70	(36,963)	187,540
Change in net assets of trusts				
Income from settlement of litigation			50,000	
Salvage and subrogation recoveries				
Forgiveness of claims				
Other income 22	24,165		7,432	10,400
Total revenues	4,665	36,246	67,377	(389,135)
Operating expenses:				
Incurred losses and loss adjustment expenses				
All other claims expense				
General and administrative expenses	1,064	31,358	44,242	140,007
Professional fees	763	953	1,782	2,305
Legal fees	2,838	3,935	28,083	54,881
Property management			7,442	40,262
Revaluation of assets, net of gains/(losses) on sales			(14,172)	(626,590)
Change in allowance for uncollectible balances				
Total operating expenses	4,665	36,246	67,377	(389,135)
Excess (deficiency) of revenue over expenses before federal income taxes)				
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates				
Net excess of (deficiency in) assets of domiciliary estates, beginning of year				
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$ -	\$ -	\$ -	\$ -

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Greater American and Casualty Insurance, Ltd. June 3, 1994 August 8, 1994		Greater Indemnity and Casualty Insurance, Ltd. June 9, 1994 August 8, 1994		Integrity Insurance Company January 5, 1987 March 9, 1987		Midland Insurance Company April 15, 1986 May 9, 1986	
1999	1998	1999	1998	1999	1998	1999	1998
(Closed)		(Closed)		(Closed)		(Closed)	
(\$1,567)		(\$400)	\$29,377	\$16,180 (3,236)	(\$94,696) 115,566	(\$25,837) (513)	(\$147,374) 172,378
2,637		111,259				29,581	
1,070	-	110,859	29,377	12,944	20,870	3,231	25,004
1,070		11,927 896 2,928	29,885 965 13,863	9,274 747 2,923	12,764 955 7,151	2,217 559 455	11,404 1,350 12,250
1,070	-	15,751	44,713	12,944	20,870	3,231	25,004
		95,108	(15,336)				
		95,108	(15,336)				
		(95,108)	(79,772)				
\$ -	\$ -	\$ -	(\$95,108)	\$ -	\$ -	\$ -	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	National Life Insurance Company of Pennsylvania		Old American Insurance Company	
	March 26, 1997		July 9, 1997	
	N/A		N/A	
Conservation Date:				
Liquidation/Rehabilitation Date:				
	1999	1998	1999	1998
Revenues:			(Closed)	
Premium income, net of adjustments to unearned premium reserves				
Change in reinsurance recoveries				
Net reimbursements (disbursements) for ancillary estates	\$4,094	\$6,429		
Net investment income (loss)	11	544	(\$1,880)	\$12,410
Change in net assets of trusts				
Income from settlement of litigation				
Salvage and subrogation recoveries				
Forgiveness of claims			3,887,080	
Other income 22			(13)	
Total revenues	4,105	6,973	3,885,187	12,410
Operating expenses:				
Incurred losses and loss adjustment expenses			4,000,000	
All other claims expense				
General and administrative expenses	1,216	1,179	15,892	13,421
Professional fees	1,070	840	891	840
Legal fees	1,819	4,954	4,616	1,623
Property management				
Revaluation of assets, net of gains/(losses) on sales				
Change in allowance for uncollectible balances				
Total operating expenses	4,105	6,973	4,021,399	15,884
Excess (deficiency) of revenue over expenses before federal income taxes)			(136,212)	(3,474)
Current federal income tax provision (benefit)				
Change in net deficiency in assets of domiciliary estates			(136,212)	(3,474)
Net excess of (deficiency in) assets of domiciliary estates, beginning of year			136,212	139,686
New estates				
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$ -	\$ -	\$ -	\$136,212

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*
 (For the Years Ending December 31, 1999 and 1998)

Oshima Reinsurance Company January 29, 1991 March 12, 1991		Professional Prototype I Insurance Company, Ltd. September 4, 1996 June 7, 1997		Underwriters Reserve, Ltd. May 20, 1993 September 9, 1993		United Bonding Insurance Company March 10, 1971 August 20, 1971	
1999	1998	1999	1998	1999	1998	1999	1998
				(Closed)		(Closed)	
					\$8,015		
(\$2,092)	\$15,612	(\$7,487)	\$613,202	(\$187)	140,359	\$359 (408)	\$10,048 23,622
			10				
				41			
				122,620		7,843	65
(2,092)	15,612	(7,487)	613,212	122,474	148,374	7,794	33,735
		3,598,398	(2,853,005)		281,497		
					142,320		23,803
15,340	8,580	272,539	222,165	113,510	123,636	5,649	7,062
1,245	997	57,436	10,850	4,655	1,317	1,845	1,496
3,497	8,676	52,406	20,048	425	18,770	300	1,374
			(529)				
20,082	18,253	3,980,779	(2,600,471)	118,590	567,540	7,794	33,735
(22,174)	(2,641)	(3,988,266)	3,213,683	3,884	(419,166)		
(22,174)	(2,641)	(3,988,266)	3,213,683	3,884	(419,166)		
(189,806)	(187,165)	(5,960,667)	(9,174,350)	(3,884)	415,282		
(\$211,980)	(\$189,806)	(\$9,948,933)	(\$5,960,667)	\$ -	(\$3,884)	\$ -	\$ -

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
 (For the Years Ending December 31, 1999 and 1998)

	Western Star Insurance Company, Ltd.		Combined Ancillary Estates Closed
	August 29, 1994		in 1998
	August 29, 1994		
	1999	1998	1998
Revenues:			
Premium income, net of adjustments to unearned premium reserves			
Change in reinsurance recoveries			
Net reimbursements (disbursements) for ancillary estates	\$4,050	\$5,851	(\$957,173)
Net investment income (loss)		(182)	1,284,416
Change in net assets of trusts			
Income from settlement of litigation			
Salvage and subrogation recoveries			
Forgiveness of claims			
Other income 22			94,552
Total revenues	4,050	5,669	421,795
Operating expenses:			
Incurred losses and loss adjustment expenses			
All other claims expense			
General and administrative expenses	2,319	1,603	382,412
Professional fees	1,070	906	7,411
Legal fees	661	3,160	31,972
Property management			
Revaluation of assets, net of gains/(losses) on sales			
Change in allowance for uncollectible balances			
Total operating expenses	4,050	5,669	421,795
Excess (deficiency) of revenue over expenses before federal income taxes)			
Current federal income tax provision (benefit)			
Change in net deficiency in assets of domiciliary estates			
Net excess of (deficiency in) assets of domiciliary estates, beginning of year			
New estates			
Net excess of (deficiency in) assets of domiciliary estates, estates, end of year	\$ -	\$ -	\$ -

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

TOTAL ANCILLARY		TOTAL DOMICILIARY & ANCILLARY		ELIMINATION ADJUSTMENTS		TOTAL ESTATES	
1999	1998	1999	1998	1999	1998	1999	1998
							(As Restated)
	\$8,015	\$1,985	\$29,048			\$1,985	\$29,048
		(18,209,128.00)	(41,861,129)			(18,209,128)	(41,861,129)
(\$40,419)	(1,715,420)	(40,419.00)	(1,715,420)			(40,419)	(1,715,420)
(51,731)	2,592,899	11,633,497.00	99,526,249	\$510,495	(\$763,439)	12,143,992	98,762,810
		79,855.00	5,370,322			79,855	5,370,322
50,000		1,089,779.00	4,924,647			1,089,779	4,924,647
	10	923,011.00	80,843			923,011	80,843
12,637,571		12,707,060.00	12,650,345			12,707,060	12,650,345
424,306	164,693	13,653,372.00	19,522,427			13,653,372	19,522,427
13,019,727	1,050,197	21,839,012	98,527,332	510,495	(763,439)	22,349,507	97,763,893
7,598,398	(2,571,508)	(3,447,598)	(62,371,529)			(3,447,598)	(62,371,529)
	166,123	8,014,537	(56,941,820)			8,014,537	(56,941,820)
556,363	1,075,382	16,322,305	15,033,344			16,322,305	15,033,344
82,525	40,793	4,297,913	2,709,118			4,297,913	2,709,118
125,559	202,339	2,389,733	4,466,405			2,389,733	4,466,405
7,442	40,262	72,867	89,298			72,867	89,298
(14,172)	(627,119)	(4,827,782)	6,530,635			(4,827,782)	6,530,635
		(22,065,799)	(15,030,460)			(22,065,799)	(15,030,460)
8,356,115	(1,673,728)	756,176	(105,515,009)	-	-	756,176	(105,515,009)
4,663,612	2,723,925	21,082,836	204,042,341	510,495	(763,439)	21,593,331	203,278,902
		(328,993)	485,487			(328,993)	485,487
4,663,612	2,723,925	21,411,829	203,556,854	510,495	(763,439)	21,922,324	202,793,415
(14,824,525)	(17,548,453)	(4,153,052,670)	(3,024,194,830)	63,390,141	1,169,733	(4,089,662,529)	(3,023,025,097)
			(1,332,414,694)		62,983,847		(1,269,430,847)
(\$10,160,913)	(\$14,824,528)	(\$4,131,640,841)	(\$4,153,052,670)	\$63,900,636	\$63,390,141	(\$4,067,740,205)	(\$4,089,662,529)

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
(For the Years Ending December 31, 1999 and 1998)

	AIM Insurance Company		Bestland Insurance Agency	
	March 31, 1994	September 8, 1994	March 30, 1993	October 21, 1993
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$4,524,211)	(\$1,193,897)	(\$27,204)	(\$35,468)
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	114,563	(83,256)	278	(421)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	198,812	(96,212)	589	(507)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets	(2,392)	(2,840)		
Bad debt expense/Change in allowance	(55,586)	(55,607)		
Decrease (increase) in assets: Statutory deposits held by other states	6,318	3,731		
Recoverable from reinsurers	3,107,641			
Receivables	198,300	65,036		
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	104,839	(12,954)	362	184
Other assets	519,673	(146)		
Increase (decrease) in liabilities: Secured claims		(103,329)		
Administrative expenses (Class 1)	34,638	(16,185)	(1,282)	1,664
Claims against policies, including guarantee associations (Class 2), net of distributions	(8,086,541)	(6,945)		1,207
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)	(3,923,420)	2,054,731		12,292
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(12,307,366)	552,127	(27,257)	(21,049)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	7,046,695		27,257	21,049
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	7,046,695	-	27,257	21,049
Investment disbursements:				
Net contributions to pooled investments, by estates		369,734		
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	369,734	-	-
Net cash provided (used in) by investing activities	7,046,695	(369,734)	27,257	21,049
Net increase (decrease) in cash and cash equivalents	(5,260,671)	182,393		
Cash and cash equivalents at beginning of period	5,260,671	5,078,278		
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$5,260,671	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions	\$12,308,912			
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property	\$484,182			
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

C-F Insurance Company March 29, 1985 December 18, 1985		Cal-American Insurance Company May 21, 1993 June 30, 1993		CFG / KD Excess and Surplus Insurance Services May 27, 1994 August 29, 1994		Citation General Insurance Company July 21, 1995 August 24, 1995	
1999	1998	1999	1998	1999	1998	1999	1998
(\$474,084)	\$2,798,278	(\$727,501)	(\$715,037)	(\$641,317)	(\$342)	\$7,694,850	\$2,068,198
1,711,461	(606,038)	55,867	(25,798)	30,979	(12,819)	219,964	(74,136)
1,801,816	(678,425)	63,932	(29,525)	34,660	(14,377)	217,268	(83,272)
17,166	993	(128,676)			2,099,919		
25,008	(8)						
	80,836	557,180			62,316	70,856	
	24,313	134,496			314,292	75,649	
(94,677)	(119,828)	5,047	22	1,203	(1,544)	(24,164)	(6,153)
		21,835					
(109,103)	7,418				1,317,747		
23,586	8,395	15,055	(269,776)	(2,042)	5,679	(1,330,681)	5,828
(227,739)	1,613,550	(5,090)	(5,515)	410,793		(9,282,129)	(2,428,927)
	(13,760)	13,760			47,887		
2,673,434	3,024,335	(501,301)	(447,034)	(165,724)	(23,403)	1,337,269	(371,957)
	501,301	447,034		165,724	23,403		371,957
330,777	10,707						
330,777	10,707	501,301	447,034	165,724	23,403	-	371,957
3,004,211	3,035,042				1,337,269		
3,004,211	3,035,042	-	-	-	-	1,337,269	-
(2,673,434)	(3,024,335)	501,301	447,034	165,724	23,403	(1,337,269)	371,957
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$90,350	\$95,492						
\$54,921							

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*
 (For the Years Ending December 31, 1999 and 1998)

	Coastal Insurance Company		Cypress Insurance Administrators	
	February 2, 1989	March 6, 1989	May 13, 1993	December 18, 1993
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$487,823)	\$1,126,007	(\$6,216)	\$890
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	556,795	(200,058)	2,197	(839)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	588,535	(224,783)	2,389	(937)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance	375,000			
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	(308,333)	66,667		
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	(26,581)	(36,980)	(43)	(108)
Other assets				
Increase (decrease) in liabilities: Secured claims	9,293	14,496		
Administrative expenses (Class 1)	(12,763)	8,408	134	(71)
Claims against policies, including guarantee associations (Class 2), net of distributions	6,033	175		
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)				
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	700,156	753,932	(1,539)	(1,065)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates			1,539	1,065
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	-	-	1,539	1,065
Investment disbursements:				
Net contributions to pooled investments, by estates	690,863	744,198		
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	690,863	744,198	-	-
Net cash provided (used in) by investing activities	(690,863)	(744,198)	1,539	1,065
Net increase (decrease) in cash and cash equivalents	9,293	9,734		
Cash and cash equivalents at beginning of period	201,503	191,769		
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$210,796	\$201,503	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions				
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Eldorado Insurance Company August 2, 1978 December 11, 1978		Executive Life Insurance Company April 11, 1991 September 3, 1993		First California Property & Casualty Insurance Company September 6, 1989 October 30, 1989		First Capital Life Insurance Company May 14, 1991 N/A	
1999	1998	1999	1998	1999	1998	1999	1998
\$1,333,851	\$336,419	\$5,499,805	\$26,662,918	(\$1,169,591)	(\$602,333)	(\$4,290,320)	\$463,518
132,488	(49,165)	1,283,776	(982,387)	81,167	(30,327)	190,758	(71,559)
140,761	(54,880)	3,360	(17,597)	88,465	102,363	180,477	(77,971)
		1,263,256	272,921				
		48,274	334,456				
		(941,367)	1,272,030				
		6,067,500		5,979			
(16,126)	(11,834)		100,000				
		139,852	398,000	16,761	729,385		
(604)		39,203,431	6,513,870	5,000	5,000		(21,073)
(5,091)	(6,409)	(100,814)	399,195	(128)	(5,822)	51,203	29,785
			13,504				
		(58,424,483)	12,483,925				
6,020	(30,557)	1,303,799	(22,369,179)	(132,023)	127,710	16,308	(4,881)
(1,340,187)	(1,087)	(79,407,594)	(14,896,391)	809,837	(60,581)		
(154,395)	(242,020)			105,411			(1,407,220)
		613,208	(16,524,162)			(7,553)	(16,619)
96,717	(59,533)	(83,447,997)	(6,338,897)	(189,122)	265,395	(3,859,127)	(1,106,020)
	59,533		4,610,531	189,122		3,859,127	1,106,020
		27,337,080	181,111,212				
		67	13,536				
-	59,533	27,337,147	185,735,279	189,122	-	3,859,127	1,106,020
96,717		12,720,085			265,395		
		17,195,667	169,116,773				
96,717	-	29,915,752	169,116,773	-	265,395	-	-
(96,717)	59,533	(2,578,605)	16,618,506	189,122	(265,395)	3,859,127	1,106,020
		(86,026,602)	10,279,609				
		87,250,961	76,971,352				
\$ -	\$ -	\$1,224,359	\$87,250,961	\$ -	\$ -	\$ -	\$ -
		\$43,268,800	\$22,924,013			\$4,004,626	\$1,407,220
			\$15,472,236				

\$335,867

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	George Washington Life Insurance Company of CA		Great Falls Insurance Company	
	October 5, 1990	May 28, 1991	May 25, 1988	November 5, 1988
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$2,386,925)	\$843,460	(\$88,632)	\$172,412
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	29,879	(52,276)	26,947	(30,706)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	70,790	(58,635)	78,436	(34,432)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets		(117,926)		
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers	397,569	(397,569)		
Receivables				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	62,336	(9,471)	36,483	(5,484)
Other assets		1,595,315		
Increase (decrease) in liabilities: Secured claims		(1,421,592)		
Administrative expenses (Class 1)	(17,878)	(46,325)	(33,746)	1,465
Claims against policies, including guarantee associations (Class 2), net of distributions	(2,456,719)	7,713	(2,844,815)	(2,815)
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)	(563,481)	(129,032)	42,510	
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(4,864,429)	213,662	(2,782,817)	100,440
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	4,864,429		2,782,817	
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	4,864,429	-	2,782,817	-
Investment disbursements:				
Net contributions to pooled investments, by estates		213,662		100,440
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	213,662	-	100,440
Net cash provided (used in) by investing activities	4,864,429	(213,662)	2,782,817	(100,440)
Net increase (decrease) in cash and cash equivalents				
Cash and cash equivalents at beginning of period				
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$ -	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions	\$4,900,500		\$2,832,315	
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations	\$397,569			

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Interco Underwriters Exchange		Mission Insurance Company (a Mission Trust)	
	January 18, 1993	February 24, 1993	October 31, 1985	February 24, 1987
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$8,210)	\$2,053	(\$63,750,478)	\$70,149,473
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	7,743	(2,882)	12,646,489	(542,562)
Realized (gain) loss on nonpooled investments, net				(4,103,032)
Unrealized (gain) loss on pooled investments, net	8,232	(3,253)	13,549,667	(2,699,723)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets			(3,873,400)	5,374,494
Bad debt expense/Change in allowance			(22,382,375)	(17,088,530)
Decrease (increase) in assets: Statutory deposits held by other states			(901,761)	(871,799)
Recoverable from reinsurers			25,936,104	43,433,037
Receivables			2,527,573	(2,868,570)
Funds held by guarantee associations			(20,895)	
Investment in subsidiaries, held for sale			291,014	(229,393)
Accrued investment income	(313)	(345)	(729,060)	(1,198,539)
Other assets			1,294,039	(285,727)
Increase (decrease) in liabilities: Secured claims			(10,685)	1,129
Administrative expenses (Class 1)	(932)	(177)	(259,784)	322,029
Claims against policies, including guarantee associations (Class 2), net of distributions			64,308,804	(85,426,847)
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)			(814,640)	(65,758,936)
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	6,520	(4,604)	27,810,612	(61,793,496)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates		4,604		
Proceeds from sales or maturities of nonpooled securities				19,433,151
Proceeds from sale of property			294,215	
Total investment receipts	-	4,604	294,215	19,433,151
Investment disbursements:				
Net contributions to pooled investments, by estates	6,520		26,665,203	122,014,878
Purchase of non-pooled securities				98,627,490
Purchase of property				229,070
Total investment disbursements	6,520	-	26,665,203	220,871,438
Net cash provided (used in) by investing activities	(6,520)	4,604	(26,370,988)	(201,438,287)
Net increase (decrease) in cash and cash equivalents			1,439,624	(263,231,783)
Cash and cash equivalents at beginning of period			6,610,592	
Cash and cash equivalents from new estates				269,842,375
Cash and cash equivalents at end of period	\$ -	\$ -	\$8,050,216	\$6,610,592
Supplemental disclosure of cash flow information:				
Distributions			\$1,290,924	\$79,895,597
Interest paid				
Taxes paid			(\$834,337)	
Significant non-cash activities:				
Market value of securities transferred to the pool				\$281,169,946
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Mission National Insurance Company (a Mission Trust) November 26, 1985 February 24, 1987		Enterprise Insurance Company (a Mission Trust) November 26, 1985 February 24, 1987		National Service Insurance Company February 16, 1989 May 4, 1989		Pacific Standard Life Insurance Company December 11, 1989 April 28, 1994	
1999	1998	1999	1998	1999	1998	1999	1998
\$74,744,255	\$59,520,453	\$6,936,576	\$2,964,063	\$145,168	\$904,541	(\$37,054)	\$1,632,016
4,282,612	(3,791,501)	385,054	(851,067)	355,493	(114,148)	8,635	(214,032)
4,549,097	(961,506)	402,625	(62,683)	360,340	(127,826)	(9,844)	(397,433)
355,408	1,045,208	(126,173)	(81,227)			(209,479)	28,451
(10,219,683)	835,977	(548,113)	(15,514)				
(825)	173,194	(37,265)	(24,328)				
6,757,488	6,043,108	307,152	62,770				
943,000	(943,000)	198,530	(301,560)			23,052	1,451,510
(7,481,156)	51,530			975,202	(51,530)		
(161,584)	(1,922,377)	(20,125)	202,589	(34,781)	(22,872)	10,295	964,202
12,591	(7,024)	(3,296)	(2,607)				13,470
(3,993)							
(1,430,399)	1,456,730	(55,260)	69,617	540	(1,307)	2,636,878	141,793
(66,527,890)	(153,092,714)	(6,976,763)	(19,727,511)			(2,492,509)	(87,012,475)
(34,071)	(629,856)		(1,195)				
5,784,850	(92,221,778)	462,942	(17,768,653)	1,801,962	586,858	(70,026)	(83,392,498)
			856,992			1,209	86,340,532
	19,295,450		9,720,976				
						205,027	111
-	19,295,450	-	10,577,968	-	-	206,236	86,340,643
6,084,565	22,188,664	811,625		1,801,962	586,858		
	20,522,124		13,794,552				
6,084,565	42,710,788	811,625	13,794,552	1,801,962	586,858	-	-
(6,084,565)	(23,415,338)	(811,625)	(3,216,584)	(1,801,962)	(586,858)	206,236	86,340,643
(299,715)	(115,637,116)	(348,683)	(20,985,237)			136,210	2,948,145
1,212,714		348,683				2,956,140	7,995
	116,849,830		21,333,920				
\$912,999	\$1,212,714	\$ -	\$348,683	\$ -	\$ -	\$3,092,350	\$2,956,140
\$2,356,482	\$101,664,638	\$13,965	\$18,860,637		\$54,598	\$7,985	\$87,005,918
\$1,188,368		\$58,654				\$4,300,000	
	\$116,846,998		\$12,846,486				

\$29,184

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Pacific States Casualty Company		Penniman Title Company	
	March 1, 1993	July 9, 1993	March 6, 1992	March 12, 1992
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	\$1,585,279	(\$112,178)	(\$27,978)	(\$42,498)
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	23,231	(6,516)	(345)	290
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	12,998	(2,105)	(350)	206
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers	(1,824,759)	(833,565)		
Receivables	(4,008)		503	23,485
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	(11,930)	262		
Other assets				
Increase (decrease) in liabilities: Secured claims	(5,363,766)	6,323,803	(2,322)	(120)
Administrative expenses (Class 1)	15,746	3,772	27,422	19,013
Claims against policies, including guarantee associations (Class 2), net of distributions				
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)	79,372	(106,657)		
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(5,487,837)	5,266,816	(3,070)	376
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates		108,737	695	
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	-	108,737	695	-
Investment disbursements:				
Net contributions to pooled investments, by estates	192,570			496
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	192,570	-	-	496
Net cash provided (used in) by investing activities	(192,570)	108,737	695	(496)
Net increase (decrease) in cash and cash equivalents	(5,680,407)	5,375,553	(2,375)	(120)
Cash and cash equivalents at beginning of period	8,682,282	3,306,729	2,375	2,495
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$3,001,875	\$8,682,282	\$ -	\$2,375
Supplemental disclosure of cash flow information:				
Distributions				
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Premier Alliance Insurance Company February 18, 1994 August 2, 1994		Premier Title Company May 5, 1994 June 16, 1994		S & H Insurance Company January 28, 1985 April 16, 1985		Signal Insurance Company September 23, 1975 January 10, 1978	
1999	1998	1999	1998	1999	1998	1999	1998
\$2,357,430	\$5,756,229	(\$9,722)	(\$36,575)	(\$462,484)	\$1,088,315	(\$2,033,613)	\$1,603,982
409,214	(751,669)	(244)	32	367,820	(129,007)	133,031	(253,665)
400,062	466,083	(347)	9	387,643	(144,423)	140,040	(234,178)
	(50,287)						6,128
(957,947)	(367,458)			152,012		1,886,659	621,339
9,719	333,723			(23,901)	(22,452)		
4,291,657	289,019			883,268	15,389		(515,711)
331,000		3,480	(4,495)	150,195	56,518		
(12,983)	(26,257)	(29)	306	(28,341)	(26,097)	(5,155)	249,072
		(15,646)	304	75	127		
2,494	(1,385)	12,985	14,352	(3,020)	1,950	22,049	(20,166)
(4,725,115)	(5,053,453)			115,700	(144,999)		(24,397,077)
(2,928,773)							
(823,242)	690,820	(9,523)	(26,067)	1,538,967	695,321	143,011	(22,940,276)
1,199,862			26,372				22,940,276
	415,396						
1,199,862	415,396	-	26,372	-	-	-	22,940,276
	1,058,339	6,124		1,538,892	695,194	143,011	
-	1,058,339	6,124	-	1,538,892	695,194	143,011	-
1,199,862	(642,943)	(6,124)	26,372	(1,538,892)	(695,194)	(143,011)	22,940,276
376,620	47,877	(15,647)	305	75	127		
1,020,615	972,738	115,627	115,322	12,993	12,866		
\$1,397,235	\$1,020,615	\$99,980	\$115,627	\$13,068	\$12,993	\$ -	\$ -
\$2,980,000	\$113,327						\$24,397,077
\$5,193				\$454,243			

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Conservation Date: Liquidation/Rehabilitation Date:	Summit Title Insurance Company		Superior California Title & Escrow Company	
	August 23, 1990	December 13, 1990	August 23, 1990	December 18, 1990
	1999	1998	1999	1998
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	\$8,835	(\$57,617)	\$166,189	(\$13,462)
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	(252)	(469)	(173)	105
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	128	(508)	(226)	87
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	(5,842)		4,522	10,361
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	353	690		
Other assets				
Increase (decrease) in liabilities: Secured claims	(38,475)	376	(13,625)	
Administrative expenses (Class 1)	31,810	(2,679)	(101,222)	3,101
Claims against policies, including guarantee associations (Class 2), net of distributions				
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)	(61,930)	(3,913)	(69,489)	
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(65,373)	(64,120)	(14,024)	192
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	26,898	64,496	399	
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	26,898	64,496	399	-
Investment disbursements:				
Net contributions to pooled investments, by estates				192
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	-	-	192
Net cash provided (used in) by investing activities	26,898	64,496	399	(192)
Net increase (decrease) in cash and cash equivalents	(38,475)	376	(13,625)	
Cash and cash equivalents at beginning of period	38,475	38,099	13,625	13,625
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$38,475	\$ -	\$13,625
Supplemental disclosure of cash flow information:				
Distributions	\$61,930			
Interest paid				
Taxes paid		\$3,560		
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Surety Insurance Company of California May 23, 1984 August 20, 1984		Thriftco Insurance Company March 13, 1990 July 24, 1990		TMIC Insurance Company, Inc. April 14, 1986 April 27, 1986		Trans-Cal Title Insurance Company March 25, 1991 May 21, 1991	
1999	1998	1999	1998	1999	1998	1999	1998
(\$51,549)	(\$39,819)	(\$1,007)	\$94,441	(\$120,221)	\$445,923	(\$5,172)	(\$7,710)
6,007	(2,840)	85,881	(31,507)	42,411	(59,002)	106	(137)
6,773	(3,201)	92,403	(35,274)	106,252	(65,456)	171	(161)
	(9,112)						
		160	14			(1,498)	
396	(79)	(3,325)	(5,970)	60,144	(27,882)	95	64
4,341	598	5,380	5,405			51	87
(3,569)	(939)	(795)	367	(324,619)	1,141	(378)	422
		(155,772)	114,129	(4,516,984)			
(37,601)	(55,392)	22,925	141,605	(4,753,017)	294,724	(6,625)	(7,435)
41,942	46,878			4,753,017		6,676	7,522
41,942	46,878	-	-	4,753,017	-	6,676	7,522
		17,926	136,200		2,384,532		
-	-	17,926	136,200	-	2,384,532	-	-
41,942	46,878	(17,926)	(136,200)	4,753,017	(2,384,532)	6,676	7,522
4,341	(8,514)	4,999	5,405		(2,089,808)	51	87
182,465	190,979	183,378	177,973		2,089,808	8,863	8,776
\$186,806	\$182,465	\$188,377	\$183,378	\$ -	\$ -	\$8,914	\$8,863
				\$4,889,953			

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Trico Title Company		Western Carriers Insurance Exchange	
	August 18, 1994	N/A	April 27, 1983	May 12, 1983
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$26,677)	(\$11,171)	(\$67,101)	\$506,487
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	219	434	187,994	(66,694)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	1,046	484	198,834	(74,644)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	(6,823)	36,893		
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	8	(283)	(10,082)	(13,447)
Other assets				
Increase (decrease) in liabilities: Secured claims	8,427	9,479		
Administrative expenses (Class 1)	(14,153)	21,930	(732)	492
Claims against policies, including guarantee associations (Class 2), net of distributions				5,767
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)				
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(37,953)	57,766	308,913	357,961
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	46,105			
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	46,105	-	-	-
Investment disbursements:				
Net contributions to pooled investments, by estates		48,288	308,913	357,961
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	48,288	308,913	357,961
Net cash provided (used in) by investing activities	46,105	(48,288)	(308,913)	(357,961)
Net increase (decrease) in cash and cash equivalents	8,152	9,478		
Cash and cash equivalents at beginning of period	360,694	351,216		
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$368,846	\$360,694	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions				
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Western Carriers Underwriters April 27, 1983 May 12, 1983		Western Employers Insurance Company of America April 25, 1991 May 7, 1991		Western Employers Insurance Company April 2, 1991 April 19, 1991		Western International Insurance Company August 10, 1992 September 9, 1992	
1999	1998	1999	1998	1999	1998	1999	1998
(\$7,259)	(\$5,496)	(\$510,495)	\$763,439	\$469,602	\$9,888,892	(\$725,836)	\$1,000,868
715	(357)	(2,594,921)	(77,491)	4,187,629	(413,656)	259,567	(89,440)
840	(414)	3,028,987	(86,874)	(975,079)	(1,612,256)	267,696	(101,314)
				742,607		216,149	(17,729)
		15,859	(41,179)	(91,386)	1,855,373		
				685,967	(2,686,687)	(1,319,549)	30,477
						900,000	(882,271)
62	17	(5,989)	(11,264)	510,494 (166,770)	(763,439) (99,086)	(17,582)	(11,490)
				5,830			
87	86	175	(311,903)	30,028	357,265	(184)	(5,436)
		14,948	(211,810)	4,077,058	(4,124,216)	(183,054)	1,456
				(196,685)	628,188	1,333,367	
(5,555)	(6,164)	(51,436)	22,918	9,279,295	3,030,378	730,574	(74,879)
5,555	6,164	51,436					74,879
5,555	6,164	51,436	-	-	-	-	74,879
			22,918	9,222,495	2,977,765	730,574	
-	-	-	22,918	9,222,495	2,977,765	730,574	-
5,555	6,164	51,436	(22,918)	(9,222,495)	(2,977,765)	(730,574)	74,879
				56,800	52,613		
				1,314,490	1,261,877		
\$ -	\$ -	\$ -	\$ -	\$1,371,290	\$1,314,490	\$ -	\$ -

\$3,050

\$1,355,545

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Westland Title Company		Winfield Title, Inc.	
	November 15, 1994	January 13, 1995	March 5, 1981	May 15, 1981
Conservation Date:	1999	1998	1999	1998
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	(\$36,472)	(\$62,745)	(\$8,340)	(\$7,955)
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	(355)	761	80	(155)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	(408)	1,205	192	(175)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets		4,730		
Bad debt expense/Change in allowance		(47,772)		
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	(4,902)	86,004	(1,376)	
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income			123	77
Other assets		7,500		
Increase (decrease) in liabilities: Secured claims		(81,346)	111	132
Administrative expenses (Class 1)	41,374	12,260	526	12
Claims against policies, including guarantee associations (Class 2), net of distributions				
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)				
Certificates of contribution, surplus notes, and deposits of ancillary estates, net				
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(763)	(79,403)	(8,684)	(8,064)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	763		8,795	8,196
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	763	-	8,795	8,196
Investment disbursements:				
Net contributions to pooled investments, by estates		1,966		
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	1,966	-	-
Net cash provided (used in) by investing activities	763	(1,966)	8,795	8,196
Net increase (decrease) in cash and cash equivalents		(81,369)	111	132
Cash and cash equivalents at beginning of period		81,369	6,163	6,031
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$ -	\$6,274	\$6,163
Supplemental disclosure of cash flow information:				
Distributions				
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

World Title Company June 15, 1995 June 15, 1995		TOTAL DOMICILIARY		Allied Fidelity Insurance Company May 5, 1986 June 2, 1986		American Bonding Company January 31, 1995 N/A	
1999	1998	1999	1998	1999	1998	1999	1998
(\$86,889)	(\$439,436)	\$16,748,217	\$200,832,926				
12,031	(6,896)	25,600,141	(9,745,681)	(\$968)	\$25	\$205	\$1,045
		3,360	(4,143,925)				
14,543	(7,836)	27,636,702	(7,268,820)	602	42	233	(440)
		48,274	284,169				
	4,283	(4,781,515)	7,157,754				
(13,554)	(136,264)	(22,328,423)	(15,398,216)				
		(1,014,360)	1,280,269				
		40,487,553	45,854,960				
118,848	32,069	44,607,461	3,763,053	5,725	(5,583)	1,030	10,190
		(6,526,849)					
		801,508	(992,832)				
1,526	490	(1,154,559)	(1,637,549)		125	112	(198)
	4,715	1,892,285	1,365,312				
1,941	905	(62,628,902)	17,241,978	(323,504)	4,569		
(2,608)	57,933	228,765	(20,714,257)	(21,331)	20,861	43	(51,543)
		(118,583,760)	(415,377,049)				
(85,799)		(240,194)	(242,020)				
	(243,962)	(6,838,555)	(66,414,272)				
				15,606	(27,260)	(3,992)	50,351
		605,655	(16,540,781)				
(39,961)	(733,999)	(65,437,196)	(280,694,981)	(323,870)	(7,221)	(2,369)	9,405
157,194	490,387	25,739,761	127,239,626	366	11,790	2,369	
		27,337,080	229,976,185				
		830,086	24,354				
157,194	490,387	53,906,927	357,240,165	366	11,790	2,369	-
		66,806,755	157,620,900				9,405
		17,195,667	302,060,939				
			229,070				
-	-	84,002,422	459,910,909	-	-	-	9,405
157,194	490,387	(30,095,495)	(102,670,744)	366	11,790	2,369	(9,405)
117,233	(243,612)	(95,532,691)	(383,365,725)	(323,504)	4,569		
50,000	293,612	115,833,309	91,172,909	323,504	318,935		
			408,026,125				
\$167,233	\$50,000	\$20,300,618	\$115,833,309	\$ -	\$323,504	\$ -	\$ -
	\$183,962	\$79,006,742	\$336,602,479	\$326,621			
\$32,500	\$231,040	\$32,500	\$231,040				
		\$4,712,685	\$3,560				
			\$426,335,666				
		484,182					
		\$2,635,572					

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

Conservation Date: Liquidation/Rehabilitation Date:	American Diversified Financial July 26, 1996 N/A		ANA Insurance Group Services, Inc. December 11, 1992 July 7, 1994	
	1999	1998	1999	1998
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates				
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	(\$141)	\$333	(\$212)	(\$141)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	(322)	272	(180)	(274)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables	2,132	63,825	(9,755)	23,116
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income			108	(108)
Other assets				
Increase (decrease) in liabilities: Secured claims				
Administrative expenses (Class 1)	(91,713)	(46,283)	40,850	1,409
Claims against policies, including guarantee associations (Class 2), net of distributions				
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)				
Certificates of contribution, surplus notes, and deposits of ancillary estates, net	89,581	(17,542)	(35,695)	(19,925)
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(463)	605	(4,884)	4,077
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	463		4,884	
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	463	-	4,884	-
Investment disbursements:				
Net contributions to pooled investments, by estates		605		4,077
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	605	-	4,077
Net cash provided (used in) by investing activities	463	(605)	4,884	(4,077)
Net increase (decrease) in cash and cash equivalents				
Cash and cash equivalents at beginning of period				
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$ -	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions				
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

Antilles Insurance Services, Inc. May 20, 1993 September 9, 1993		Commonwealth United Insurance Company, Ltd. December 11, 1991 August 13, 1992		Greater American and Casualty Insurance, Ltd. June 9, 1994 August 8, 1994		Greater Indemnity and Casualty Insurance, Ltd. June 9, 1994 August 8, 1994	
1999	1998	1999	1998	1999	1998	1999	1998
		\$8,711,272	(\$49,138)			\$95,108	(\$15,336)
\$974	(\$358)	(519)	283	(\$7)		109	(4,386)
1,031	(397)	348	141	(10)		453	(3,977)
		4,953	14,201				
(44)	(63)		2,913			320	5,402
90		(77,803)	32,869	(1,659)		(724)	146
		(7,603,584)				(117,438)	(469,683)
		(1,034,838)	(1,536)				
(1,086)	1,985			1,659			
965	1,167	(171)	(267)	(17)	-	(22,172)	(487,834)
		171		17		22,172	487,834
-	-	171	-	17	-	22,172	487,834
965	1,167		424				
965	1,167	-	424	-	-	-	-
(965)	(1,167)	171	(424)	17		22,172	487,834
			(691)				
			691				
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
			\$767				\$469,683

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Integrity Insurance Company		Midland Insurance Company	
	January 5, 1987		April 15, 1986	
	March 9, 1987		May 9, 1986	
	1999	1998	1999	1998
Conservation Date:				
Liquidation/Rehabilitation Date:				
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates				
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	\$239	(\$14,340)	(\$77)	(\$23,667)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	115	(16,081)	(469)	(25,386)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables			35,259	(35,259)
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	17,200	(2,727)	11,112	12,677
Other assets				
Increase (decrease) in liabilities: Secured claims			(12,378)	121
Administrative expenses (Class 1)	(1,701)	1,252	(72,207)	72,038
Claims against policies, including guarantee associations (Class 2), net of distributions				
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)				
Certificates of contribution, surplus notes, and deposits of ancillary estates, net	(1,379,515)	94,696	25,836	(2,139,402)
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(1,363,662)	62,800	(12,924)	(2,138,878)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates	1,363,662		546	2,138,999
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	1,363,662	-	546	2,138,999
Investment disbursements:				
Net contributions to pooled investments, by estates		62,800		
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	-	62,800	-	-
Net cash provided (used in) by investing activities	1,363,662	(62,800)	546	2,138,999
Net increase (decrease) in cash and cash equivalents			(12,378)	121
Cash and cash equivalents at beginning of period			12,378	12,257
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$ -	\$ -	\$12,378
Supplemental disclosure of cash flow information:				
Distributions	\$1,363,336			\$2,286,778
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

Combining Statement of Changes in Net Deficiency in Assets of Domiciliary Estates in Conservation - *continued*

(For the Years Ending December 31, 1999 and 1998)

National Life Insurance Company of Pennsylvania March 26, 1997 N/A		Old American Insurance Company July 9, 1997 N/A		Oshima Reinsurance Company January 29, 1991 March 12, 1991		Professional Prototype I Insurance Company, Ltd. September 4, 1996 June 7, 1997	
1999	1998	1999	1998	1999	1998	1999	1998
		(\$136,212)	(\$3,474)	(\$22,174)	(\$2,641)	(\$3,988,266)	\$3,213,683
\$6	(\$69)	1,183	(1,552)	1,656	(1,954)	206,395	(76,505)
40	(100)	3,450	(1,755)	4,734	(2,210)	221,162	(85,900)
							(529)
(1,411)							
49	94	1,764	(235)	2,259	(186)	(6,730)	(13,012)
			(144)				
1,664	(1,496)	(2,773)	2,233	(450)	27	(8,805)	13,454
				(158,385)		3,598,398	(2,853,005)
(4,094)	(6,429)						
(3,746)	(8,000)	(132,588)	(4,927)	(172,360)	(6,964)	22,154	198,186
3,746	8,000	132,588	4,927	172,360	6,964		
3,746	8,000	132,588	4,927	172,360	6,964	-	-
						22,154	198,186
-	-	-	-	-	-	22,154	198,186
3,746	8,000	132,588	4,927	172,360	6,964	(22,154)	(198,186)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$112,920		\$159,989			

Combining Statement of Assets and Liabilities of Estates in Conservation- *continued*

(For the Years Ending December 31, 1999 and 1998)

	Underwriters Reserve, Ltd.		United Bonding Insurance Company	
	May 20, 1993		March 10, 1971	
Conservation Date:	September 9, 1993		August 20, 1971	
Liquidation/Rehabilitation Date:	1999	1998	1999	1998
Cash flows from operating activities:				
Change in net deficiency in assets of domiciliary estates	\$3,884	(\$419,166)		
Adjustments to reconcile change in net deficiency in assets of domiciliary estates, net of new estate additions, to net cash provided by operating activities:				
Realized (gain) loss on pooled investments, net	2,978	(19,465)	\$325	(\$3,350)
Realized (gain) loss on nonpooled investments, net				
Unrealized (gain) loss on pooled investments, net	16	(21,104)	1,542	(3,193)
Unrealized (gain) loss on nonpooled investments, net				
Revaluation of assets				
Bad debt expense/Change in allowance				
Decrease (increase) in assets: Statutory deposits held by other states				
Recoverable from reinsurers				
Receivables				
Funds held by guarantee associations				
Investment in subsidiaries, held for sale				
Accrued investment income	9,100	11,408	1,196	2,837
Other assets				
				(346,228)
Increase (decrease) in liabilities: Secured claims				
Administrative expenses (Class 1)	(12,984)	9,213		(1,125)
Claims against policies, including guarantee associations (Class 2), net of distributions	(189,476)	(811,984)	(94,763)	94,763
California taxes (Class 5)				
California claims having preference (Class 6)				
All other claims (Class 7)		(395,153)		
Certificates of contribution, surplus notes, and deposits of ancillary estates, net			(360)	(10,047)
Rehabilitation plan trust liabilities				
Net cash provided (used in) by operating activities	(186,482)	(1,646,251)	(92,060)	(266,343)
Cash flows from investing activities:				
Investment receipts:				
Net withdrawals from pooled investments, by estates		1,835,727	92,060	266,343
Proceeds from sales or maturities of nonpooled securities				
Proceeds from sale of property				
Total investment receipts	-	1,835,727	92,060	266,343
Investment disbursements:				
Net contributions to pooled investments, by estates	2,994			
Purchase of non-pooled securities				
Purchase of property				
Total investment disbursements	2,994	-	-	-
Net cash provided (used in) by investing activities	(2,994)	1,835,727	92,060	266,343
Net increase (decrease) in cash and cash equivalents	(189,476)	189,476		
Cash and cash equivalents at beginning of period	189,476			
Cash and cash equivalents from new estates				
Cash and cash equivalents at end of period	\$ -	\$189,476	\$ -	\$ -
Supplemental disclosure of cash flow information:				
Distributions		\$1,622,939		
Interest paid				
Taxes paid				
Significant non-cash activities:				
Market value of securities transferred to the pool				
Distribution by transfer of property				
Advances to guaranty associations				

1. RELATED PARTY TRANSACTIONS

Pacific States Casualty Company

The Commissioner, on behalf of Pacific States Casualty Company, entered into an assumption agreement during 1993 with ULICO Standard of America Casualty Company (ULICO). Stipulations in this agreement provide that the Commissioner bears no risk related to the administration of claims included in the assumption agreement. Therefore, claim-related activity related to the assumption agreement is not included in the financial statements. In 1999 ULICO Standard of America Casualty Company ceased operations and transferred administration of claims to its parent company, ULICO Casualty Company.

For the remaining activity of the estate, the CLO has not performed sufficient analysis to ensure that assets and liabilities are properly stated.

Pacific Standard Life Insurance Company

On May 11, 1994, Hartford Life Insurance Company (Hartford) reinsured all of the life insurance and annuity contracts issued by PSLIC that were then in force. Hartford assumed the life and annuity business with a net value of approximately \$476 million in exchange for substantially all of the assets of PSLIC which had been valued at approximately \$337 million. The difference, representing a moratorium charge of approximately \$139 million, was accrued as a Class 2 liability and represents the amount due to policyholders if their policies had been paid at full account value on May 11, 1994. In 1998, a final dividend of approximately \$85 million was made to all policyholders.

Mission Insurance Company Trusts

On February 24, 1987 the California Insurance Commissioner was granted an Order of Liquidation for Mission Insurance Company and four of its subsidiaries; Enterprise Insurance Company, Mission National Insurance Company (both domiciled in California), Holland America Insurance Company and Mission Reinsurance Corporation (both domiciled in Missouri). A subsequent reorganization transferred all the assets and liabilities of the companies into five liquidating trusts. The two Missouri company trusts are subject to an 'Agreement between Liquidators' entered into by the California Commissioner and the Missouri Director which provided for joint administration of them. The financial results of the Missouri company trusts are not included in the Combined Financial Statements as ultimate authority over them is not with the California Commissioner. Total assets of the Missouri company trusts are approximately \$137 million and \$136 million as of December 31, 1999 and 1998, respectively.

The administration of the Mission Insurance Company Trusts (Mission Trusts) was transferred to the CLO effective January 16, 1998. The combining financial statements include all activity for all the California trusts from January 1, 1998 to December 31, 1998.

Certain post liquidation direct expenses of the five trusts are paid by Mission Insurance Company Trust and allocated to the four other trusts.

Other assets of the Mission Trusts include equity in Danielson Holding Corporation (DHC), formerly Mission Insurance Group. The shares are held by the Commissioner, for the benefit of holders of certain deficiency claims, in his capacity as trustee of the Mission Trusts and are to be distributed in proportion to the extent any part of their approved claim is unsatisfied after all funds have been distributed by the Mission Trusts. The Mission Trusts assumed liabilities of certain present and former insurance subsidiaries of DHC.

Executive Life Insurance Company

On April 11, 1991 the California Insurance Commissioner was appointed as conservator and subsequently rehabilitator and liquidator of Executive Life Insurance Company (ELIC). The administration of ELIC was transferred to the CLO effective January 1, 1997.

Pursuant to a court-approved rehabilitation plan for ELIC (the Rehabilitation Plan), Aurora National Life Assurance Company (Aurora) assumed certain assets, substantially all the restructured insurance obligations and certain other specified liabilities of ELIC. Certain policyholders were able to opt in to the Rehabilitation Plan and accept a policy with Aurora in partial settlement of their claim against ELIC. The Opt Out Trust was created to administer distributions to the remaining policyholders. Included in the combining statement of assets and liabilities of ELIC are claims against policies of \$2.7 billion. This liability includes the remaining obligation to both opt in and opt out policyholders.

The ELIC Trust is accounted for under the equity method of accounting in 1998. Net assets and other amounts due of \$44 million as of December 31, 1998, are included in the Combined Statements of Assets and Liabilities as Receivables. Changes in the value of the

ELIC Trust are included in Change in net assets of trusts and is comprised principally of investment income in 1998.

Under the ELIC Trust Agreement, the ELIC Trust closed in 1999. Administration of the Trust was transferred to the CLO and its' assets and liabilities are combined into the ELIC combining statement of assets and liabilities in 1999.

The assets and liabilities of the Opt Out and Holdback Trusts are combined into the ELIC combining statement of assets and liabilities. The Holdback Trust was created to retain certain amounts held back from Opt In policyholders who have surrendered their Aurora policies. At the expiration of a moratorium period, the majority of these amounts were distributed to policyholders in 1998.

Aurora had certain indemnity rights pursuant to the Rehabilitation Plan which were settled on April 1, 1998 for \$75 million paid by ELIC and the ELIC Trust.

Included in the change in net deficiency in assets and liabilities of ELIC is participation credit income earned by Aurora for the benefit of Opt In policyholders. This income has been used to reduce the ultimate liability owed to these policyholders.

Certain policyholders of ELIC and the Commissioner, on behalf of ELIC, filed claims in the First Executive Corporation (FEC) bankruptcy and, in partial settlement, certain assets were transferred to the FEC Litigation Trust. Because the Commissioner is Trustee of the FEC Litigation Trust in a capacity other than as Receiver, the financial results of this Trust are reported separately and not included in these financial statements.

Certain assets of ELIC are under the control of domiciliary receivers in other states and were not included under the Rehabilitation Plan. The CLO has insufficient information to determine the net realizable value, if any, of these assets, but it is possible that the value of these assets may be material. Generally accepted accounting principles require that the CLO

obtain all available information in order to enable them to make a best estimate of the value of these assets.

2. INTER-ESTATE ACTIVITY

National Service Insurance Company/Coastal Insurance Company

National Service Insurance Company (NSI) filed a claim in Coastal Insurance Company's (Coastal) liquidation in 1989. Coastal's parent company, Advent Management Corporation, indicates Coastal's liability to NSI is approximately \$8.7 million. This amount has been fully reserved for by NSI but is reflected as a liability by Coastal, as it is uncertain at this time whether any portion of this amount can be recovered. These amounts have been eliminated in combination.

Western Employer's Insurance Company/Western Employer's Insurance Company of America

Western Employer's Insurance Company, as the parent of Western Employer's Insurance Company of America, has recorded its share of the remaining net assets of the subsidiary. The amounts of \$7.8 million and \$8.3 million as of December 31, 1999 and 1998, respectively, represent the net assets of Western Employers of America and have been eliminated in combination.

Mission Insurance Company Trusts

Intercompany balances of the Mission Insurance Company Trusts include balances of \$108 million and \$23 million from Holland America Insurance Company Trust and Mission National Insurance Company Trust, respectively, to Mission Insurance Company Trust; and \$40 million from Mission Insurance Company Trust to Enterprise Insurance Company Trust. Because of the financial condition of the trusts, allowances have been made against receivable balances leaving an amount of \$70 million due to Mission Insurance Company Trust from Holland America Insurance Company Trust. The amounts of \$23 million and \$40 million, between California trusts, have been eliminated in combination.

Participation in Investment Pool

Negative pool balances of \$2,792,000 and \$205,000 as of December 31, 1999 and 1998, respectively, on the books of certain estates have been eliminated against the receivable due from the pool.

At December 31, 1999, the negative balance was primarily comprised of amounts due to the pool from the Pacific Standard estate. These funds were repaid using Pacific Standard estate's assets in January 2000.

3. VARIATIONS IN THE ORDER OF PREFERENCE

Certain estates have made distributions under earlier priority statutes or rehabilitation agreements and will, therefore, continue to be subject to a priority scheme other than prescribed in the current California Insurance Code section 1033. In these cases, the order of asset distributions may differ from what is currently presented in the combining Statement of Assets and Liabilities. The following estates have claims in Class 3 through 6 which may have priority over claims against policies (Class 2):

First California Property and Casualty Insurance Company

World Title Company

Eldorado Insurance Company

4. ESTATE CLOSURES

The CLO obtained court approval and, where necessary, filed declarations of compliance, terminating the estate court proceeding for the following estates, during 1999:

Estate	Date of Closure
Underwriters Reserve, Ltd.	January 8, 1999
Integrity Insurance Company	February 5, 1999
Midland Insurance Company	February 23, 1999
Commonwealth United Insurance	March 16, 1999
Dual-Plus Insurance Company	March 29, 1999
Greater American and Casualty Insurance	May 5, 1999
Greater Indemnity and Casualty	May 5, 1999
Superior California Title & Escrow	July 26, 1999
United Bonding Insurance Company	August 10, 1999
American Diversified	August 31, 1999
Old American Insurance	September 3, 1999
Glacier General Assurance	September 10, 1999
Allied Fidelity Insurance Company	October 27, 1999
George Washington Life Insurance	December 27, 1999

5. SUBSEQUENT EVENTS

The CLO obtained court approval and, where necessary, filed declarations of compliance, terminating the estate court proceeding for the following estates, subsequent to December 31, 1999:

Estate	Date of Closure
Oshima Reinsurance Company	February 28, 2000
Great Falls Insurance Company	July 20, 2000
Pacific Standard Life Insurance Company	August 14, 2000
Great Republic Insurance Company	November 22, 2000
Aim Insurance Company	December 18, 2000

STATISTICAL TABLES

Part III



California Direct Premiums 2001 Summary (000's Omitted)

Summary Reconciliation - 2001

Bonds Data not Included

Life	
Life	11,453,490
Fraternal	88,630
Total	11,542,128
Annuity	
Life	17,951,845
Fraternal	61,933
Total	18,013,778
Annuity Deposit	
Life	4,861,479
* Other Considerations	
Life	8,853,081
Disability	
Life	7,555,935
Property & Casualty	594,891
Fraternal	12,442
Total	8,163,268
Surety	
Financial Guaranty	168,119
Surety	434,047
Fidelity	88,061
Bonds	----
Total	690,227
Allied Lines	
Allied Lines	339,794
Multiple Peril Crop	135,098
Total	690,227
Other Liability	
Other	3,113,540
Products Liability	206,264
Total	3,319,804



* 'Other Considerations' is a new column in 2001 Life Annual Statement, Schedule T resulting from the split 'Deposit-Type Funds' column into 'Deposit-Type Contract Funds' and 'Other Considerations' columns.

California Direct Premiums Written 2001 (000's Omitted)
Fraternal Data not Included

	Direct Premiums Written		Increase or Decrease	
	2001	2000	Amount	Percent
Life:				
Life Premiums	11,453,498	13,231,850	-1,778,352	-13.44%
Annuities	17,951,845	6,617,214	11,334,631	171.29%
Annuity Deposit Funds	4,861,479	22,007,861	-17,146,382	-77.9%
Other Considerations	8,853,081	0	8,853,081	—
Subtotal	43,119,903	41,856,925	1,262,978	3.02%
Fire:	599,297	522,150	77,147	14.77%
Earthquake	513,387	388,897	124,490	32.01%
Allied Lines	474,892	442,705	32,187	7.27%
Multiple Peril:				
Farm owners	127,701	118,756	8,945	7.53%
Homeowners	3,992,525	3,737,316	255,209	6.83%
Commercial	3,264,436	2,953,385	311,051	10.53%
Marine:				
Ocean	190,479	163,722	26,757	16.34%
Inland	1,159,395	955,733	203,662	21.31%
Title	1,907,198	1,283,696	623,502	48.57%
Surety	690,227	599,719	90,508	15.09%
Disability	8,150,826	7,552,063	598,763	7.93%
Liability:				
Private Passenger Auto	8,483,602	7,919,382	564,220	7.12%
Commercial Auto	1,684,826	1,429,172	225,654	17.89%
Medical Malpractice	579,368	521,955	57,413	11.00%
Other	3,319,804	2,707,542	612,262	22.61%
Workers' Compensation	8,436,024	6,284,399	2,151,625	34.24%
Boiler and Machinery	83,506	67,757	15,749	23.24%
Burglary	14,931	16,311	3,576	20.97%
Credit	74,038	55,466	18,572	33.48%
Auto Physical Damage:				
Private Passenger	6,326,044	5,620,588	705,456	12.55%
Commercial	615,831	531,489	84,342	15.87%
Aircraft	139,593	120,890	18,703	15.47%
Mortgage Guaranty	508,906	475,492	33,414	7.03%
Miscellaneous	261,600	214,472	47,128	21.97%
Federal Flood	119,637	112,536	7,101	6.31%
Totals	94,837,976	86,652,518	8,185,458	9.45%

Fraternal Direct Premiums Written - 2001

Figures taken from Insurers 2001 Annual Statement - State Page

NAIC No.	Company Name	Life	Annuity	Disability	Report Totals
Alien Insurers:					
58068	Independent Order of Foresters (The)	19,089,727	5,515,607	107,367	24,712,701
Total Alien Insurers: 1					
Totals		19,089,727	5,515,607	107,367	24,712,701
California Insurers:					
57924	Conselho Supremo Da Sociedade Do Espirito Santo (S.E.S.)	555,929	609,192	326	1,165,447
57916	Irmandade Do Divino Espirito Santa Do Estado Da California Conselho Supremo Da	382,779	571,347	0	954,126
57967	Luso-American Life Insurance Society	1,783,631	635,572	680	2,419,883
57932	Sociedade Portuguesa Rainha Santa Isabel Do Estado Da California Conselho Supremo Da (S.P.R.S.I.)	198,290	118,010	0	316,300
57959	Uniao Portuguesa Protectora Do Estado Da California (U.P.P.E.C.)	90,215	93,142	0	183,357
57940	Uniao Portugueza Do Estado Da California, Conselho Supremo (U.P.E.C.)	428,201	1,168,078	341	1,596,620
Total California Insurers: 6					
Totals		3,439,045	3,195,341	1,347	6,635,733
Foreign Insurers:					
56014	Aid Association for Lutherans	26,983,668	40,807,370	9,100,493	76,891,531
56200	American Fraternal Union	19,851	0	0	19,851
56227	American Slovenian Catholic Union (K.S.K.J.)	13,814	700	2,353	16,867
57223	Baptist Life Association	60,029	26,910	334	87,273
56022	Catholic Family Life Insurance	412,597	171,432	3,737	587,766
56030	Catholic Knights Insurance Society	2,648	0	799	3,447
57487	Catholic Order of Foresters	51,576	20,536	8	72,120
57983	Croatian Catholic Union of U.S.A. & Canada	1,856	0	0	1,856
56634	Croatian Fraternal Union of America	114,373	1,974,077	6,202	2,094,652
56138	CSA Fraternal Life	21,090	99,439	29	120,558
57088	Degree of Honor Protective Association	58,253	25,226	0	83,479
56685	Greater Beneficial Union of Pittsburgh	6,020	412,496	0	418,516
56693	Greek Catholic Union of the U.S.A.	63	4,872	0	4,935
57770	Holy Family Society of U. S. A. (The)	613,037	0	0	613,037
56553	Hungarian Reformed Federation of America (The)	8,650	0	0	8,650
58033	Knights of Columbus	22,056,960	-85,000	596,583	22,568,543
56758	Loyal Christian Benefit Association	11,379	42,040	0	53,419
57991	Mennonite Mutual Aid Association	93,792	644,080	877,387	1,615,259
57541	Modern Woodmen of America	7,253,437	3,812,797	11,939	11,078,173
57568	National Catholic Society of Foresters	55,561	70,756	0	126,317
57576	National Fraternal Society of the Deaf	3,593	0	63	3,656
56782	National Slovak Society of the United States of America (The)	1,635	0	0	1,635
57045	Neighbors of Woodcraft	—	—	—	—
56375	North American Swiss Alliance	1,288	0	0	1,288
57320	Omaha Woodmen Life Insurance Society	3,619,823	570,343	48,900	4,239,066

* No Data Available.

Fraternal Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - State Page

NAIC No.	Company Name	Life	Annuity	Disability	Report Totals
56383	Order of United Commercial Travelers of America (The)	309,391	0	257,301	566,692
58009	Police and Firemen's Insurance Association	158,406	4,124	204,249	366,779
57622	Polish National Alliance of the United States of North America	167,659	229,350	0	397,009
57630	Polish Roman Catholic Union of America	3,595	0	0	3,595
57649	Polish Women's Alliance of America	11,995	51,637	0	63,632
57657	Royal Neighbors of America	1,066,812	80,211	0	1,147,023
57673	Slovene National Benefit Society	49,741	43,500	1,865	95,106
58181	Supreme Council of the Royal Arcanum	189,758	0	0	189,758
57142	Supreme Lodge of the Sons of Norway (The)	632,926	1,878,226	23,426	2,534,578
56006	Travelers Protective Association of America (The)	0	0	8,842	8,842
56391	Union & League of Romanian Societies of America, Inc. (The)	—	—	—	—
56456	United States Letter Carriers' Mutual Benefit Association of and for the National Association of Letter Carriers	266,984	446,114	820,870	1,533,968
56413	United Transportation Union Insurance Association	745,796	210,548	350,786	1,307,127
58017	Western Fraternal Life Association	57,569	1,350	0	58,919
57010	William Penn Association	16,423	11,491	520	28,434
56170	Woman's Life Insurance Society	174,007	27,665	0	201,672
56499	Woodmen of the World	755,347	1,640,054	14,172	2,409,573
57290	Workmen's Benefit Fund of the United States of America	28,806	0	2,001	30,807
58084	Workmen's Circle (The)	1,413	0	59	1,472
Total Foreign Insurers: 44					
Totals		66,101,621	53,222,344	12,332,915	131,656,880
Total CA and Foreign Life Insurers: 51					
Totals		88,630,393	61,933,292	12,441,629	163,005,314

Life Direct Premiums Written - 2001

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
Alien Insurers:							
80659	Canada Life Assurance Co. (The)	29,100	11,623	39,490	4,877	0	85,090
81914	Clarica Life Insurance Co.	0	0	0	0	0	0
80675	Crown Life Insurance Co.	11,747	706	763	0	0	13,217
92673	Gerling Global Life Insurance Co.	0	0	0	0	0	0
80705	Great-West Life Assurance Co. (The)	3,557	0	1,205	0	0	4,763
84514	Industrial-Alliance Pacific Life Insurance Co.	8,352	8,553	0	0	0	16,905
80802	Sun Life Assurance Co. of Canada	117,967	114	10,069	1,144	0	129,294
Total Alien Insurers: 7							
Totals		170,724	20,996	51,528	6,021	0	249,269
California Insurers:							
71447	Assured Investors Life Co.	25	0	1,416	0	0	1,441
61182	Aurora National Life Assurance Co.	19,078	0	0	-266	0	18,812
60256	Automobile Club of Southern California Life Ins. Co.	0	0	0	0	0	0
68160	Balboa Life Ins. Co.	-454	0	2,964	0	0	2,510
62825	BC Life & Health Ins. Co.	26,823	0	767,661	0	0	794,484
71331	Careamerica Life Ins. Co.	5	0	37	0	0	41
61557	CPIC Life Insurance Co.	17,067	0	30,204	0	0	47,272
97853	Crocker Life Ins. Co.	0	0	0	0	0	0
92444	Doctors' Life Ins. Co. (The)	92	8	0	0	0	100
62154	Fremont Life Ins. Co.	5	30	679	14	0	729
93521	General Fidelity Life Ins. Co.	9,009	0	1,073	0	0	10,082
87017	Gerling Global Life Reins. Co.	0	0	0	0	0	0
63924	Golden State Mutual Life Ins. Co.	5,880	1,217	245	0	0	7,343
66141	Health Net Life Insurance Co.	2,498	0	181,957	0	0	184,455
64890	Investors Guaranty Life Ins. Co.	13	2	0	0	0	16
60053	Kaiser Permanente Ins. Co.	0	0	53,846	0	0	53,846
73008	Lifeguard Life Ins. Co.	0	0	77,805	0	0	77,805
81620	MetLife Investors Insurance Co. of California	214	52,258	11	511	0	52,995
67466	Pacific Life Ins. Co.	322,213	24,781	6,128	44,030	606,616	1,003,858
81612	Pacific Union Assurance Co.	176	0	0	0	0	176
74098	Paula Assurance Co.	0	0	0	0	0	0
60237	Premier Access Ins. Co.	0	0	27,854	0	0	27,854
73130	Rooney Life Ins. Co.	0	0	0	0	0	0
79014	Safehealth Life Ins. Co.	6	0	20,753	0	0	20,759
71420	Sierra Health and Life Ins. Co., Inc.	4	0	4,055	0	0	4,059
77208	Sierra Pacific Life Insurance Co.	-43	0	-65	0	0	-108
84247	Sutter Preferred Health and Life Ins. Co.	0	0	0	0	0	0
69566	Trans World Assurance Co.	2,411	212	0	0	0	2,624
67423	UBS Paine Webber Life Ins. Co.	0	0	0	0	0	0
70335	West Coast Life Ins. Co.	70,446	49	62	0	0	70,557
74713	Western Family Life Ins. Co.	0	0	0	0	0	0
Total California Insurers: 31							
Totals		475,468	78,559	1,176,776	44,290	606,616	2,381,709

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
Foreign Insurers:							
77879	5 Star Life Insurance Co.	5,942	0	159	0	0	6,101
71854	AAA Life Insurance Co.	9,021	66,320	1,474	345	0	77,160
60232	AGL Life Assurance Co.	3,198	3,500	0	0	0	6,698
66842	AIG Life Insurance Co.	41,985	379,426	26,302	1,019	0	448,732
70688	AUSA Life Insurance Co., Inc.	219	93,851	137	36	23	94,267
60038	Acacia Life Insurance Co.	8,912	0	11	0	0	8,923
85685	Acacia National Life Insurance Co.	7,262	2,539	0	4,445	0	14,246
60046	Academy Life Insurance Co.	4,730	0	192	0	0	4,922
71390	Admiral Life Insurance Co. of America	0	0	0	0	0	0
68365	AXA Corporate Solutions Life Reinsurance Co.	0	0	0	0	0	0
78700	Aetna Health and Life Insurance Co.	0	0	0	0	0	0
60054	Aetna Life Insurance Co.	56,549	-3,448	545,718	48,876	0	647,694
97101	Aetna Life Insurance Co. of America	0	0	0	0	0	0
60097	All American Life Insurance Co.	47,419	93	675	4	0	48,191
90611	Allianz Life Insurance Co. of North America	13,183	391,899	46,330	0	0	451,413
84824	Allmerica Financial Life Ins and Annuity Co.	16,192	189,422	1,782	0	0	207,396
60186	Allstate Life Insurance Co.	122,572	182,413	15,897	0	1,000	321,883
70874	Allstate Life Insurance Co. of New York	288	199	13	0	0	500
67369	Alta Health & Life Insurance Co.	6,363	0	12,529	0	0	18,892
60208	Amalgamated Life and Health Insurance Co.	0	0	0	0	0	0
75078	Ameribest Life Insurance Co.	0	8,891	0	0	0	8,891
60275	American Bankers Life Assurance Co. of Florida	14,623	44	25,980	0	0	40,647
60291	American Capitol Insurance Co.	313	0	62	0	0	375
74268	American Continental Life Insurance Co.	0	0	0	0	0	0
61689	AmerUs Life Insurance Co.	46,878	42,692	386	0	0	89,956
94234	American Enterprise Life Insurance Co.	0	64,071	0	0	28,018	92,089
92738	American Equity Investment Life Insurance Co.	242	288,620	0	0	0	288,861
60380	American Family Life Assurance Co. of Columbus	2,846	0	99,218	0	0	102,064
60399	American Family Life Insurance Co.	981	44	0	0	0	1,024
60410	American Fidelity Assurance Co.	12,118	7,392	31,373	655	0	51,539
60429	American Fidelity Life Insurance Co.	2,003	320	0	0	0	2,323
60445	American Founders Life Insurance Co.	1,845	4,101	17	0	0	5,963
94226	American Franklin Life Insurance Co. (The)	1,682	0	14	0	0	1,696
70432	American General Annuity Insurance Co.	429	1,012,235	0	1,277	0	1,013,940
68373	American General Assurance Co.	7,080	0	5,036	0	0	12,116
66672	American General Life and Accident Ins Co	24,004	575	529	0	0	25,109
67571	American General Life Ins Co of New York	290	0	11	0	0	301
68667	American General Life Insurance Co. of Pennsylvania	0	0	643	0	0	643
60488	American General Life Insurance Co.	133,141	172,496	239	4,296	0	310,172
60518	American Health and Life Insurance Co.	5,171	1	4,585	0	0	9,757
60534	American Heritage Life Insurance Co.	3,308	1,927	5,456	0	0	10,692
60577	American Income Life Insurance Co.	25,718	2	4,752	0	0	30,473
60607	American International Life Assur Co of New York	4,150	17,318	771	65	0	22,305
60631	American Investors Life Insurance Co., Inc.	8	205,206	0	0	0	205,214
60704	American Life Insurance Co. of New York (The)	88	1	31	2	0	122

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
60674	American Life and Health Insurance Co.	12	0	5,017	0	0	5,029
81213	American Maturity Life Insurance Co.	0	0	0	0	106	106
67989	American Memorial Life Insurance Co.	37,886	1,928	9	0	0	39,823
65811	American Modern Life Insurance Co.	85	0	97	0	0	182
60739	American National Insurance Co.	52,844	73,290	25,471	1,173	0	152,778
71773	American National Life Insurance Co. of Texas	272	0	1,532	0	0	1,804
81078	American Network Insurance Co.	0	0	482	0	0	482
93653	American Partners Life Insurance Co.	0	15,586	0	0	497	16,084
91785	American Phoenix Life and Reassurance Co.	0	0	0	0	0	0
60836	American Republic Insurance Co.	984	0	601	0	0	1,585
60021	American Resources Life Insurance Co.	0	0	0	0	0	0
86630	American Skandia Life Assurance Corporation	5,531	9,689	0	3,741	350,120	369,080
60879	American States Life Insurance Co.	4,029	70	2	0	0	4,102
78972	American Transcontinental Life Insurance Co.	0	0	0	0	0	0
61140	American Travelers Assurance Co.	0	0	0	0	0	0
60895	American United Life Insurance Co.	7,707	70,577	4,439	194	0	82,918
68594	American-Amicable Life Insurance Co. of Texas	4,228	93	0	0	0	4,321
61999	Americo Financial Life and Annuity Insurance Co	13,656	78,121	1	0	0	91,777
94471	Americom Life & Annuity Insurance Co.	692	4,468	45	0	0	5,206
61301	Ameritas Life Insurance Corp.	7,580	4,665	37,944	4,603	0	54,792
97977	Ameritas Variable Life Insurance Co.	26,706	24,648	0	0	0	51,354
72222	Amica Life Insurance Co.	2,235	138	0	0	0	2,372
60941	Anchor National Life Insurance Co.	4,488	702,173	0	0	0	706,660
62421	Annuity & Life Reassurance America, Inc.	1,259	0	0	0	0	1,259
93661	Annuity Investors Life Insurance Co.	0	73,060	0	3,976	0	77,036
85286	Anthem Alliance Health Insurance Co	49	0	0	0	0	49
61069	Anthem Life Insurance Co.	980	-563	111	0	0	527
71838	Associates Financial Life Insurance Co.	-2,932	0	184	0	0	-2,747
71439	Assurity Life Insurance Co.	9	0	448	0	0	456
84522	Auto Club Life Insurance Co.	6,333	1,489	30	506	0	8,358
61212	Baltimore Life Insurance Co. (The)	7,642	17	1,522	0	0	9,181
61263	Bankers Life and Casualty Co.	6,147	14,509	51,024	0	0	71,680
71900	Bankers National Life Insurance Co.	2,288	4	4	5	0	2,300
94250	Banner Life Insurance Co.	29,771	-4	1	0	0	29,768
80985	BCS Life Insurance Co.	191	0	0	11	0	201
61395	Beneficial Life Insurance Co.	18,678	21,794	20	1	0	40,493
62345	Berkshire Hathaway Life Ins Co of Nebraska	0	0	0	0	0	0
71714	Berkshire Life Insurance Co of America	0	0	1	0	0	1
90638	Best Life and Health Insurance Co	1,771	0	10,331	0	0	12,102
61476	Boston Mutual Life Insurance Co.	4,091	0	4,376	0	0	8,467
61492	Business Men's Assurance Co. of America	4,084	20,298	2,278	0	0	26,661
93432	C.M. Life Insurance Co.	77,425	79,233	0	0	0	156,658
62898	CGU Life Ins Co of America	8,723	57,598	27	2,134	0	68,482
93629	CIGNA Life Insurance Co.	0	2	0	0	0	2
62626	CUNA Mutual Insurance Society	18,576	21,094	26,218	21	0	65,909

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
81060	Canada Life Insurance Co. of America	1,682	41,678	0	0	0	43,360
61581	Capitol Life Insurance Co. (The)	0	0	0	0	0	0
80799	Celtic Insurance Co.	1	0	1,801	0	0	1,802
63541	Central Benefits National Life Insurance Co.	0	0	0	0	0	0
65749	CUNA Mutual Life Insurance Co.	5,778	40,590	138	0	0	46,507
61700	Central National Life Ins Co of Omaha (The)	-604	2	-235	0	0	-836
61751	Central States Health & Life Co. of Omaha	6,398	0	1,291	0	0	7,689
61883	Central United Life Insurance Co.	224	0	140	0	0	364
62383	Centurion Life Insurance Co.	371	0	725	0	0	1,096
61808	Charter National Life Insurance Co.	0	347	0	0	0	347
67164	Chase Life & Annuity Co.	3	0	1	0	0	5
61832	Chesapeake Life Insurance Co. (The)	22	257	190	0	0	470
76236	Cincinnati Life Insurance Co. (The)	1,141	6	57	0	0	1,203
80322	Citicorp Life Insurance Co.	82	0	125	0	538	745
70491	Clarica Life Insurance Co.-U.S.	19,530	37,670	84	1,582	0	58,866
97071	Clarica Life Reinsurance Co.	0	0	0	0	0	0
62049	Colonial Life & Accident Insurance Co.	12,620	18	55,658	0	0	68,296
84786	Colorado Bankers Life Insurance Co.	2,652	1,277	400	0	0	4,329
77720	Columbia Universal Life Insurance Co.	2,288	3,482	10	0	0	5,780
76023	Columbian Life Insurance Co.	2,572	0	78	0	0	2,650
62103	Columbian Mutual Life Insurance Co.	350	0	1	0	0	350
99937	Columbus Life Insurance Co.	6,227	212	33	0	0	6,472
62146	Combined Insurance Co. of America	4,854	0	33,763	0	0	38,618
81426	Commercial Travelers Mutual Insurance Co.	0	0	614	0	0	614
73504	Congress Life Insurance Co.	0	0	0	0	0	0
62308	Connecticut General Life Insurance Co.	175,459	2,675	530,378	512,446	0	1,220,959
60682	Conseco Annuity Assurance Co.	3,248	173,717	562	0	0	177,527
62065	Conseco Direct Life Insurance Co.	11,531	10	759	0	0	12,300
78174	Conseco Health Insurance Co	22	0	13,290	0	0	13,312
65900	Conseco Life Insurance Co.	87,853	936	648	0	0	89,437
93769	Conseco Medical Insurance Co	2,332	7	5,632	0	0	7,971
76325	Conseco Senior Health Insurance Co	480	0	40,237	0	0	40,718
64017	Conseco Variable Insurance Co.	2,292	64,977	143	0	0	67,413
62359	Constitution Life Insurance Co.	260	0	12	0	0	272
71730	Continental American Insurance Co.	0	0	1	0	0	1
62413	Continental Assurance Co.	19,621	1,358	8,024	1,310	0	30,313
71404	Continental General Insurance Co.	47	118	2,597	0	0	2,762
81973	Coventry Health and Life Insurance Co.	0	0	0	0	0	0
62634	Delaware American Life Insurance Co.	471	0	136	0	0	607
81396	Delta Dental Insurance Co.	0	0	0	0	0	0
65145	Delta Life and Annuity Co.	0	41,159	0	0	0	41,159
78611	EBPLife Insurance Co.	0	0	9	0	0	9
94285	Empire General Life Assurance Corporation	26,997	0	0	0	0	26,997
84174	Employees Life Co. (Mutual)	15	10,426	0	11,608	0	22,050
90670	ERC Life Reinsurance Corporation	0	0	0	0	0	0

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
62928	Employers Modern Life Co.	153	743	1	1	0	897
68276	Employers Reassurance Corporation	0	0	0	0	0	0
62944	Equitable Life Assurance Society of the US (The)	211,499	340,080	13,981	0	24,392	589,952
62979	Equitable Life Insurance Co. of Iowa	6,641	13,558	92	0	0	20,292
62880	Equitable of Colorado, Inc. (The)	2,502	0	0	0	0	2,502
62510	Equitrust Life Insurance Co.	14	7	0	0	0	21
77968	Family Heritage Life Ins Co of America	0	0	275	0	0	275
63053	Family Life Insurance Co.	9,941	67	85	0	0	10,093
74004	Family Service Life Insurance Co.	139	106	0	0	0	245
63177	Farmers New World Life Insurance Co.	173,203	85,405	1,685	42,614	0	302,907
67695	Federal Home Life Insurance Co.	5,103	71	3,055	0	0	8,229
63207	Federal Kemper Life Assurance Co.	42,447	294	0	0	0	42,741
63223	Federal Life Insurance Co. (Mutual)	2,146	9	72	25	0	2,252
63258	Federated Life Insurance Co.	3,233	687	1,016	0	0	4,936
63266	Fidelity Bankers Life Insurance Co.	0	0	0	0	0	0
63274	Fidelity and Guaranty Life Insurance Co.	15,904	98,655	0	1,000	0	115,559
93696	Fidelity Investments Life Insurance Co.	979	340,581	0	0	0	341,560
63290	Fidelity Life Assoc, A Mutual Legal Reserve Co	4,455	0	0	0	0	4,455
92908	Fidelity Life Insurance Co.	0	0	0	0	0	0
71870	Fidelity Security Life Insurance Co.	3,473	557	23,458	0	0	27,488
71455	Financial American Life Insurance Co	0	0	0	0	0	0
98213	Financial Benefit Life Insurance Co.	0	363	0	0	0	364
69140	First Allmerica Financial Life Insurance Co.	2,354	10,899	282	94	0	13,629
63401	First Colony Life Insurance Co.	145,412	45,177	95	31,464	0	222,147
64696	First Continental Life & Accident Insurance Co.	94	0	2,929	0	0	3,022
90328	First Health Life & Health Insurance Co	20	0	962	0	0	982
63495	First Investors Life Insurance Co.	795	1,201	0	0	0	1,996
67652	First Penn-Pacific Life Insurance Co.	75,270	2,238	6	0	0	77,513
77984	First Variable Life Insurance Co.	2,924	384	0	0	0	3,308
79677	Forethought Life Assurance Co.	0	0	0	0	0	0
91642	Forethought Life Insurance Co.	60,134	28	0	0	0	60,161
71129	Fort Dearborn Life Insurance Co.	6,119	538	2,039	130	0	8,827
70408	Fortis Benefits Insurance Co.	86,197	25,990	104,973	9,786	0	226,947
69477	Fortis Insurance Co.	3,786	2	16,652	45	0	20,485
63622	Franklin Life Insurance Co. (The)	6,717	317	1,260	41	0	8,335
63657	Garden State Life Insurance Co.	2,799	0	23	0	0	2,822
80926	GE Group Life Assurance Co.	8,610	0	47,777	0	0	56,387
65536	GE Life and Annuity Assurance Co.	18,346	278,706	10,890	0	237,400	545,342
86258	General & Cologne Life Re of America	0	0	0	0	0	0
63665	General American Life Insurance Co.	54,613	8,193	4,601	45,680	0	113,087
70025	General Electric Capital Assurance Co.	6,231	177,398	107,044	1,016	24,000	315,689
86045	General Life Insurance Co.	2,924	0	0	0	0	2,924
70939	Gerber Life Insurance Co.	11,676	0	6,737	0	0	18,413
70092	Glenbrook Life and Annuity Co.	55,949	199,248	0	0	0	255,197
91472	Globe Life and Accident Insurance Co.	21,013	1	382	0	0	21,396

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
80942	Golden American Life Insurance Co.	44	407,056	0	0	0	407,100
62286	Golden Rule Insurance Co.	3,063	4,319	940	0	0	8,322
63967	Government Personnel Mutual Life Insurance Co.	5,247	299	5	0	0	5,550
62200	Great American Life Assurance Co.	0	0	0	0	0	0
63312	Great American Life Insurance Co.	19,504	47,743	1,028	165	0	68,441
90212	Great Southern Life Insurance Co.	13,201	37,789	122	0	0	51,112
71480	Great Western Insurance Co.	7,886	0	0	0	0	7,886
68322	Great-West Life & Annuity Insurance Co.	27,774	848,837	88,721	1,573	0	966,905
64203	Guarantee Reserve Life Insurance Co.	8,450	0	806	0	0	9,256
64211	Guarantee Trust Life Insurance Co.	3,932	1	14,710	69	0	18,712
78778	Guardian Insurance & Annuity Co., Inc. (The)	8,138	134,302	0	0	0	142,440
64246	Guardian Life Insurance Co. of America (The)	112,345	7	323,277	-3	0	435,627
68004	Guideone Life Insurance Co.	724	243	70	0	0	1,037
88340	Hannover Life Reassurance Co. of America	0	0	0	0	0	0
92711	HCC Life Insurance Co.	2,177	12	8,674	0	0	10,863
60348	Hart Life Insurance Co.	0	0	0	0	0	0
93505	Hartford International Life Reassurance Corp	0	0	0	0	0	0
70815	Hartford Life and Accident Insurance Co.	61,792	2	121,804	0	3	183,601
71153	Hartford Life and Annuity Insurance Co.	88,769	5,895	274	0	502,682	597,621
88072	Hartford Life Insurance Co.	105,140	77,452	47,497	360,711	1,431,900	2,022,700
64394	Heritage Life Insurance Co.	-2	0	-5	0	0	-7
93440	Highmark Life Insurance Co.	4,317	0	9,111	0	0	13,428
64467	Home Owners Life Insurance Co.	0	0	0	0	0	0
64505	Homesteaders Life Co.	19,426	193	0	0	0	19,619
64513	Horace Mann Life Insurance Co.	2,866	2,148	163	0	0	5,177
93777	Household Life Insurance Co.	29,524	0	18,728	0	0	48,252
73288	Humana Insurance Co.	1,562	0	80,729	0	0	82,290
70580	HumanaDental Insurance Co.	401	165	1,075	0	0	1,642
65005	IDS Life Insurance Co.	96,362	69,806	30,003	3,167	209,810	409,148
71692	IL Annuity and Insurance Co.	1,263	22,691	0	0	0	23,954
97764	IdealLife Insurance Co.	889	8	13	0	0	909
64580	Illinois Mutual Life Insurance Co.	96	79	160	2	0	337
64602	Independence Life and Annuity Co.	0	0	0	0	0	0
76953	ING Insurance Co. of America	0	-153	0	137	0	-16
86509	ING Life Insurance and Annuity Co.	41,363	658,067	92	4,538	0	704,059
64645	Indianapolis Life Insurance Co.	47,530	437	296	0	0	48,263
81779	Individual Assurance Co, Life, Health & Accident	8	1	71	0	0	80
74780	Integrity Life Insurance Co.	2	33,912	0	1,589	0	35,503
64807	Inter-State Assurance Co.	17,375	14,254	0	0	0	31,629
64939	Investors Insurance Corporation	23	138	0	0	0	161
64734	Investors Life Insurance Co. of Indiana	50	0	1	0	0	51
63487	Investors Life Insurance Co. of North America	3,701	2,664	42	65	0	6,472
93610	Investors Partner Life Insurance Co.	437	0	0	0	0	437
65021	J. C. Penney Life Insurance Co.	23,682	0	76,694	0	0	100,376
65056	Jackson National Life Insurance Co.	88,162	677,332	0	154,334	0	919,829

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
70254	Jefferson Pilot Financial Insurance Co.	113,636	4,440	44,406	0	0	162,482
62057	Jefferson Pilot LifeAmerica Insurance Co.	107	13	39	0	0	159
67865	Jefferson-Pilot Life Insurance Co.	46,029	198,243	67	44	0	244,383
65080	John Alden Life Insurance Co.	2,040	10	4,172	0	317	6,539
65099	John Hancock Life Insurance Co.	90,492	88,151	33,056	0	67,376	279,075
90204	John Hancock Variable Life Insurance Co.	214,324	0	0	0	54,487	268,811
65110	Kanawha Insurance Co.	22	0	938	0	0	960
65129	Kansas City Life Insurance Co.	13,497	861	417	3,848	0	18,623
90557	Kemper Investors Life Insurance Co.	41,255	347,788	6	0	0	389,048
65234	Keyport Life Insurance Co.	0	299,283	0	0	0	299,283
90344	Keystone State Life Insurance Co.	19	0	0	0	0	19
65242	Lafayette Life Insurance Co. (The)	9,369	8,419	227	0	0	18,016
68543	Liberty Bankers Life Insurance Co.	0	16,580	0	0	0	16,580
65315	Liberty Life Assurance Co. of Boston	12,908	1,511	72,533	1,575	0	88,526
65323	Liberty Life Insurance Co.	2,483	0	22,193	19	0	24,695
65331	Liberty National Life Insurance Co.	6,690	2	83	0	0	6,775
65498	Life Insurance Co. of North America	82,768	0	137,911	0	0	220,680
65528	Life Insurance Co. of the Southwest	11,111	87,560	2	103	0	98,775
64130	Life Investors Insurance Co. of America	28,360	15,030	34,595	0	0	77,984
92509	LifeUSA Insurance Co.	11,093	39,066	1	0	0	50,161
65595	Lincoln Benefit Life Co.	102,875	119,775	6,938	7,662	0	237,249
65668	Lincoln Direct Life Insurance Co.	814	2	0	0	0	816
65927	Lincoln Heritage Life Insurance Co.	18,604	264	1	0	0	18,869
69833	Lincoln Memorial Life Insurance Co.	150	0	1	0	0	151
65676	Lincoln National Life Insurance Co. (The)	186,813	817,904	4,711	0	0	1,009,428
97039	Lincoln National Reassurance Co.	3,585	0	2,133	0	0	5,718
76694	London Life Reinsurance Co.	0	0	2	0	0	2
68934	London Pacific Life & Annuity Co.	325	62,767	0	0	0	63,092
65722	Loyal American Life Insurance Co.	245	0	1,613	0	0	1,858
97721	Lutheran Brotherhood Variable Ins Products Co.	6,323	55,642	0	0	0	61,965
88080	Lyndon Life Insurance Co.	-64	0	-147	0	0	-210
97055	MEGA Life and Health Insurance Co. (The)	2,623	2	47,105	0	0	49,730
86126	MEMBERS Life Insurance Co.	502	0	1	0	0	502
85561	MIC Life Insurance Corporation	2	0	37	0	0	39
74209	MMA Insurance Co.	0	0	0	0	0	0
65781	Madison National Life Insurance Co., Inc.	863	585	333	0	0	1,780
65870	Manhattan Life Insurance Co. (The)	2,044	0	0	0	0	2,044
67083	Manhattan National Life Insurance Co.	9,507	7	0	0	0	9,514
70416	MML Bay State Life Insurance Co.	123,235	3	0	0	0	123,238
78077	MONY Life Insurance Co. of America	47,182	40,022	0	0	0	87,204
65838	Manufacturers Life Ins Co (U.S.A.) (The)	145,197	385	17	270	1,107,706	1,253,575
87793	Manufacturers Life Ins Co of America (The)	121,803	0	0	0	193	121,996
90425	Manufacturers Life Ins Co of North America (The)	0	85	0	0	381,064	381,149
98078	Manulife Reinsurance Corporation (U.S.A.)	0	0	0	0	0	0
71072	Marquette National Life Insurance Co.	0	0	0	0	0	0

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
80896	Massachusetts Casualty Insurance Co.	0	0	7,420	0	0	7,420
65935	Massachusetts Mutual Life Insurance Co.	234,299	43,629	33,256	0	326,695	637,880
90476	Maxicare Life and Health Insurance Co.	344	0	11,472	0	0	11,816
87750	Mayflower National Life Insurance Co.	7,253	0	0	0	0	7,253
69515	MedAmerica Insurance Co.	0	0	2	0	0	2
63762	Medco Containment Life Insurance Co.	0	0	0	0	0	0
74217	Medical Savings Insurance Co.	3	0	2,362	0	0	2,366
71471	Medico Life Insurance Co.	241	0	2,704	0	0	2,944
71749	Menlo Life Insurance Co.	2	0	0	0	0	2
65951	Merit Life Insurance Co.	3,429	0	5,226	0	0	8,655
79022	Merrill Lynch Life Insurance Co.	7,266	106,288	0	271	0	113,824
65714	Metlife Security Insurance Co. of Louisiana	0	0	0	0	0	0
86428	Metropolitan Insurance and Annuity Co.	11,628	95	0	0	0	11,723
65978	Metropolitan Life Insurance Co.	612,702	603,395	319,610	28,492	0	1,564,200
97136	Metropolitan Tower Life Insurance Co.	115	0	0	0	0	115
66001	Mid-Continent Life Insurance Co.	0	0	0	0	0	0
66087	Mid-West National Life Ins Co of Tennessee	2,277	64	20,289	0	0	22,630
66036	Midland Life Insurance Co.	24,111	11	-1	0	0	24,122
66044	Midland National Life Insurance Co.	35,309	202,162	0	4,619	0	242,090
66109	Midwestern United Life Insurance Co.	477	22	0	0	0	499
93742	Ministers Life Insurance Co. (The)	163	1	5	0	0	170
66168	Minnesota Life Insurance Co.	97,567	12,472	25,477	-13	64,233	199,736
93726	Mission Life Insurance Co. of America	496	0	0	0	0	496
66265	Monarch Life Insurance Co.	533	1	4,764	0	0	5,297
66281	Monumental Life Insurance Co.	22,616	30,095	28,598	19,502	5,423	106,233
66370	Mony Life Insurance Co.	32,090	342	6,175	0	0	38,608
66346	Munich American Reassurance Co.	0	0	0	0	0	0
88668	Mutual of America Life Insurance Co.	783	299	480	30,000	60,877	92,439
66419	Mutual Service Life Insurance Co.	1,463	372	0	0	165	2,000
66427	Mutual Trust Life Insurance Co.	4,817	1,963	64	295	0	7,140
71412	Mutual of Omaha Insurance Co.	0	0	48,523	0	0	48,523
85456	NACOLAH Life Insurance Co.	1,322	7	0	0	0	1,330
61409	National Benefit Life Insurance Co.	3,311	0	188	0	0	3,499
97241	NGL American Life Insurance Co.	61	3	5	0	0	68
81353	NYLIFE Insurance Co. of Arizona	8,545	0	0	0	0	8,545
66540	National Farmers Union Life Insurance Co.	2,007	2	0	0	0	2,009
90956	National Financial Insurance Co.	0	0	805	0	0	805
98205	National Foundation Life Insurance Co.	26	0	2,126	0	0	2,152
66583	National Guardian Life Insurance Co.	437	-77	3	0	0	363
82538	National Health Insurance Co.	2	38,332	1,530	0	0	39,864
66680	National Life Insurance Co.	41,730	15,652	5,256	0	0	62,639
87963	National Teachers Associates Life Ins Co	0	0	4,407	0	0	4,407
66826	National Travelers Life Co.	1,356	105	323	0	0	1,784
66850	National Western Life Insurance Co.	1,423	31,154	0	1,871	36	34,484
66869	Nationwide Life Insurance Co.	244,400	11,961	810	0	1,054,625	1,311,796

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
92657	Nationwide Life and Annuity Insurance Co.	21,891	54	0	0	144,925	166,870
91626	New England Life Insurance Co.	51,281	24,881	4,190	0	0	80,352
78743	New Era Life Insurance Co.	6	316	11	1	0	334
69698	New Era Life Insurance Co. of the Midwest	73	23	6	32	0	134
66915	New York Life Insurance Co.	487,245	47,322	43,617	5,686	25,137	609,007
97705	New York Life and Health Insurance Co.	0	0	0	0	0	0
91596	New York Life Insurance and Annuity Corporation	186,966	396,141	0	0	0	583,107
81264	Nippon Life Insurance Co. of America	1,734	0	49,735	0	8,387	59,857
66974	North American Co. for Life and Health Ins	42,209	35,706	37	1,546	0	79,498
67032	North Carolina Mutual Life Insurance Co.	42	0	7	0	0	49
67040	North Central Life Insurance Co.	118	0	13	0	0	131
67059	North Coast Life Insurance Co.	2,412	96	1	0	0	2,510
88528	Northbrook Life Insurance Co.	831	160,605	0	616	0	162,053
87734	Northern Life Insurance Co.	3,696	143,263	0	0	0	146,959
69000	Northwestern Long Term Care Insurance Co.	0	0	1,195	0	0	1,195
67091	Northwestern Mutual Life Insurance Co. (The)	425,318	30,976	54,490	1,431	211	512,426
63444	Nutmeg Life Insurance Co.	0	0	0	0	0	0
67148	Occidental Life Ins Co of North Carolina	1,894	28	1,740	0	0	3,662
89206	Ohio National Life Assurance Corporation	23,108	702	2,623	0	0	26,432
67172	Ohio National Life Insurance Co. (The)	4,312	108,261	925	25,680	4,337	143,515
67180	Ohio State Life Insurance Co. (The)	6,786	4	9	0	0	6,799
67199	Old American Insurance Co.	2,915	0	562	0	0	3,477
67245	Old Line Life Insurance Co. of America (The)	82,844	28	0	0	0	82,872
67261	Old Republic Life Insurance Co.	3,999	0	1,502	0	0	5,500
76007	Old United Life Insurance Co.	0	0	0	0	0	0
76791	Old West Annuity & Life Insurance Co.	0	11,365	0	313	0	11,679
88099	Optimum Re Insurance Co.	0	0	0	0	0	0
76112	Oxford Life Insurance Co.	2,871	32,734	243	0	0	35,848
67393	Ozark National Life Insurance Co.	212	4	3	0	0	220
93548	PHL Variable Insurance Co.	4,788	67,901	0	0	0	72,689
64343	Pacific Guardian Life Insurance Co., Limited	9,476	33,218	51	331	0	43,076
97268	Pacific Life & Annuity Co.	14,770	1,056	70,927	0	0	86,753
70785	PacifiCare Life and Health Insurance Co.	4,852	0	86,280	0	0	91,132
84506	PacifiCare Life Assurance Co.	15	0	36	0	0	51
93459	Pan-American Assurance Co.	6,382	0	0	0	0	6,382
67539	Pan-American Life Insurance Co.	1,463	48	7,914	0	0	9,425
93564	Paragon Life Insurance Co.	9,061	0	0	0	0	9,061
60003	Park Avenue Life Insurance Co.	2,644	0	0	0	0	2,644
64688	PartnerRe Life Insurance Co. of the U.S.	0	0	0	0	0	0
94528	Pathmark Assurance Co.	0	0	0	0	0	0
67598	Paul Revere Life Insurance Co. (The)	2,231	0	60,413	5	0	62,649
67601	Paul Revere Variable Annuity Ins Co (The)	374	0	0	16,122	0	16,496
67636	Peninsular Life Insurance Co.	0	0	0	0	0	0
69337	Penn Diversified Insurance and Annuity Co.	0	0	0	0	0	0
93262	Penn Insurance and Annuity Co. (The)	1,350	385	0	469	545	2,748

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
67644	Penn Mutual Life Insurance Co. (The)	31,377	204	2,082	154	16,607	50,424
63282	Penn Treaty Network America Insurance Co.	324	1	50,692	0	0	51,017
67660	Pennsylvania Life Insurance Co.	1,729	24	5,102	0	0	6,855
66605	Peoples Benefit Life Insurance Co.	10,543	89,619	7,071	0	0	107,232
67784	Philadelphia American Life Insurance Co.	22	0	31	0	0	53
67814	Phoenix Life Insurance Co	67,507	2,040	9,969	0	0	79,515
69647	Phoenix National Insurance Co	408	6	0	0	0	414
72125	Physicians Life Insurance Co.	16,146	4,034	0	0	0	20,181
80578	Physicians Mutual Insurance Co.	0	0	13,420	0	0	13,420
67873	Pioneer American Insurance Co.	546	5	0	0	0	551
68330	Pioneer Life Insurance Co.	2,451	39	15,571	0	0	18,061
67911	Pioneer Mutual Life Insurance Co.	6,138	1,152	0	0	0	7,290
67946	Pioneer Security Life Insurance Co.	66	1	0	0	0	67
68039	Presidential Life Insurance Co.	1,244	29,124	12	6,082	0	36,462
65919	Primerica Life Insurance Co.	179,804	355	179	0	0	180,338
61271	Principal Life Insurance Co.	135,165	116,146	243,567	902,576	4,781	1,402,236
68047	Professional Insurance Co.	31	0	2,126	0	0	2,157
71161	Progressive American Life Insurance Co.	0	0	0	0	0	0
68128	Protected Home Mutual Life Insurance Co.	48	2	5	0	0	56
68136	Protective Life Insurance Co.	35,244	26,248	5,609	2,000	0	69,101
88536	Protective Life and Annuity Insurance Co	63	0	0	0	0	63
67903	Provident American Life & Health Insurance Co.	91	3	986	0	0	1,080
68195	Provident Life and Accident Insurance Co.	33,233	15	107,425	0	0	140,673
68225	Provident Mutual Life Insurance Co.	56,917	337	351	3,080	0	60,684
70866	Provident National Assurance Co.	0	4	0	0	0	4
70750	Providentmutual Life and Annuity Co of America	992	4,931	0	88	0	6,011
79227	Pruco Life Insurance Co.	96,229	593	0	0	58,158	154,980
68241	Prudential Insurance Co. of America (The)	479,140	401,975	181,155	9,742	989,396	2,061,408
66133	Prudential Select Life Ins Co of America	0	0	0	0	0	0
68284	Pyramid Life Insurance Co. (The)	49	0	199	0	0	248
65765	Reassure America Life Insurance Co	18,085	92	18,232	0	0	36,409
68357	Reliable Life Insurance Co. (The)	86	0	3	0	0	89
67105	ReliaStar Life Insurance Co.	105,990	33,066	38,940	45,724	0	223,720
61360	ReliaStar Life Insurance Co. of New York	7,888	186	2,052	0	0	10,127
93572	RGA Reinsurance Co.	0	0	0	0	0	0
72613	Reliance Life Insurance Co.	-576	0	-102	0	0	-678
68381	Reliance Standard Life Insurance Co.	29,491	15,227	41,706	0	0	86,424
68446	Republic-Vanguard Life Insurance Co.	156	618	247	0	0	1,021
61506	Resource Life Insurance Co.	137	0	152	0	0	289
68586	Rushmore National Life Insurance Co.	184	2	0	0	0	186
68608	SAFECO Life Insurance Co.	13,803	610,006	25,337	3,227	11,118	663,491
90581	SAFECO National Life Insurance Co.	62	0	0	0	0	62
93246	Sage Life Assurance of America, Inc.	0	0	0	0	6,364	6,364
60183	SBLI USA Financial Services Life Insurance Co., Inc.	0	0	0	0	0	0
87572	Scottish Re (U.S.), Inc.	0	0	0	0	0	0

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
69914	Sears Life Insurance Co.	1,886	0	6,422	0	0	8,309
68675	Security Benefit Life Insurance Co.	2,926	92,945	0	0	0	95,872
99414	Security Equity Life Insurance Co.	58	0	0	0	0	58
68764	Security Financial Life Insurance Co.	5,141	460	354	3,620	0	9,576
61050	Security First Life Insurance Co.	1,665	51,966	0	0	0	53,631
68721	Security Life Insurance Co. of America	6,620	121	20,328	0	0	27,069
68713	Security Life of Denver Insurance Co.	106,054	28,049	0	500,000	0	634,103
68772	Security Mutual Life Insurance Co. of New York	2,082	5	110	5	0	2,201
69485	Security National Life Insurance Co.	281	176	10	0	0	467
91588	Security-Connecticut Life Insurance Co.	38,491	26	79	0	0	38,597
68802	Sentinel Security Life Insurance Co.	2,008	0	0	0	0	2,008
68810	Sentry Life Insurance Co.	2,104	6,263	374	1	0	8,742
80586	Servus Life Insurance Co.	0	0	0	0	0	0
68950	Southland Life Insurance Co.	50,888	28	16	0	0	50,932
91391	Southwestern Life Insurance Co.	8,935	205	25	67	0	9,232
69019	Standard Insurance Co.	68,308	16,732	147,668	72,882	0	305,590
86355	Standard Life and Accident Insurance Co.	2,021	18	12,479	0	0	14,517
69051	Standard Life Insurance Co. of Indiana	779	67,075	92	0	0	67,946
69078	Standard Security Life Ins Co of New York	46	0	19,920	0	0	19,966
94498	State Farm Annuity and Life Insurance Co.	0	0	0	0	0	0
69108	State Farm Life Insurance Co.	236,375	38,903	0	0	0	275,278
69116	State Life Insurance Co. (The)	3,748	298	853	0	0	4,899
94188	States West Life Insurance Co.	14	0	4	0	0	18
89184	Sterling Investors Life Insurance Co.	144	1	0	0	0	145
63703	Stonebridge Insurance Co.	15	0	1	0	0	16
79065	Sun Life Assurance Co. of Canada (U.S.)	7,393	357,302	0	3,695	0	368,391
69256	SunAmerica Life Insurance Co.	11,283	9,469	67	0	238	21,057
69272	Sunset Life Insurance Co. of America	14,747	0	5	803	0	15,554
69310	Surety Life Insurance Co.	26,042	209	45	0	0	26,296
82627	Swiss Re Life & Health America Inc.	0	0	0	0	0	0
93483	Swiss-Am Reassurance Co.	0	0	0	0	0	0
69345	Teachers Ins and Annuity Association of America	23,520	342,769	4,811	4,938	0	376,039
69604	Templeton Funds Annuity Co.	0	0	0	0	0	0
69396	Texas Life Insurance Co.	343	0	0	0	0	343
60142	Tiaa-Cref Life Insurance Co	164	31,750	0	132,542	0	164,457
80829	Transamerica Assurance Co.	17,072	0	497	0	0	17,569
69507	Transamerica Life Insurance and Annuity Co.	171	228,158	419	415,557	486,200	1,130,504
86231	Transamerica Life Insurance Co.	52,659	268,742	10,498	0	0	331,899
67121	Transamerica Occidental Life Insurance Co.	267,577	114,746	29,821	802,583	22,507	1,237,235
87726	Travelers Insurance Co. (The)	118,859	18,961	23,307	465,991	47,406	674,523
80950	Travelers Life and Annuity Co. (The)	53,844	241	0	213	482,930	537,227
71768	Trigon Health and Life Insurance Co.	0	0	0	0	0	0
61425	Trustmark Insurance Co.	2,543	19	13,888	0	0	16,450
62863	Trustmark Life Insurance Co.	0	0	0	0	0	0
84530	U.S. Financial Life Insurance Co.	10,242	0	0	0	0	10,242

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
86371	ULLICO Life Insurance Co.	0	0	0	0	0	0
62235	UNUM Life Insurance Co. of America	112,024	44	316,713	298	0	429,080
70955	USA Life One Insurance Co. of Indiana	2	0	0	0	0	2
69663	USAA Life Insurance Co.	45,071	34,271	15,522	535	0	95,400
94358	USABLE Life	0	0	0	0	0	0
80314	UniCARE Life & Health Insurance Co.	9,375	0	31,909	0	0	41,285
69701	Union Bankers Insurance Co.	14	0	313	0	0	327
80837	Union Central Life Insurance Co. (The)	49,801	50,318	5,188	3,307	0	108,613
62596	Union Fidelity Life Insurance Co.	7,445	51	16,606	0	0	24,102
61247	USG Annuity & Life Co.	1,698	157,499	0	0	0	159,198
69744	Union Labor Life Insurance Co. (The)	9,123	736	45,490	0	0	55,349
98884	Union Security Life Insurance Co.	13,563	0	18,483	0	0	32,046
81124	Union Standard of America Life Insurance Co.	0	0	3	0	0	3
92916	United American Insurance Co.	3,259	354	56,014	0	0	59,626
65269	United Benefit Life Insurance Co.	2	0	7,286	0	0	7,288
85766	United Concordia Insurance Co.	0	0	22,395	0	0	22,395
97870	United Dental Care Insurance Co.	0	0	314	0	0	314
91693	United Family Life Insurance Co.	248	3	0	0	0	252
87645	United Fidelity Life Insurance Co.	1,496	81	2	0	0	1,580
79413	United HealthCare Insurance Co.	41	0	425,270	0	0	425,312
63983	United Heritage Life Insurance Co	3,512	5,050	46	0	0	8,609
69922	United Home Life Insurance Co.	604	4	105	0	0	713
69930	United Insurance Co. of America	24,399	1	918	0	0	25,318
94099	United Investors Life Insurance Co.	16,460	594	0	10,044	0	27,099
69876	United Life & Annuity Insurance Co.	97	480	0	0	0	577
69868	United of Omaha Life Insurance Co.	75,844	121,736	38,636	6,874	3,532	246,622
70106	United States Life Ins Co in the City of New York (The)	20,814	4	43,220	0	0	64,038
63479	United Teacher Associates Insurance Co.	58	5,558	1,217	0	0	6,834
97179	United Wisconsin Life Insurance Co.	1	0	0	0	0	1
72850	United World Life Insurance Co.	303	0	9	0	0	313
70114	Unity Mutual Life Insurance Co.	126	38	2	0	0	166
70157	Universal Life Insurance Co.	10	0	6	0	0	17
70173	Universal Underwriters Life Insurance Co.	1,527	0	13	0	0	1,540
63738	Utica National Life Insurance Co.	30	3	0	0	0	33
70211	Valley Forge Life Insurance Co.	103,753	26,707	57	-47	0	130,469
70238	Variable Annuity Life Insurance Co. (The)	0	398,681	0	1,220	0	399,900
81027	Veterans Life Insurance Co.	8,335	0	1,158	0	0	9,493
84549	Vista Life Insurance Co.	0	0	0	0	0	0
66699	Voyager Life Insurance Co.	461	0	776	0	0	1,237
70319	Washington National Insurance Co.	896	180	1,659	0	0	2,736
85537	Wellington Life Insurance Co.	0	0	5,693	0	0	5,693
70483	Western and Southern Life Insurance Co. (The)	5,997	0	108	0	0	6,106
70386	Western General Life Insurance Co.	10	0	0	0	0	10
91413	Western Reserve Life Assurance Co of Ohio	233,459	89,725	0	0	0	323,184
73474	Western Security Life Insurance Co.	0	0	0	0	0	0

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
92622	Western-Southern Life Assurance Co.	2,358	43,512	0	0	0	45,870
92142	Westthrift Life Insurance Co.	0	0	0	0	0	0
78301	Westward Life Insurance Co.	272	0	105	0	0	378
70602	Woodmen Accident and Life Co.	2,632	2,842	447	0	0	5,920
78409	Workmen's Life Insurance Co.	0	0	0	0	0	0
70629	World Insurance Co.	437	5	612	0	0	1,054
70661	Zurich Life Insurance Co. of America	17,652	10	0	0	0	17,662
Total Foreign Insurers: 502							
Totals:		10,807,306	17,852,290	6,327,631	4,811,168	8,246,465	48,044,861
Total CA and Foreign Life Insurers: 540							
Grand Totals:		11,453,498	17,951,845	7,555,935	4,861,479	8,853,081	50,675,839
Alien Insurers:							
80659	Canada Life Assurance Co. (The)	29,100	11,623	39,490	4,877	0	85,090
81914	Life Insurance Co	0	0	0	0	0	0
80675	Crown Life Insurance Co.	11,747	706	763	0	0	13,217
92673	Gerling Global Life Insurance Co.	0	0	0	0	0	0
80705	Great-West Life Assurance Co. (The)	3,557	0	1,205	0	0	4,763
84514	Industrial-Alliance Pacific Life Insurance Co.	8,352	8,553	0	0	0	16,905
80802	Sun Life Assurance Co. of Canada	117,967	114	10,069	1,144	0	129,294
Total Alien Insurers: 7							
Totals:		170,724	20,996	51,528	6,021	0	249,269
California Insurers:							
71447	Assured Investors Life Co.	25	0	1,416	0	0	1,441
61182	Aurora National Life Assurance Co.	19,078	0	0	-266	0	18,812
60256	Automobile Club of Southern California Life Ins Co	0	0	0	0	0	0
62825	BC Life & Health Insurance Co.	26,823	0	767,661	0	0	794,484
68160	Balboa Life Insurance Co.	-454	0	2,964	0	0	2,510
61557	CPIC Life Insurance Co.	17,067	0	30,204	0	0	47,272
71331	CareAmerica Life Insurance Co.	5	0	37	0	0	41
97853	Crocker Life Insurance Co.	0	0	0	0	0	0
92444	Doctors' Life Insurance Co. (The)	92	8	0	0	0	100
62154	Fremont Life Insurance Co.	5	30	679	14	0	729
93521	General Fidelity Life Insurance Co.	9,009	0	1,073	0	0	10,082
87017	Gerling Global Life Reinsurance Co.	0	0	0	0	0	0
63924	Golden State Mutual Life Insurance Co.	5,880	1,217	245	0	0	7,343
66141	Health Net Life Insurance Co.	2,498	0	181,957	0	0	184,455
64890	Investors Guaranty Life Insurance Co.	13	2	0	0	0	16
60053	Kaiser Permanente Insurance Co.	0	0	53,846	0	0	53,846
73008	Lifeguard Life Insurance Co.	0	0	77,805	0	0	77,805
81620	MetLife Investors Insurance Co. of California	214	52,258	11	511	0	52,995
67466	Pacific Life Insurance Co.	322,213	24,781	6,218	44,030	606,616	1,003,858
81612	Pacific Union Assurance Co.	176	0	0	0	0	176

Life Direct Premiums Written - 2001 - *continued*

Figures taken from Insurers 2001 Annual Statement - Schedule T (000's Omitted)

NAIC No.	Company Name	Life	Annuity	A&H Insurance Premiums	Deposit Type Contract Funds	Disability Considerations	Report Totals
74098	Paula Assurance Co.	0	0	0	0	0	0
60237	Premier Access Insurance Co.	0	0	27,854	0	0	27,854
73130	Rooney Life Insurance Co.	0	0	0	0	0	0
79014	SafeHealth Life Insurance Co.	6	0	20,753	0	0	20,759
71420	Sierra Health and Life Insurance Co., Inc.	4	0	4,055	0	0	4,059
77208	Sierra Pacific Life Insurance Co.	-43	0	-65	0	0	-108
84247	Sutter Preferred Health and Life Insurance Co.	0	0	0	0	0	0
69566	Trans World Assurance Co.	2,411	212	0	0	0	2,624
67423	UBS PaineWebber Life Insurance Co.	0	0	0	0	0	0
70335	West Coast Life Insurance Co.	70,446	49	62	0	0	70,557
74713	Western Family Life Insurance Co.	0	0	0	0	0	0
Total California Insurers: 31							
Totals:		475,468	78,559	1,176,776	44,290	606,161	2,381,709

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total Capital and/or Surplus	Net Underwriting Gain or Loss	Net Investment Gain or Loss	Net Changes in Surplus	California Direct Premium Earned	California Direct Losses Incurred
Alien Insurers:									
3488	Chiyoda Fire & Marine Ins Co, Ltd. (The) (US Branch)	31,766	19,820	11,947	182	1,248	3,293	0	0
1123	GENERALI Assicurazioni Generali S.P.A. (U.S. Branch)	184,022	113,234	70,788	-15,209	6,374	-18,865	10,443	11,663
1126	Gerling Global Reinsurance Corp U.S. Branch	399,997	304,193	95,804	-52,036	27,189	-34,474	0	0
1004	Hyundai Marine & Fire Insurance Co., Ltd.	19,732	11,743	7,989	149	774	655	1,036	-91
3780	LG Ins Co, Limited (United States Branch)	24,815	16,568	8,247	-1,225	1,341	1,059	1,966	668
3230	Nichido Fire and Marine Ins Co, Limited (The)	77,987	38,983	39,004	-1,832	6,045	-10,866	1,680	1,643
2707	NIPPONKOA Insurance Company, Limited	150,805	102,430	48,375	-6,533	7,920	612	6,577	3,770
3899	Nissan Fire & Marine Ins Co, Limited (The) (U.S. Branch)	29,763	6,821	22,942	-1,792	1,444	-350	2,356	2,222
3830	Samsung Fire & Marine Ins Co., Ltd. (U.S. Branch)	40,120	26,817	13,304	675	1,794	3,648	0	0
1290	Tokio Marine and Fire Ins Co, Limited (The)	1,006,434	708,016	298,417	-41,810	46,299	5,544	118,712	84,039
3152	Wawanesa Mutual Insurance Company (The)	240,431	78,109	162,321	2,779	14,315	16,852	63,238	44,811
Total Alien Insurers: 11									
Totals		22,205,872	1,426,733	779,138	-116,651	114,743	-32,891	206,007	148,725
California Insurers:									
3640	21st Century Casualty Co.	9,083	0	9,083	0	470	475	0	107
1296	21st Century Insurance Co.	1,016,001	631,966	384,035	-102,836	45,173	-82,994	909,871	684,938
1022	Alistar Insurance Co.	20,271	19,331	940	-5,764	804	-4,521	36,120	22,981
3530	Allianz Insurance Co.	3,593,953	1,383,578	2,210,375	-677,324	29,554	138,595	75,556	12,431
3642	Allianz Underwriters Insurance Co.	116,983	67,331	49,652	-4,081	5,163	6,671	18	-1,400
3652	Allied Insurance Co.	10,721	63	10,659	90	593	328	0	11
1021	American Contractors Indemnity Co.	40,080	23,859	16,221	3,190	2,301	3,140	29,150	3,780
1081	American Equity Specialty Insurance Co.	35,514	27,903	7,611	-3,725	1,678	-494	13,552	14,890
4376	American International Ins Co of California, Inc.	50,416	35,401	15,015	-797	2,372	2,363	45,888	28,521
4080	American Sterling Insurance Co.	14,311	4,385	9,926	-3,728	1,478	-8,000	6,735	7,769
3138	American Surety Co.	7,261	1,231	6,030	75	103	225	1,186	-224
4001	Anchor General Insurance Co.	19,406	11,196	8,210	-312	1,001	3,076	20,631	17,777
1980	Argonaut Insurance Co.	1,012,264	743,064	269,200	-45,306	161,430	-104,900	38,481	53,756
2186	Associated Indemnity Corporation	121,441	82,570	38,871	-9,203	7,689	-518	68,849	38,928
2718	Associated International Insurance Co.	240,525	160,185	80,340	-2,548	17,171	20,400	20,583	27,955
2481	Balboa Insurance Co.	590,778	276,340	314,438	-23,321	18,689	107,010	35,993	12,673
1083	Business Alliance Insurance Co.	8,867	3,332	5,535	-1,190	641	346	4,130	3,225
1116	C-F Insurance Co.	2,002	0	2,002	0	2	2,002	0	0
1896	CalFarm Insurance Co.	103,631	657	102,974	0	3,272	7,400	112,826	136,552
3834	California Automobile Insurance Co.	88,756	60,859	27,897	-9,003	3,551	-519	85,059	51,401
1354	California Capital Insurance Co.	247,593	121,853	125,740	-16,072	10,833	2,210	126,612	77,025

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2746	California Casualty & Fire Insurance Co.	45,561	22,939	22,621	-4,141	1,874	-1,129	1	1,879
1006	California Casualty Compensation Insurance Co.	119,391	67,918	51,473	-2,851	10,151	12,639	0	319
3595	California Casualty General Insurance Co.	69,036	33,371	35,665	-6,023	3,419	-1,125	0	-461
2011	California Casualty Indemnity Exchange (The)	427,676	106,904	320,772	-19,197	8,377	-16,304	114,402	71,539
2012	California Casualty Insurance Co.	147,221	45,913	101,308	-8,281	3,264	-5,113	26,242	10,556
3104	California General Underwriters Ins Co, Inc.	11,108	125	10,983	133	623	666	0	0
3227	California Indemnity Insurance Co.	301,266	194,485	106,781	-11,027	16,194	-1,397	128,348	141,899
3886	California Insurance Co.	7,516	48	7,468	-23	370	161	-1	-5,371
1553	California State Automobile Assoc Inter-Ins Bureau	3,865,522	1,999,740	1,865,781	-121,042	193,708	2,250	1,597,545	1,017,998
3634	CAMICO Mutual Insurance Co.	87,789	59,473	28,316	-3,573	4,908	2,242	20,134	8,938
1052	Care West Insurance Co.	26,681	18,351	8,330	-628	1,219	445	6,090	6,690
2690	Century-National Insurance Co.	354,798	263,301	91,497	-9,533	26,410	5,584	135,570	67,310
1092	CII Insurance Co.	12,828	4,459	8,369	-190	683	112	0	0
4224	Citation Insurance Co.	39,510	22,881	16,629	-348	2,751	2,301	-5	206
1031	Civic Property and Casualty Co.	163,985	123,596	40,389	-18,878	6,142	2,742	2,812	1,154
1069	Civil Service Employees Insurance Co.	141,232	83,737	57,495	-14,301	7,550	-12,124	79,746	52,585
3641	Claremont Liability Insurance Co.	25,778	14,237	11,540	-2,030	1,510	-486	22,038	7,622
2043	CNA Casualty of California	356,379	263,956	92,423	-50,076	27,031	-20,881	685	2,173
2508	Coast National Insurance Co.	175,483	123,688	51,795	-7,603	5,212	6,941	220,159	138,032
1316	Commerce West Insurance Co.	56,742	29,191	27,552	-7,333	2,703	-844	34,816	22,210
3228	Commercial Casualty Insurance Co.	34,361	21,584	12,778	-853	1,834	-2,260	6,488	4,341
1555	Commercial Fishermen's Inter-Insurance Exchange	487	115	371	-68	24	-44	0	0
1948	Commercial Underwriters Insurance Co.	96,074	4,395	91,679	-8,797	11,627	5,575	786	12,445
3818	Comstock Insurance Co.	213,977	207,898	6,079	5,656	11,347	-17	0	0
2092	Continental Reinsurance Corporation	329,908	275,311	54,597	-40,787	21,927	-178,187	0	0
1401	Crusader Insurance Co.	101,653	74,134	27,520	-23,291	5,679	-12,107	32,374	33,611
1895	CSE Safeguard Insurance Co.	67,739	42,783	24,955	-7,150	4,815	-2,047	34,960	18,040
1085	Cypress Insurance Co.	261,471	106,589	154,882	-5,266	7,490	-36,555	26,113	18,483
1928	Danielson Insurance Co.	14,559	7,892	6,667	-1,819	894	-1,855	0	0
1926	Danielson National Insurance Co.	15,787	7,400	8,387	-951	872	-1,184	1,390	4,772
4097	Dentists Insurance Co. (The)	191,355	86,804	104,551	9,141	15,626	-2,901	24,832	4,580
3449	Doctors' Co., An Interinsurance Exchange (The)	1,137,121	753,155	383,965	-58,730	62,571	2,880	92,434	27,013
1289	Eagle West Insurance Co.	33,367	15,210	18,157	-2,009	2,100	581	3,214	1,590
3021	Esurance Property and Casualty Insurance Co.	137,851	9,235	128,616	66	14,238	-1,397	0	0
1031	Exact Property and Casualty Co.	162,724	122,353	40,371	-18,900	6,122	2,662	2,842	1,329
1886	Fairmont Insurance Co.	24,377	2,039	22,338	0	1,516	858	46,553	26,100
2165	Farmers Insurance Exchange	8,198,547	6,228,994	1,969,553	-896,388	377,705	-276,149	1,892,369	1,210,756
1087	Farmers Reinsurance Co.	817,914	51,491	766,423	9,800	24,745	174,191	0	0
2518	Fidelity National Insurance Co.	11,087	852	10,235	-599	247	4,006	1,721	1,091
1985	Financial Indemnity Co.	47,133	19,689	27,445	-1,261	2,156	2,194	81,315	52,279
3145	Financial Pacific Insurance Co.	106,251	82,894	23,357	-1,675	4,893	3,391	60,514	31,012
2166	Fire Insurance Exchange	1,304,287	1,002,548	301,739	-133,527	82,213	-6,065	838,728	575,425

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2187	Fireman's Fund Insurance Co.	10,359,746	8,414,352	1,945,394	-677,485	88,224	144,510	511,444	254,266
3771	First American Property & Casualty Ins. Co.	26,023	7,539	18,483	837	1,028	776	2,647	2,676
3452	First American Specialty Insurance Co.	22,769	15,332	7,437	-1,727	1,089	-1,085	15,895	8,606
2968	Forestview Mortgage Insurance Co.	19,218	1,435	17,782	-88	5,763	-95,540	0	0
3776	Fremont Compensation Insurance Co.	89,836	84,406	5,430	-10,357	2,338	-4,992	66,284	363,905
2104	Fremont Indemnity Co.	553,245	521,791	31,455	-202,915	43,383	-177,235	23,315	93,236
3872	Fremont Pacific Insurance Co.	728,292	722,843	5,449	-55,728	62,578	-1,141	0	-1,148
1020	Galway Insurance Co.	28,708	9,420	19,288	-1,266	1,642	247	17,751	9,749
3000	General Fidelity Insurance Co.	133,205	9,955	123,250	7,115	7,668	9,494	0	0
3986	Golden Bear Insurance Co.	19,527	14,350	5,177	296	603	479	18,235	1,763
1083	Golden Eagle Insurance Corporation	675,576	485,447	190,128	-58,757	35,467	3,772	207,351	283,227
2232	Greenwich Insurance Co.	319,274	289,408	29,866	-8,324	5,944	-19,879	150,637	67,954
3952	Heritage Indemnity Co.	223,623	107,230	116,393	-7,035	17,325	10,676	2,686	9,714
1100	Homesite Insurance Co of California	7,717	1,324	6,393	-299	275	3	2,052	448
2275	Horace Mann Property & Casualty Insurance Co	49,198	32,920	16,278	-3,369	2,558	4,141	21,324	15,725
2555	Indemnity Co. of California	11,524	6,091	5,433	-224	598	83	3,946	744
2784	Insurance Co. of the West	471,976	314,557	157,419	-66,880	25,569	-99,144	52,910	19,220
1559	Interinsurance Exchange of the Automobile Club	3,436,142	1,606,953	1,829,190	13,898	144,031	48,390	1,418,943	882,997
3563	Landmark Insurance Co.	134,049	63,776	70,273	-1,050	6,718	6,021	203	-22,763
3670	Lawyers' Mutual Insurance Co.	146,443	87,009	59,434	814	6,568	3,905	21,208	2,861
4226	Majestic Insurance Co.	106,348	82,791	23,557	-2,530	3,618	2,525	54,054	43,434
2387	Mapfre Reinsurance Corporation	155,170	52,667	102,503	-12,222	6,253	448	7,397	3,772
3243	Medical Insurance Exchange of California	235,763	122,072	113,691	-16,794	13,417	-6,119	26,484	13,308
1576	Merced Mutual Insurance Co.	14,297	5,173	9,124	-325	304	-1,752	5,130	2,589
1190	Mercury Casualty Co.	1,294,166	370,833	923,333	-22,816	94,123	66,933	388,325	235,519
2755	Mercury Insurance Co.	1,092,871	533,979	558,892	35,464	64,112	47,589	790,775	448,118
2482	Meritplan Insurance Co.	18,097	3,949	14,149	-805	1,050	547	5,760	3,648
2168	Mid-Century Insurance Co.	2,668,540	2,159,663	508,877	-531,244	237,912	-266,918	261,612	250,637
2748	Mid-State Mutual Insurance Co.	11,781	6,215	5,565	-1,192	380	-1,441	6,954	2,384
1092	Millennium Insurance Co.	7,214	1,637	5,577	-729	331	121	18,260	15,732
2354	Monterey Insurance Co.	25,913	14,639	11,274	-2,009	1,559	231	5,957	1,314
1000	Municipal Mutual Insurance Co.	10,541	4,636	5,904	-284	224	-84	5,535	3,951
2367	National American Insurance Co. of California	124,865	88,198	36,667	-17,078	6,368	-13,780	50,522	34,516
2370	National Automobile and Casualty Insurance Co.	22,448	24,035	-1,587	-10,850	648	-9,815	34,331	24,173
1031	Neighborhood Spirit Property and Casualty Co.	160,289	119,120	41,169	-18,884	6,649	3,026	13,465	7,240
3320	Norcal Mutual Insurance Co.	820,458	552,426	268,032	-24,600	45,728	-4,277	159,784	86,226
4140	Pacific Automobile Insurance Co.	20,044	14,072	5,972	-4,388	1,484	-455	9,425	20,039
4038	Pacific Eagle Insurance Co.	22,631	6,691	15,941	-125	909	3,184	9,903	4,378
1887	Pacific Health Providers Insurance Co.	1,122	0	1,122	-38	443	-4,401	0	0
3733	Pacific Insurance Co.	82,728	63,871	18,857	-13,596	11,058	-74,423	51	-1,598

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2393	Pacific National Insurance Co.	74,145	68,571	5,575	-24,332	5,001	-17,380	27,283	39,964
4055	Pacific Pioneer Insurance Co.	19,641	10,580	9,060	-1,825	1,003	-756	10,018	5,930
1104	Pacific Property and Casualty Co.	17,612	7,470	10,142	-944	546	-90	11,980	6,384
1088	Pacific Select Property Insurance Co	36,621	5,951	30,670	1,358	2,013	3,913	28,814	0
3785	Pacific Specialty Insurance Co.	124,399	68,918	55,481	1,714	4,015	7,069	66,730	30,889
3211	PAULA Insurance Co.	108,359	130,388	-22,028	-46,104	8,429	-36,881	46,422	57,505
1090	Preferred Employers Insurance Co.	32,055	20,663	11,392	-121	849	963	35,986	19,658
3760	Progressive Marathon Insurance Co.	41,014	20,522	20,492	1,288	1,821	2,848	99,395	63,328
2780	Progressive West Insurance Co.	57,976	40,075	17,900	617	1,641	2,524	147,525	79,412
2217	Republic Indemnity Co. of America	644,104	466,419	177,685	-18,985	45,381	11,466	64,657	-6,480
4375	Republic Indemnity Co. of California	41,268	31,954	9,314	-587	1,235	798	158,365	139,573
1577	Residence Mutual Insurance Co.	31,689	17,757	13,931	319	1,104	1,891	23,195	7,444
1097	Response Indemnity Co. of California	7,006	1,665	5,342	-334	279	-94	1,219	1,004
1100	Riverport Insurance Co of California	17,789	6,823	10,966	723	584	330	12,467	4,250
1093	Safeway Direct Insurance Co.	10,072	3,298	6,774	262	382	934	4,704	2,397
1083	San Diego Insurance Co.	140,854	100,031	40,823	0	13,273	6,573	0	0
2191	San Francisco Reinsurance Co.	284,710	74,368	210,342	2,318	16,384	-3,590	0	0
1035	SCPIE Indemnity Co.	685,213	561,703	123,511	-121,036	32,581	-65,505	101,277	51,965
2298	Sequoia Insurance Co.	86,196	56,924	29,272	-4,282	4,751	5,829	53,478	27,987
3504	Sierra Pacific Insurance Co.	4,140	528	3,612	-398	237	105	822	0
3679	Springfield Insurance Co.	48,243	38,303	9,940	-3,320	2,647	347	25,490	24,110
3507	State Compensation Insurance Fund	9,547,188	8,115,806	1,431,382	-560,034	756,691	81,049	3,638,077	3,093,860
4227	Sterling Casualty Insurance Co.	42,975	24,610	18,365	-1,388	-2,719	-5,189	30,004	18,337
1279	Surety Co. of the Pacific	18,568	13,162	5,406	-449	882	-263	9,323	1,591
3210	Sutter Insurance Co.	39,739	19,918	19,821	-2,238	3,607	21	19,694	11,319
2549	TIG Indemnity Co.	20,421	1	20,420	0	1,798	357	11,392	6,448
2553	TIG Insurance Co.	2,984,528	2,000,264	984,264	-319,393	202,773	-75,979	144,036	85,701
2551	TIG Premier Insurance Co.	40,226	1,562	38,665	0	3,617	883	30,348	31,081
2544	TIG Specialty Insurance Co.	28,555	183	28,371	0	2,358	950	17,359	22,926
1803	TOPA Insurance Co.	111,954	74,364	37,590	-5,904	5,236	-4,827	73,004	34,847
1082	TravCal Indemnity Co.	44,115	34,981	9,134	-5,474	1,415	-1,483	28,830	23,826
1082	TravCal Secure Insurance Co.	35,311	9,800	25,511	3,639	1,145	2,297	5,312	803
2170	Truck Insurance Exchange	1,235,516	934,902	300,614	-137,650	58,997	13,790	294,262	371,686
1000	Ulico Standard of America Casualty Co.	53,916	48,416	5,500	-11,269	729	-2,701	0	0
1413	Valley Insurance Co.	32,866	13,675	19,192	-2,931	1,468	-519	24,225	26,145
4228	Veterinary Pet Insurance Co.	24,421	20,438	3,982	460	622	1,234	12,682	6,455
1007	Vintage Insurance Co.	17,171	1,948	15,223	229	1,004	873	621	1,685
1068	Wawanesa General Insurance Co.	111,407	83,421	27,986	-9,619	5,407	337	81,592	58,909
2750	Western General Insurance Co.	54,679	42,196	12,483	-369	1,608	1,044	52,321	29,123
2994	Western Growers Insurance Co.	21,765	20,059	1,706	-2,238	1,391	-869	4,118	5,009

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
1362	Western Mutual Insurance Co.	20,682	11,680	9,001	197	638	986	8,371	3,667
1099	Western Select Insurance	14,768	4,215	10,553	-855	771	-73	12,594	16,657
1093	Western Underwriters Insurance Co.	8,898	2,199	6,698	41	303	226	0	0
3777	Western United Insurance Co.	48,950	22,133	26,817	-1,383	3,092	5,661	50,819	38,562
2463	Westward Insurance Co.	4,183	277	3,906	-54	271	172	279	125
2578	Williamsburg National Insurance Co.	15,879	4,737	11,142	-211	594	120	7,097	6,573
1325	Workmen's Auto Insurance Co.	91,903	65,929	25,974	-4,881	2,756	5,842	59,843	41,255
1326	Zenith Insurance Co.	1,068,978	816,511	252,466	-66,932	49,592	-9,940	209,998	145,091
3012	ZNAT Insurance Co.	23,446	16,347	7,100	-1,373	1,399	800	4,915	4,433
Total California Insurers: 152									
Totals		69,720,878	47,416,232	22,304,646	-5,427,540	3,506,243	-744,744	17,307,95	12,595,23
Foreign Insurers:									
3389	Aegis Security Insurance Co.	47,024	21,350	25,674	932	1,107	2,575	17,153	12,016
3615	Aetna Insurance Co. of Connecticut	45,114	12,564	32,550	18,349	3,881	-5,592	9,634	12,321
1001	Affiliated FM Insurance Co.	404,923	263,257	141,666	-15,859	7,577	74,809	31,815	12,953
4275	Agri General Insurance Co.	194,552	46,836	147,716	24,689	5,300	8,811	3,770	608
3873	Alaska National Insurance Co.	345,246	186,514	158,732	-862	15,997	21,789	20,824	12,977
2022	All America Insurance Co.	115,658	65,597	50,061	-871	4,692	6,557	0	-108
1328	Allegheny Casualty Co.	23,876	10,672	13,204	138	775	-907	3,920	0
2027	Alliance Assurance Co. of America	12,460	130	12,330	-14	389	247	0	0
4257	Allied Property and Casualty Insurance Co.	74,259	94	74,165	0	4,634	3,475	89,232	52,750
4184	Allmerica Financial Benefit Insurance Co	12,594	0	12,594	0	679	510	0	-1
1924	Allstate Indemnity Co.	127,713	30,999	96,714	0	7,445	6,380	937,226	679,650
1923	Allstate Insurance Co.	37,800,588	24,027,861	13,772,727	-1,018,088	1,756,055	1,051,088	1,246,166	807,254
1723	Allstate Property and Casualty Insurance Co.	20,235	193	20,042	0	1,139	986	168,569	127,502
1870	Ambac Assurance Corporation	5,303,205	3,306,922	1,996,284	269,148	264,146	341,133	58,524	3
4239	AmGUARD Insurance Co.	116,472	86,801	29,671	-4,612	5,555	1,508	0	0
2289	ACA Financial Guaranty Corporation	238,371	131,569	106,802	-21,306	17,865	30,747	1,784	0
2295	ACSTAR Insurance Co.	51,863	23,579	28,284	583	3,792	1,132	484	-462
1939	AIU Insurance Co.	1,587,288	1,161,550	425,739	18,016	47,664	40,296	2,674	4,954
1910	Amco Insurance Co.	518,523	156,835	361,688	0	20,998	2,978	287,962	133,467
1972	American Alternative Insurance Corporation	282,666	174,251	108,415	42,659	4,599	9,859	57,115	78,777
2792	AMEX Assurance Co.	358,869	187,391	171,478	62,323	15,791	-9,266	50,598	22,929
1036	AVEMCO Insurance Co.	187,299	80,209	107,090	19,435	7,494	21,142	20,329	20,571
2953	AXA Art Insurance Corporation	59,540	41,967	17,573	-6,267	2,180	-5,766	6,587	274
3655	AXA Corporate Solutions Reinsurance Co.	1,007,460	754,544	252,916	-117,716	2,333	-32,905	0	0
1183	AXA Re America Insurance Co.	61,563	24,680	36,882	-2,104	3,335	1,119	1,200	4
2001	Acceptance Indemnity Insurance Co.	33,631	13,663	19,968	90	3,709	-6,380	33,850	23,397
2637	Accredited Surety and Casualty Co., Inc.	28,366	17,923	10,443	963	599	1,130	1,336	4
2266	Ace American Insurance Co	2,457,350	2,048,239	409,110	-22,617	5,609	129,400	243,900	86,570
2270	Ace American Reinsurance Co	486,967	344,630	142,337	-2,240	9,036	258	0	0
1618	AXA Re Property and Casualty Insurance Co	189,865	68,999	120,866	-512	12,251	22,146	25,427	640

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2070	Ace Fire Underwriters Insurance Co	75,956	29,613	46,343	-148	2,631	1,605	12,283	6,858
1003	Ace Indemnity Insurance Co	18,955	9,833	9,122	-148	1,303	1,260	477	251
2069	Ace Property and Casualty Insurance Co	2,528,532	2,010,350	518,182	-21,629	39,104	82,876	48,470	43,598
4051	Advantage Workers Compensation Insurance Co	12,866	1,605	11,262	-83	666	570	0	0
1007	American Ambassador Casualty Co.	30,443	6,891	23,552	0	1,058	873	0	0
2184	American Automobile Insurance Co.	291,550	213,305	78,245	-22,763	15,311	-5,138	119,675	108,800
1011	American Bankers Insurance Co. of Florida	977,250	757,137	220,113	-63,449	32,474	-25,568	103,553	25,885
1013	American Bonding Co.	9,017	11,007	-1,991	-1,015	138	-406	16	-495
2042	American Casualty Co. of Reading, Pennsylvania	1,288,260	835,954	452,307	-156,983	79,640	-77,097	118,011	141,768
1039	American Centennial Insurance Co.	47,118	12,278	34,840	-13,538	2,161	-5,709	-1	1,116
1224	American Continental Insurance Co.	1,102,613	940,081	162,532	-465,958	49,785	77,901	4,036	13,285
1969	American Economy Insurance Co.	1,301,858	970,759	331,098	-124,107	57,874	-64,162	48,442	8,132
3799	American Empire Insurance Co.	30,739	9,066	21,673	708	2,417	148	0	-31
2061	American Employers' Insurance Co.	395,782	292,094	103,689	-45,935	39,288	-17,598	8,613	11,538
2345	American Family Home Insurance Co.	333,156	261,172	71,983	-2,397	7,273	-10,111	6,038	1,279
4369	American Federation Insurance Co.	18,815	7,024	11,791	56	674	605	7,082	2,499
2406	American Fire and Casualty Co.	308,925	204,533	104,392	-6,418	22,632	9,302	2	-6,207
4039	American Fuji Fire and Marine Insurance Co.	101,100	27,478	73,621	-239	5,657	4,448	0	0
2437	American General Indemnity Co	29,829	5,782	24,047	870	1,686	1,880	2,927	267
3120	American General Property Insurance Co.	82,160	18,198	63,962	6,158	3,774	12,615	0	0
1640	American Growers Insurance Co.	193,058	117,623	75,436	11,693	2,096	18,677	2,454	5,109
2624	American Guarantee and Liability Insurance Co.	151,153	498	150,655	0	6,826	4,256	75,001	39,832
1333	American Hardware Mutual Insurance Co.	213,771	113,297	100,474	-2,425	10,051	11,417	11,051	4,092
3915	American Healthcare Indemnity Co.	101,852	64,516	37,335	-6,294	3,617	1,315	25,652	12,211
1938	American Home Assurance Co.	12,139,234	8,620,696	3,518,539	-206,931	486,045	-109,323	240,651	167,189
2810	American Horizon Insurance Co.	22,383	20,345	2,038	-20,212	993	-15,372	2,578	3,167
1951	American Indemnity Co.	71,445	34,127	37,319	3,530	2,374	7,374	0	10
2185	American Insurance Co. (The)	1,215,832	975,697	240,135	-105,864	46,849	-43,400	169,286	156,651
3189	American Interstate Insurance Co.	324,069	242,928	81,141	-442	9,609	261	229	756
1020	American Live Stock Insurance Co.	54,536	14,593	39,943	-2,097	5,715	-12,311	303	59
3056	American Manufacturers Mutual Insurance Co.	737,272	499,288	237,984	-25,160	29,778	-16,293	163,020	92,446
4363	American Merchants Casualty Co.	24,252	13,697	10,555	-414	1,335	1,415	0	0
1681	American Mercury Insurance Co.	151,933	87,380	64,553	-9,700	10,603	9,828	6,327	3,409
2346	American Modern Home Insurance Co.	574,982	436,476	138,506	-1,489	22,107	-12,696	11,850	12,203
2291	American Motorists Insurance Co.	1,342,426	918,076	424,350	-47,132	54,525	3,648	101,882	149,142
3994	American National General Insurance Co.	84,966	42,145	42,821	-2,490	4,553	2,329	0	0
2840	American National Property and Casualty Co.	567,799	388,883	178,915	-27,426	24,229	8,221	2,485	2,488
1208	American Professionals Insurance Co.	6,814	434	6,380	0	131	276	0	0
1891	American Protection Insurance Co.	11,183	199	10,985	0	537	4,351	76,437	55,203
1022	American Re-Insurance Co.	11,961,565	9,318,471	2,643,094	-1,403,140	393,598	477,724	0	3,758

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
1961	American Reliable Insurance Co.	262,347	200,147	62,200	-3,598	5,448	17,797	11,676	601
1998	American Risk Funding Insurance Co.	92,845	66,539	26,306	-2,070	4,643	8,281	-686	88
1963	American Road Insurance Co. (The)	521,557	240,979	280,578	20,713	30,858	-10,673	11,106	3,609
3996	American Safety Casualty Insurance Co.	108,631	84,031	24,601	-1,402	2,002	687	27,031	23,532
4297	American Security Insurance Co.	572,632	400,008	172,624	8,391	50,381	-21,411	95,095	13,076
2458	American and Foreign Insurance Co.	440,329	363,443	76,886	-53,069	13,899	-36,849	16,447	6,088
1970	American States Insurance Co.	1,727,461	1,350,012	377,449	-168,431	74,542	-45,220	69,461	99,918
1971	American States Insurance Co. of Texas	18,895	73	18,823	0	1,041	830	0	0
3721	American States Preferred Insurance Co.	188,817	138,594	50,223	-17,730	10,658	-3,459	5,999	1,943
4014	American Zurich Insurance Co.	75,334	48	75,286	0	2,897	4,812	41,140	33,475
2789	Americas Insurance Co.	25,930	12,660	13,269	-6,501	1,765	-23,212	0	-235
3087	Amerin Guaranty Corporation	314,847	16,045	298,802	43,164	28,592	13,989	12,890	3,350
2339	Amerisure Mutual Insurance Co.	1,041,579	721,628	319,950	-20,322	43,046	9,642	762	443
1997	Amica Mutual Insurance Co.	2,908,925	1,479,667	1,429,258	-8,221	187,165	-232,087	52,659	28,835
1986	Argonaut Great Central Insurance Co.	107,569	68,540	39,030	-5,513	4,714	1,152	230	173
1982	Argonaut-Midwest Insurance Co.	94,888	53,180	41,708	-3,248	7,822	-102,519	551	32
1984	Argonaut-Southwest Insurance Co.	19,093	5,644	13,448	-344	1,044	303	4,919	8,091
3188	Arkwright Insurance Co.	279,016	43,281	235,735	-468	12,034	-73,744	0	0
4145	Armed Forces Insurance Exchange	159,285	58,737	100,548	-12,821	5,974	-11,684	5,487	3,891
2129	Associates Insurance Co.	543,720	203,738	339,982	23,023	30,051	67,934	4,077	5,236
1930	Assurance Co. of America	15,641	0	15,641	0	986	1,061	82,140	46,468
4176	Athena Assurance Co.	172,380	123,963	48,417	-14,427	9,657	-12,306	16,219	9,960
2179	Atlanta Casualty Co.	365,982	239,867	126,115	-10,600	20,138	5,465	2,910	2,778
2093	Atlanta International Insurance Co.	24,091	14,264	9,827	-1,187	1,192	399	0	-33
3192	Atlanta Specialty Insurance Co.	11,687	301	11,386	-11	644	477	73	3
2220	Atlantic Insurance Co.	51,402	30,530	20,872	-1,124	2,538	1,726	46	4
1989	Atlantic Mutual Insurance Co.	1,429,222	1,008,829	420,393	-98,269	61,743	-51,313	108,644	90,522
2715	Atlantic Specialty Insurance Co.	73,228	26,820	46,408	1,467	4,198	10,976	14	4
1833	Atlas Assurance Co. of America	1,026,243	631,814	394,429	-28,289	50,679	21,860	2	484
3824	BCS Insurance Co.	181,642	76,998	104,644	1,045	9,986	3,841	15,066	16,261
1853	BancInsure, Inc.	62,950	40,703	22,247	-1,542	2,342	-874	3,416	2,868
3316	Bankers Insurance Co.	92,495	70,202	22,293	-15,182	17,555	-9,750	22,206	1,695
2313	Bankers Multiple Line Insurance Co.	7,799	459	7,340	-352	453	-6,902	0	5
1827	Bankers Standard Insurance Co.	103,928	81,762	22,167	-1,550	2,350	3,642	1,276	-2,656
4139	Benchmark Insurance Co.	31,646	16,574	15,073	-1,251	895	-38	184	5
3260	Berkley Insurance Co.	1,913,053	1,289,959	623,094	-214,252	75,767	7,710	6,674	2,100
2958	Berkley Regional Insurance Co.	1,208,576	882,386	326,189	-36,542	54,384	50,368	0	0
1940	Birmingham Fire Insurance Co. of Pennsylvania	1,725,248	1,180,766	544,481	-23,744	67,760	-9,641	2,514	-1,889
2009	Bituminous Casualty Corporation	534,978	337,944	197,034	3,824	24,794	22,090	1	-26
2010	Bituminous Fire and Marine Insurance Co.	230,809	156,359	74,450	-1,937	12,246	8,152	0	31

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2450	Blue Ridge Insurance Co.	144,690	92,425	52,264	-25,871	2,038	-1,668	-201	272
2076	Boston Old Colony Insurance Co.	81,601	67,817	13,785	-15,442	3,594	-8,870	1	986
1352	Brotherhood Mutual Insurance Co.	157,771	107,742	50,030	-4,698	7,177	-5,055	0	0
3008	C.P.A. Insurance Co.	10,141	2,131	8,010	-177	-32	-2,121	66	55
2194	CGU Insurance Co. of New Jersey	794,500	501,577	292,924	-76,559	69,390	-7,756	28	51
2200	CIM Insurance Corporation	40,025	26,574	13,452	-51	892	489	7,175	8,678
2911	CMG Mortgage Assurance Co	8,674	571	8,103	-438	475	45	1	0
4026	CMG Mortgage Insurance Co.	143,383	73,178	70,205	9,193	5,688	15,704	5,110	121
3516	CORPA Reinsurance Co.	74,629	43,643	30,986	2,129	4,151	4,168	0	0
1084	CUMIS Insurance Society, Inc.	721,228	442,880	278,347	-10,753	53,624	40,780	36,963	24,692
1046	Canal Insurance Co.	688,535	299,822	388,713	-4,138	24,266	-12,244	0	0
2087	Capital Markets Assurance Corporation	107,338	9,976	97,362	-1,385	5,927	3,934	48	0
3018	Capital Reinsurance Co.	948,763	614,740	334,023	9,627	49,370	10,622	0	0
1051	Carolina Casualty Insurance Co.	279,197	200,190	79,008	-7,789	8,061	31,542	42,099	21,849
1017	Cascade National Insurance Co.	23,186	15,494	7,692	-260	439	-502	19,689	25,136
2123	Casualty Reciprocal Exchange	166,462	143,315	23,147	-18,353	13,595	-7,816	32,801	29,114
1223	Caterpillar Insurance Co.	16,567	5,832	10,735	-476	674	2,541	0	0
1056	Catholic Relief Insurance Co. of America	41,031	16,621	24,411	1,072	1,747	3,025	0	0
1990	Centennial Insurance Co.	463,584	313,000	150,584	-3,197	35,166	33,761	33,152	22,251
2023	Central Mutual Insurance Co.	595,108	347,627	247,481	-4,574	21,086	26,552	0	2,743
2024	Central National Insurance Co. of Omaha (The)	48,793	26,610	22,184	9,491	-8,633	15,283	0	7,074
3427	Central States Indemnity Co. of Omaha	231,175	69,973	161,202	-334	11,085	-27,532	28,279	5,491
3464	Centre Insurance Co.	696,542	604,750	91,792	1,886	26,838	21,263	9,264	32,004
4276	Centurion Casualty Co.	240,019	46,864	193,154	27,136	11,946	64,493	0	0
1171	Century American Casualty Co.	5,936	1,140	4,796	-2,074	194	-344	0	-287
2071	Century Indemnity Co.	957,289	806,728	150,561	-219,380	47,374	-22,962	0	14,253
3513	Century Reinsurance Co.	91,851	25,429	66,422	47	4,520	2,833	0	0
3687	Chartwell Reinsurance Co.	204,052	151,361	52,691	-15,580	-63,610	-161,500	0	0
1064	Cherokee Insurance Co.	32,112	18,238	13,874	1,505	694	3,857	0	0
2281	Chicago Insurance Co.	255,858	170,562	85,296	-13,781	15,635	3,403	42,049	21,716
1277	Chubb Indemnity Insurance Co.	116,282	96,074	20,208	-4,054	5,725	3,168	4	0
1005	Chubb National Insurance Co.	92,797	70,491	22,306	-4,041	5,849	5,054	312	45
1066	Church Insurance Co. (The)	97,316	78,959	18,357	-8,727	4,633	-1,450	2,589	372
1876	Church Mutual Insurance Co.	544,244	374,426	169,818	-18,648	29,171	8,790	21,448	7,580
1067	Cincinnati Insurance Co. (The)	6,808,853	4,278,603	2,530,251	-91,371	216,226	-638,573	6,488	5,195
2053	Clarendon National Insurance Co.	1,267,019	900,814	366,204	-4,959	3,008	84,221	306,077	155,443
3319	Cologne Reinsurance Co. of America	85,685	40,963	44,722	-6,391	4,167	-196	0	0
3434	Colonial American Casualty and Surety Co.	21,090	2,542	18,548	0	1,143	1,092	5,678	-55
2079	Colonial Penn Franklin Insurance Co.	672,544	308,957	363,587	42,251	27,834	116,553	36,241	4,766
3478	Colonial Penn Insurance Co.	1,219,663	595,147	624,516	-33,127	39,261	131,472	17,755	15,058

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
4397	Colonial Penn Madison Insurance Co.	213,362	63,885	149,478	9,652	11,437	27,024	11,270	5,041
1075	Colonial Surety Co.	7,296	3,402	3,894	373	95	434	46	6
2781	Columbia Insurance Co.	6,231,972	2,156,663	4,075,309	-99,949	250,685	-1,811,526	2,331	264
1941	Commerce and Industry Insurance Co.	3,355,129	2,378,148	976,982	-47,487	133,281	32,530	78,581	18,804
3637	Commercial Casualty Insurance Co. of Georgia	48,211	32,997	15,213	-945	1,226	2,646	19,952	5,934
3838	Commercial Guaranty Insurance Co.	32,041	1,713	30,329	0	2,270	1,621	0	0
2081	Commercial Ins. Co. of Newark, New Jersey	49,126	8,877	40,249	0	4,519	-45,068	0	166
1873	Commercial Loan Insurance Corporation	9,075	1,737	7,339	433	473	568	0	0
1022	Commonwealth Insurance Com. of America	30,795	7,202	23,593	-48	1,441	816	2,217	25
2198	Compass Insurance Co.	13,373	3,156	10,217	-956	737	23	0	147
3471	Computer Insurance Co.	40,413	5,598	34,815	11,797	1,410	8,845	1,579	23
2487	Connecticut Indemnity Co. (The)	191,998	140,645	51,352	-44,258	16,695	-12,977	102,851	92,879
2496	Connie Lee Insurance Co.	189,408	77,342	112,066	9,150	10,746	14,035	0	0
2494	Consolidated American Insurance Co.	5,568	43	5,525	-47	254	161	0	0
3219	Constitution Insurance Co	126,537	79,453	47,084	-6,506	6,153	-1,928	45,637	24,034
2044	Continental Casualty Co.	21,723,466	17,023,402	4,700,064	-2,549,389	958,389	-1,642,256	299,923	341,701
3955	Continental Heritage Insurance Co.	10,136	4,109	6,027	-164	456	559	2,666	62
3528	Continental Insurance Co. (The)	3,093,786	2,403,998	689,788	-402,376	212,377	-145,732	39,071	42,962
2825	Continental National Indemnity Co.	45,402	36,405	8,997	-17,917	1,025	-548	5,461	6,139
3720	Contractors Bonding and Insurance Co.	86,429	60,918	25,510	806	2,294	1,332	15,073	5,548
2131	Coregis Insurance Co.	783,350	607,529	175,821	-83,714	33,685	332	46,621	52,308
2004	Cornhusker Casualty Co.	470,878	68,881	401,997	-567	19,273	-14,849	0	0
1049	DaimlerChrysler Insurance Co.	474,283	354,960	119,324	-22,655	8,708	-76,774	11,222	8,769
3790	Deerbrook Insurance Co.	32,532	2,098	30,434	0	1,732	1,561	10,068	11,050
4258	Depositors Insurance Co.	37,645	120	37,525	0	2,534	1,819	15,675	6,850
1826	Design Professionals Insurance Co.	18,594	987	17,607	-9,661	2,705	-3,946	8,350	12,853
1271	Developers Surety and Indemnity Co.	46,854	26,089	20,766	-2,460	2,202	353	13,527	1,365
4204	Diamond State Insurance Co.	87,037	27,955	59,082	579	3,319	5,567	31,628	18,320
3646	Discover Property & Casualty Insurance CO.	87,888	61,964	25,924	-7,213	4,655	-316	32,000	9,127
3349	Dorinco Reinsurance Co.	1,323,098	1,003,134	319,965	-50,100	49,688	-37,823	755	0
1092	Eagle Insurance Co.	539,507	589,684	-50,177	-195,967	9,037	-91,531	9,882	8,934
3698	Eagle Pacific Insurance Co.	66,549	31,750	34,799	465	2,079	-987	12,170	7,973
1470	EastGUARD Insurance Co.	32,459	22,091	10,369	-509	1,042	2,701	0	0
2292	Economy Fire & Casualty Co.	394,448	24,677	369,771	51,433	40,767	107,044	0	0
2140	EMCASCO Insurance Co.	188,125	149,982	38,143	-10,341	8,692	7,633	42	39
2126	Electric Insurance Co.	939,450	684,365	255,085	-14,371	32,978	32,999	11,766	11,173
2132	Empire Fire and Marine Insurance Co.	139,015	8,063	130,952	97	7,822	-500	67,031	18,242
3279	Employee Benefits Insurance Co.	33,040	5,833	27,207	-9,291	11,788	2,567	101	4,495
2145	Employers Insurance Co. of Wausau	3,751,252	3,101,457	649,795	-340,714	228,430	-94,747	56,671	32,229
2141	Employers Mutual Casualty Co.	1,550,952	1,089,273	461,678	-89,721	61,224	-64,584	17,396	12,097

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
3984	Employers Reinsurance Corporation	12,740,345	7,882,434	4,857,911	-855,838	554,708	807,809	42,688	76,102
2064	Employers' Fire Insurance Co. (The)	147,692	104,802	42,890	-16,406	18,629	-2,543	15,426	4,928
2051	Euler American Credit Indemnity Co.	207,968	117,821	90,147	-15,143	7,562	1,719	30,924	32,915
1012	Everest National Insurance Co.	259,440	205,720	53,720	9,017	3,831	2,553	265,127	116,231
2692	Everest Reinsurance Co.	5,261,794	3,968,032	1,293,761	-231,145	244,275	21,072	0	-1,927
3518	Executive Risk Indemnity Inc.	1,473,385	1,151,695	321,690	-64,922	69,276	15,496	82,694	58,059
4002	Explorer Insurance Co. (The)	84,403	64,401	20,001	-11,965	4,898	-7,842	106,477	107,643
2148	Factory Mutual Insurance Co.	4,213,636	2,431,952	1,781,683	-427,127	234,180	-658,372	162,403	41,574
4478	Fairfield Insurance Co.	74,349	53,214	21,135	-4,216	1,149	-4,711	14,017	8,170
4346	FFG Insurance Co.	33,993	11,465	22,528	2,178	1,672	3,666	790	98
1384	Farmers Home Mutual Insurance Co.	49,719	29,659	20,060	-5,678	1,341	-4,976	4,665	2,176
2163	Farmers Insurance Co. of Oregon	1,161,766	811,872	349,894	-120,618	62,276	-20,131	0	0
2162	Farmers Insurance Co., Inc.	235,628	176,913	58,715	-13,403	9,629	-112	0	0
1389	Farmers Mutual Hail Insurance Co. of Iowa	215,431	95,360	120,072	-14,988	10,004	148	0	0
4148	Farmington Casualty Co.	816,696	614,712	201,984	-22,310	50,933	9,489	71	3,983
1383	Farmland Mutual Insurance Co.	195,597	118,971	76,627	-8,259	9,994	5,925	41	14
2028	Federal Insurance Co.	13,420,290	9,893,970	3,526,320	-548,268	611,406	131,403	513,273	228,914
1393	Federated Mutual Insurance Co.	2,671,601	1,591,939	1,079,663	-164,890	126,789	37,102	53,055	42,100
1111	Federated Rural Electric Insurance Corporation	144,223	96,870	47,353	-1,769	7,339	2,660	218	-228
2830	Federated Service Insurance Co.	253,332	181,674	71,658	-18,321	12,049	19,278	1,255	480
3527	Fidelity and Casualty Co. of New York (The)	275,492	187,639	87,854	-41,894	35,828	-205,667	49	4,270
3930	Fidelity and Deposit Co. of Maryland	161,279	3,332	157,946	0	6,703	667	47,049	8,976
3538	Fidelity and Guaranty Insurance Co.	14,083	-45	14,128	0	729	-759	41,523	35,279
2587	Fidelity and Guaranty Insurance Underwriters, Inc.	46,024	-25	46,050	0	2,596	-1,882	13,591	7,781
1281	Financial Guaranty Insurance Co.	2,752,732	1,750,723	1,002,009	67,869	202,034	-87,817	12,987	0
1828	Financial Security Assurance Inc.	2,256,746	1,486,230	770,516	64,857	102,269	-26,853	40,251	400
2488	Fire and Casualty Ins Co of Connecticut (The)	203,572	144,383	59,189	-25,585	6,302	17,255	34,233	19,928
2190	Fireman's Fund Insurance Co. of Texas	93,820	65,224	28,596	-3,366	7,669	-1,853	25,728	15,563
2085	Firemen's Ins. Com. of Newark, New Jersey	695,869	369,954	325,915	-81,878	36,832	-99,060	24,528	16,027
1115	First American Insurance Co.	82,886	44,253	38,633	46	4,076	2,155	42,420	31,761
1657	First Community Insurance Co.	20,111	12,299	7,813	-2,639	1,094	-1,845	3,163	1,600
1117	First Financial Insurance Co.	210,422	126,013	84,409	-1,271	8,146	-3,435	26,698	15,427
3358	First Liberty Insurance Corporation (The)	38,185	20,522	17,663	-2,350	2,228	212	1,166	314
2472	First National Insurance Co. of America	195,904	139,838	56,066	-17,730	15,229	-8,746	66,533	39,339
2182	First State Insurance Co.	1,604,547	1,571,524	33,023	-94,670	76,644	-16,979	0	-113,776
1397	Florists' Mutual Insurance Co.	136,645	104,395	32,249	-8,747	4,418	-2,988	10,615	6,404
3877	Folksamerica Reinsurance Co.	2,071,127	1,266,346	804,781	-119,106	70,964	360,853	5,702	1,389
1118	Foremost Ins Co Grand Rapids, Michigan	784,707	478,300	306,407	16,537	32,740	62,650	31,991	14,918
1180	Foremost Property and Casualty Insurance Co.	30,944	18,477	12,467	60	745	546	6,329	3,064
2222	GE Auto & Home Assurance Co	94,314	75,113	19,201	-11	604	397	1,297	1,458

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2296	GE Reinsurance Corp	2,702,877	1,967,827	735,050	-267,076	162,383	-37,909	0	0
2982	GE Residential Mortgage Ins Corporation of North Carolina	142,779	25,574	117,205	7,141	5,938	8,004	52	-43
4149	GEICO Casualty Co.	218,169	166,773	51,397	10,586	5,338	12,133	30,975	17,978
3588	GEICO General Insurance Co.	127,261	68,999	58,261	0	5,731	-520	213,059	153,386
2205	GEICO Indemnity Co.	1,933,379	1,163,456	769,923	108,949	86,941	173,528	49,753	39,213
2441	General Casualty Co. of Wisconsin	1,178,596	800,351	378,245	-78,061	62,677	-28,692	94	8
1667	General Electric Mortgage Ins Corporation of North Carolina	298,389	70,637	227,752	8,434	16,415	-6,452	1	3
3845	General Electric Mortgage Ins. Corporation	3,731,399	2,749,619	981,779	343,189	178,713	21,459	64,585	9,537
2473	General Insurance Co. of America	2,158,595	1,644,207	514,388	-203,890	152,890	12,962	75,551	50,998
1104	GMAC Insurance Co. Online, Inc.	10,745	199	10,546	-2	541	426	0	0
2203	General Reinsurance Corporation	18,053,330	14,315,565	3,737,764	-2,882,400	830,962	-698,774	248	1,418
1606	General Security Insurance Co.	76,161	47,350	28,811	-4,602	996	-5,114	50,077	30,562
1196	General Star National Insurance Co.	402,339	247,173	155,166	-8,036	13,591	13,893	10,842	-6,889
3896	Genesis Insurance Co.	214,975	133,797	81,177	-3,120	9,430	5,952	26,135	-11,941
1079	GeoVera Insurance Co.	45,190	11,574	33,616	6,739	2,689	7,892	58,491	0
4134	Gerling America Insurance Co.	253,429	168,099	85,330	-19,578	14,840	224	4,301	15,011
2103	Gerling Global Reinsurance Corp of America	2,366,651	1,843,943	522,707	-227,239	100,978	34,795	0	0
1128	Germantown Insurance Co.	34,299	10,773	23,526	1,351	1,505	1,167	0	0
3462	Glens Falls Insurance Co. (The)	160,480	40,663	119,817	0	7,815	97,147	92,606	19,577
1130	Global Surety & Insurance Co.	47,310	14,332	32,979	6,367	1,642	4,314	91	0
2460	Globe Indemnity Co.	464,451	364,202	100,248	-149,973	119,544	-369,673	8,006	-16,364
2206	Government Employees Insurance Co.	8,432,950	4,445,664	3,987,286	108,388	531,164	420,030	129,320	95,135
2209	Grain Dealers Mutual Insurance Co.	59,908	43,408	16,500	-3,706	2,506	-2,920	0	-1
2210	Grange Insurance Association	168,009	87,978	80,031	-6,543	8,651	-1,734	23,323	18,716
2380	Granite State Insurance Co.	26,035	0	26,035	0	1,315	1,135	158,354	62,395
2598	Graphic Arts Mutual Insurance Co.	105,394	81,858	23,535	-11,722	5,148	-8,537	186	-404
3630	Gray Insurance Co. (The)	137,354	93,307	44,048	-1,074	6,544	3,579	17	1,251
2683	Great American Alliance Insurance Co.	16,119	2,687	13,432	-214	755	2,996	47,414	27,500
2634	Great American Assurance Co.	13,631	2,486	11,146	-214	768	582	101,065	15,972
1064	Great American Contemporary Insurance Co.	11,107	2,491	8,616	-214	928	589	0	0
1669	Great American Insurance Co.	4,045,042	2,984,383	1,060,659	-204,703	138,625	-121,033	81,532	35,851
2213	Great American Insurance Co. of New York	103,299	74,218	29,081	-6,417	7,232	2,136	67,504	33,877
3858	Great American Protection Insurance Co.	22,130	2,483	19,647	-214	1,586	487	0	-5
3113	Great American Security Insurance Co.	13,238	2,483	10,755	-214	843	172	0	-3
3372	Great American Spirit Insurance Co.	18,116	2,488	15,629	-214	1,385	515	4,246	1,555
2522	Great Divide Insurance Co.	49,100	25,222	23,877	891	2,230	2,805	8,710	6,626
2030	Great Northern Insurance Co.	846,954	703,423	143,531	-32,477	29,945	6,553	22,583	148,859
1137	Great West Casualty Co.	903,276	639,380	263,897	-10,735	40,340	20,819	10,581	9,572
4054	Grocers Insurance Co.	145,291	116,680	28,611	-24,748	4,663	10,160	12,872	11,907
1139	Guarantee Insurance Co.	28,330	10,159	18,171	-363	1,516	-172	0	33

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2694	Guaranty National Ins Co of Connecticut	9,608	1,151	8,457	971	466	1,027	4,105	2,628
1503	Guideone Mutual Insurance Co	450,397	312,125	138,272	-52,830	24,210	-19,901	44,532	10,351
1455	Guideone Specialty Mutual Ins Co	108,932	81,354	27,578	-13,768	3,820	-6,504	34,445	25,581
2221	Gulf Insurance Co.	1,115,486	690,156	425,330	-24,349	52,954	74,557	108,293	130,578
2229	Hanover Insurance Co. (The)	3,190,972	2,268,473	922,499	-211,285	169,610	-110,274	18,338	12,509
2180	Harbor Specialty Insurance Co.	129,618	108,522	21,096	4,827	1,016	914	27,787	16,216
2643	Harco National Insurance Co.	208,574	102,936	105,638	-2,081	10,380	48,750	7,108	1,765
2358	Harleysville Insurance Co.	76,531	51,092	25,439	-1,381	3,641	2,300	-1	165
1416	Harleysville Mutual Insurance Co.	1,064,652	512,259	552,394	-18,512	15,786	-59,784	19,335	37,556
2235	Hartford Accident and Indemnity Co.	6,008,639	4,809,201	1,199,438	-309,101	256,858	-116,673	1,006	6,580
2942	Hartford Casualty Insurance Co.	1,348,615	770,616	577,999	-52,005	70,096	-8,643	282,796	146,265
1968	Hartford Fire Insurance Co.	13,505,167	7,896,016	5,609,151	-392,404	475,940	103,618	225,339	186,821
3747	Hartford Insurance Co. of the Midwest	168,770	71,692	97,077	-4,728	11,757	16,654	62,030	35,410
1145	Hartford Steam Boiler Inspection and Ins Co (The)	920,236	494,373	425,863	24,542	66,283	39,294	15,608	7,750
3010	Hartford Underwriters Insurance Co.	966,926	563,573	403,352	-37,822	49,111	23,388	156,239	111,048
2243	Hawaiian Ins & Guaranty Co. Limited (The)	15,280	1,285	13,995	-5,878	591	-3,656	2,058	973
2248	Highlands Insurance Co.	813,220	787,770	25,450	-249,844	47,186	-101,955	15,511	3,510
2249	Highlands Underwriters Insurance Co.	6,017	12	6,005	112	311	473	-1	1,750
2252	Home Insurance Co. (The)	707,698	676,865	30,833	-54,342	16,934	-5,343	1,464	-17,649
2257	Horace Mann Insurance Co.	397,416	284,562	112,854	-22,325	18,628	815	15,087	10,815
3884	Houston General Insurance Co.	92,667	45,035	47,631	-217	945	1,246	0	457
2505	Hudson Insurance Co.	43,253	19,392	23,861	-2,617	1,640	-395	21,183	6,696
2906	IDS Property Casualty Insurance Co.	242,173	168,033	74,139	-12,954	10,838	-1,500	0	0
1148	Imperial Casualty and Indemnity Co.	26,804	12,807	13,997	-1,627	1,442	236	0	-353
4357	Indemnity Insurance Co. of North America	148,326	116,809	31,517	-1,476	1,240	3,490	70,841	71,978
1426	Indiana Lumbermens Mutual Insurance Co.	105,690	66,812	38,878	-1,408	1,151	1,449	2	-62
2107	Industrial Underwriters Insurance Co.	10,386	4,957	5,429	0	272	188	0	10,701
2226	Infinity Insurance Co.	517,363	360,019	157,345	26,625	21,929	13,696	189,802	99,406
1006	Infinity National Insurance Co.	9,772	2,917	6,855	283	426	665	12,484	16,749
2026	Infinity Select Insurance Co.	24,784	14,781	10,002	1,416	2,013	2,274	19,036	8,318
1942	Ins Co of the State of Pennsylvania (The)	1,962,864	1,171,153	791,711	-23,744	9,394	-96,763	96,155	53,049
2670	Insurance Co. of Illinois	26,286	453	25,833	0	1,475	1,285	0	0
2271	Insurance Co. of North America	274,325	212,469	61,856	-3,090	18,105	-46,767	54,240	33,754
3725	Insurance Corporation of Hannover	604,396	443,585	160,811	-52,888	19,467	-26,438	40,439	20,446
1834	Insurance Corporation of New York (The)	490,344	371,748	118,595	-32,735	17,444	-10,405	85,738	44,217
2974	Integon National Insurance Co.	188,759	109,490	79,269	0	3,116	8,499	2,465	4,524
3148	Integon Preferred Insurance Co.	32,225	20,262	11,962	0	627	-853	12,694	11,902
2413	International Business & Mercantile REAssurance Co	368,488	263,665	104,823	-9,973	17,759	-76	1,394	388
1159	International Fidelity Insurance Co.	60,595	26,980	33,615	-3,099	3,308	-2,390	3,386	121
2108	International Insurance Co.	900,967	581,420	319,547	-27,505	42,015	-207	0	16,200

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2283	Interstate Indemnity Co.	130,484	104,305	26,179	-7,348	2,377	-2,943	26,751	18,178
1095	J. C. Penney Casualty Insurance Co.	17,189	6,777	10,412	4,587	1,185	-2,478	4,444	320
1163	Jefferson Insurance Co.	288,395	220,816	67,578	-25,986	7,843	-23,749	8,454	7,856
1435	Jewelers Mutual Insurance Co.	122,096	51,275	70,820	661	6,116	-886	5,943	1,825
2088	Kansas City Fire and Marine Insurance Co.	20,884	341	20,543	0	1,559	2,007	0	422
1091	Kemper Auto & Home Insurance Co.	18,888	9,389	9,499	-1,710	949	-731	13,945	9,133
2713	Kemper Casualty Insurance Co.	26,056	9,744	16,312	-3,728	1,339	-2,155	5,006	1,677
1556	Kemper Employers Insurance Co.	16,298	6,202	10,096	-1,022	809	-195	24,185	10,560
4099	Kemper Indemnity Insurance Co.	22,664	2,065	20,599	0	3,788	-47,431	-138	4,213
1091	Kemper Independence Insurance Co.	13,060	2,064	10,996	-491	780	223	0	0
2607	Lancer Insurance Co.	227,410	185,553	41,856	-4,695	4,610	9,016	19,322	20,507
3524	Laurier Indemnity Co.	19,096	9,272	9,824	-4,495	1,443	-4,547	0	0
1173	Leader Insurance Co.	206,501	145,469	61,032	-704	8,539	1,302	21,711	18,427
2442	Legion Insurance Co.	1,116,132	817,836	298,296	-108,312	32,546	4,635	260,934	268,037
3360	LM Insurance Corporation	51,645	35,972	15,673	-4,700	2,287	-415	1,038	1,795
3794	Lexington National Insurance Corporation	14,598	9,037	5,561	1,003	512	304	304	0
4240	Liberty Insurance Corporation	1,486,457	1,238,825	247,632	-140,990	89,212	-29,521	49,213	78,384
1991	Liberty Insurance Underwriters Inc.	82,547	66,706	15,841	0	1,320	-1,903	7,045	3,161
2303	Liberty Mutual Fire Insurance Co.	2,791,446	1,974,978	816,468	-234,983	199,872	-77,831	342,668	390,321
2304	Liberty Mutual Insurance Co.	19,151,798	14,675,590	4,476,207	-1,480,405	729,203	-1,041,502	75,458	97,602
4193	Liberty Northwest Insurance Corp	659,945	493,989	165,957	-34,203	39,199	-10,172	0	0
3385	Lincoln General Insurance Co.	159,121	108,873	50,248	-4,576	4,278	31,406	23,791	4,994
3883	Lincoln National Health & Casualty Ins Co	477,180	367,131	110,050	1,679	29,925	16,993	12,907	10,245
2031	London Assurance of America, Inc. (The)	158,442	48,899	109,543	-17,788	7,720	27,859	0	0
1443	Lumber Mutual Insurance Co.	108,132	101,821	6,311	-12,228	11,108	-4,608	326	8,404
2310	Lumbermen's Underwriting Alliance	327,295	256,892	70,403	-24,886	17,632	-1,350	11,732	9,822
2297	Lumbermens Mutual Casualty Co.	7,091,939	5,825,364	1,266,575	-219,529	125,928	-546,695	356,931	90,332
3576	Lyndon Property Insurance Co.	452,307	315,042	137,265	-23,311	17,920	-1,610	8,649	4,771
2382	MBIA Insurance Corp. of Illinois	173,320	1,169	172,151	-2,542	9,742	6,291	0	0
1204	MBIA Insurance Corporation	8,545,463	5,688,024	2,857,439	346,118	422,593	475,770	54,524	-1,538
2224	MEDMARC Casualty Insurance Co.	87,968	65,161	22,807	-1,976	2,336	621	12,303	14,854
3208	MEDMARC Mutual Insurance Co.	196,326	111,171	85,156	-2,531	7,327	4,088	0	0
4015	MGA Insurance Co., Inc.	63,036	43,789	19,248	-9,244	3,793	-420	6,752	3,762
1068	MGIC Credit Assurance Corporation	39,857	13,124	26,733	-2,489	2,075	9,879	6,122	-731
1647	MGIC Reinsurance Corporation	126,452	73,913	52,539	1,903	5,786	6,317	0	0
3689	Manufacturers Alliance Insurance Co.	178,717	135,360	43,357	-2,219	7,234	-2,815	0	0
2999	Marine Indemnity Insurance Co. of America	20,919	2,834	18,085	-1,780	1,376	-567	-47	28
2893	Markel American Insurance Co.	149,026	117,373	31,653	-3,756	5,398	8,433	18,307	25,150
3866	MIC General Insurance Corporation	74,716	62,026	12,690	0	-714	-679	9,925	7,096
3860	MIC Property and Casualty Ins. Corporation	487,958	440,957	47,001	-93	2,033	25,667	3,534	3,243

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
3897	Markel Insurance Co.	279,366	203,927	75,439	-16,188	12,282	-1,397	19,324	6,415
1935	Maryland Casualty Co.	307,130	4,952	302,178	0	7,958	-17,228	45,159	18,967
2230	Massachusetts Bay Insurance Co.	20,306	0	20,306	0	1,118	884	1,979	2,923
2215	Mayflower Insurance Co., Ltd. (The)	21,362	-1	21,363	0	2,057	2,567	0	-180
3339	Medical Assurance Co., Inc. (The)	814,314	641,473	172,841	-51,855	41,195	-35,964	378	159
1184	Medical Protective Co. (The)	1,383,973	975,758	408,215	18,217	74,144	35,444	10,274	4,145
3365	Mendota Insurance Co.	65,230	51,886	13,344	-1,582	2,270	970	18	2
3196	Merastar Insurance Co.	71,511	52,213	19,298	643	2,437	2,598	2,868	1,963
1449	Merchants Bonding Co. (Mutual)	44,743	14,582	30,161	938	1,786	1,193	2,984	1
2532	Metropolitan Direct Property and Casualty Ins Co	39,192	4	39,189	4,297	4,113	8,847	23,400	12,474
3433	Metropolitan Group Property and Casualty Ins Co	533,203	158,311	374,891	32,032	39,496	66,069	0	0
1450	Michigan Millers Mutual Insurance Co.	179,614	99,100	80,513	-8,064	7,350	426	6,525	2,557
3665	Mid-State Surety Corporation	17,691	5,834	11,857	-759	821	-215	236	37
2343	Middlesex Insurance Co.	420,716	292,185	128,531	-12,567	20,566	17,108	3,605	1,179
2045	MidStates Reinsurance Corporation	158,656	114,831	43,825	3,416	14,438	17,626	0	50
2361	Midwest Employers Casualty Co.	143,039	38,292	104,746	0	5,859	-10,397	2,564	1,649
2353	Millers Insurance Co. (The)	51,160	45,430	5,730	-13,921	2,706	-7,327	10,697	8,133
2255	Mitsui Marine and Fire Ins Co of America	276,230	229,242	46,988	-19,796	12,621	-18,543	1,281	14
2365	Modern Service Insurance Co.	42,397	19,433	22,964	-761	1,700	229	6,056	6,454
3207	Montgomery Ward Insurance Co.	29,749	12,662	17,086	1,281	1,141	1,424	0	0
3123	Monumental General Casualty Co.	36,709	13,380	23,329	-542	1,409	-2,654	4,258	3,496
2985	Mortgage Guaranty Insurance Corporation	5,064,778	3,690,886	1,373,892	251,879	194,364	453,991	131,431	56,237
2201	Motors Insurance Corporation	5,370,500	4,169,995	1,200,505	-54,994	244,492	-172,203	7,169	3,112
3594	Mt. McKinley Insurance Co.	18,923	983	17,940	0	499	-5,145	0	-10,198
3111	Mutual Protective Insurance Co.	188,331	166,417	21,914	-12,598	9,699	-2,536	1,433	1,055
2364	Mutual Service Casualty Insurance Co.	208,949	174,922	34,027	-53,098	15,387	-43,764	24,688	46,978
3094	National Alliance Insurance Co.	46,887	32,917	13,969	-3,533	2,249	-916	15,350	9,862
2366	National American Insurance Co.	133,696	84,636	49,060	-1,273	5,303	510	899	1,920
2524	NAU Country Insurance Co.	17,130	9,330	7,800	1,490	332	1,478	0	0
1586	NCMIC Insurance Co.	327,934	186,510	141,424	20,905	9,413	5,019	6,106	-1,087
1199	National Casualty Co.	95,914	14,435	81,478	26	5,671	3,725	22,317	12,992
1024	National Continental Insurance Co.	86,032	47,476	38,555	-15,280	4,812	-7,819	9,854	5,104
1621	National Farmers Union Property and Casualty Co	215,612	143,620	71,992	-7,019	12,297	15,389	1,279	1,119
2375	National Farmers Union Standard Insurance Co.	55,043	26,061	28,982	1,355	3,552	8,963	2,114	701
2047	National Fire Insurance Co. of Hartford	2,578,124	1,805,881	772,243	-266,998	134,621	-114,560	59,920	79,154
4244	National General Assurance Co.	27,611	19,236	8,376	0	519	345	0	0
2372	National General Insurance Co.	130,806	102,754	28,053	1,825	5,551	9,364	96,649	52,698
2008	National Indemnity Co.	34,622,247	19,819,357	14,802,891	-137,397	1,879,851	-10,316,75	13,319	197
2373	National Insurance Underwriters	5,706	341	5,365	-140	271	224	0	-276
3262	National Interstate Insurance Co.	123,414	89,432	33,982	-2,586	3,896	12,875	8,525	8,967

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2005	National Liability & Fire Insurance Co.	296,838	132,348	164,490	-3,951	5,742	-98,650	8,639	5,371
3483	National Reinsurance Corporation (The)	1,184,929	571,376	613,554	3,937	68,107	70,811	0	139
1211	National Security Fire and Casualty Co.	39,892	16,320	23,572	376	2,498	-599	0	0
2188	National Surety Corporation	403,354	339,295	64,060	-36,831	18,680	-23,384	88,884	50,948
1944	National Union Fire Ins Co of Pittsburgh, PA	15,927,846	9,517,134	6,410,712	-180,451	358,208	204,029	568,065	296,385
2609	Nationwide Affinity Insurance Co of America	11,730	0	11,730	7	682	488	0	0
2822	Nationwide Agribusiness Insurance Co.	46,706	5,321	41,385	0	2,856	851	9,887	4,740
1072	Nationwide Assurance Co	65,317	6,842	58,474	0	4,423	2,487	34	2
2376	Nationwide General Insurance Co.	19,152	201	18,951	0	1,157	822	0	0
2545	Nationwide Insurance Co of America	62,177	6,668	55,510	0	3,451	4,460	0	0
2377	Nationwide Mutual Fire Insurance Co.	2,536,220	1,383,175	1,153,045	-93,322	163,166	-104,303	33,405	21,538
2378	Nationwide Mutual Insurance Co.	18,553,364	12,274,102	6,279,262	-690,786	450,208	-366,281	249,252	132,838
3787	Nationwide Property and Casualty Ins. Co.	22,851	295	22,555	0	1,499	1,255	10,672	10,416
4230	Navigators Insurance Co.	329,622	214,497	115,126	-427	14,933	484	46,099	18,697
2417	Netherlands Insurance Co. (The)	131,756	97,968	33,788	-3,381	6,871	3,371	1,672	109
4162	New England Reinsurance Corporation	97,794	15,802	81,992	-966	6,377	4,165	0	0
2384	New Hampshire Insurance Co.	1,809,047	1,191,014	618,032	-23,744	77,813	88,107	45,023	31,888
1660	New York Marine and General Ins.. Co.	399,877	261,575	138,302	-13,629	17,759	-31,043	4,573	2,034
2464	Newark Insurance Co.	185,966	179,424	6,542	-69,469	5,958	-56,822	0	0
2484	Newport Insurance Co.	25,269	7,144	18,125	-81	1,200	1,048	46,984	14,041
3510	Niagara Fire Insurance Co.	130,385	69,086	61,300	-13,595	5,018	-11,339	71,933	61,731
1219	Nipponkoa Insurance Co. of America	63,014	23,073	39,942	-316	3,036	2,316	386	159
3147	NorGUARD Insurance Co.	130,385	99,541	30,844	-3,087	4,274	11,056	0	0
2970	North American Elite Insurance Co	105,133	71,615	33,518	-116	2,325	1,334	108	41
2987	North American Specialty Insurance Co.	288,459	124,055	164,403	3,013	18,319	8,158	44,663	25,490
2774	North Pointe Insurance Co.	103,698	85,045	18,653	-11,301	5,473	-311	6,155	4,715
2110	North River Insurance Co. (The)	628,998	451,545	177,453	-104,609	22,337	5,085	14,737	18,112
2204	North Star Reinsurance Corporation	45,608	31,185	14,423	0	2,312	1,311	0	-2,056
3645	Northbrook Indemnity Co.	86,878	453	86,425	0	1,733	17,541	56	633
1922	Northbrook Property and Casualty Insurance Co.	336,729	125,508	211,221	-14,427	19,991	-13,568	4	-2,023
3836	Northern Assurance Co. of America (The)	465,460	349,486	115,974	-54,685	47,853	-27,169	9,243	8,054
1937	Northern Insurance Co. of New York	24,826	0	24,826	0	1,825	2,182	69,996	51,831
2403	Northland Casualty Co.	83,265	56,614	26,651	-1,913	4,117	3,143	1,067	704
2401	Northland Insurance Co.	825,795	527,712	298,084	-17,808	39,340	53,615	36,854	12,106
4358	Northwest Physicians Mutual Insurance Co.	61,689	49,814	11,875	-15,687	2,947	-11,672	4,119	986
2390	Northwestern National Casualty Co.	227,097	221,865	5,231	-65,840	12,638	-44,618	2,258	1,806
2391	Northwestern National Ins Co of Milwaukee, Wis	89,334	79,845	9,489	-6,137	4,660	354	239	798
2033	Northwestern Pacific Indemnity Co.	40,760	6,782	33,979	0	1,793	2,909	15,234	9,771
3463	Oak River Insurance Co.	102,852	25,274	77,578	-982	5,856	-17,606	2,394	1,603
2324	Occidental Fire & Casualty Co of North Carolina	114,491	57,092	57,399	-5,874	7,183	14,756	0	-9

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
1236	Ocean Harbor Casualty Insurance Co.	51,003	35,398	15,606	-1,588	837	4,013	0	0
2368	Odyssey America Reinsurance Corporation	2,524,682	1,705,146	819,537	-147,460	107,871	-33,472	0	-234
2507	Odyssey Reinsurance Corporation	1,172,128	746,720	425,408	11,988	61,454	47,229	0	0
2656	Ohio Indemnity Co.	55,676	26,043	29,633	1,295	1,457	1,802	2,820	249
2414	Old Republic Insurance Co.	1,522,157	974,568	547,589	-16,625	63,520	15,669	57,955	47,194
3542	Old Republic Minnehoma Insurance Co.	65,657	53,087	12,570	-1,200	2,531	1,408	357	218
4044	Old Republic Surety Co.	77,177	44,755	32,423	2,370	4,456	3,580	1,122	-384
3706	Old United Casualty Co.	164,510	139,348	25,162	-1,216	6,831	4,869	8,760	4,022
1225	Omaha Indemnity Co. (The)	33,964	10,121	23,843	4,583	1,978	6,362	0	-68
3754	Omaha Property and Casualty Insurance Co.	90,354	49,680	40,674	-8,050	4,289	63	4,446	262
3909	Omni Insurance Co.	301,881	187,410	114,471	-29,368	11,454	4,533	23,432	15,339
2062	OneBeacon America Insurance Co.	1,402,545	1,019,822	382,723	-156,399	156,006	-30,064	85,086	51,331
2197	OneBeacon Insurance Co.	5,830,255	4,031,942	1,798,314	-590,598	571,588	356,636	52,922	78,025
1490	Oregon Mutual Insurance Co.	143,073	91,516	51,557	-10,442	5,414	-2,951	26,446	12,974
3781	Orion Insurance Co.	18,908	0	18,908	0	2,734	3,395	0	0
3303	Ormond Reinsurance Co.	2,343	1,061	1,281	-110	108	-525	0	0
1001	Overseas Partners US Reinsurance Co.	352,319	80,390	271,928	-17,642	16,871	-1,259	0	0
3967	PMA Reinsurance Corporation	1,626,561	1,066,983	559,578	-85,500	72,720	29,946	0	0
2725	PMI Mortgage Insurance Co.	2,361,136	2,170,323	190,813	275,233	74,163	31,285	84,714	-10,410
2980	PXRE Reinsurance Co.	586,484	254,524	331,959	-25,323	-3,616	-16,899	0	0
2274	Pacific Employers Insurance Co.	976,797	734,636	242,161	-11,000	15,122	44,245	79,022	38,353
2034	Pacific Indemnity Co.	2,857,806	2,300,325	557,481	-143,252	138,443	24,481	33,775	17,651
3863	Partner Reinsurance Co. of the U.S.	1,168,340	794,872	373,468	-119,653	40,761	17,318	0	0
1000	PartnerRe Insurance Co. of New York	181,634	82,235	99,400	4,990	8,725	15,248	0	0
2225	Pathfinder Insurance Co.	10,645	3,360	7,284	1,068	558	689	0	0
2419	Peerless Insurance Co.	1,214,993	984,420	230,573	-42,950	38,305	14,981	98,382	10,098
3285	Penn-America Insurance Co.	160,839	96,106	64,733	-1,531	6,319	9,203	13,824	6,250
1067	Penn-Star Insurance Co.	76,799	43,409	33,390	301	4,400	4,410	366	250
2196	Pennsylvania General Insurance Co.	494,649	324,868	169,780	-49,216	45,783	18,629	68,650	57,095
1497	Pennsylvania Lumbermens Mutual Insurance Co.	157,684	97,601	60,083	-2,727	7,453	1,265	0	0
4142	Pennsylvania Manufacturers Indemnity Co.	187,089	132,911	54,178	-2,219	7,103	749	0	0
1226	Pennsylvania Manufacturers' Association Ins Co.	587,485	420,544	166,941	-6,658	38,927	11,908	5,890	4,190
3764	Permanent General Assurance Corporation	104,601	80,986	23,615	-9,508	2,560	-9,958	56,709	40,368
1229	Petroleum Casualty Co.	17,943	4,873	13,070	591	877	6,091	434	140
1805	Philadelphia Indemnity Insurance Co.	591,610	368,760	222,850	7,755	26,712	90,371	51,850	16,423
1231	Philadelphia Reinsurance Corporation	356,581	293,633	62,947	-20,115	20,159	3,475	0	0
3526	Phoenix Assurance Co. of New York	201,383	154,990	46,393	-5,808	19,546	-27,895	-306	567
2886	Planet Indemnity Co.	15,438	2,265	13,173	451	844	1,077	0	0
4013	Potomac Insurance Co. of Illinois	73,958	34,706	39,252	-5,468	7,065	4,703	130	1,217
3623	Preferred Professional Insurance Co.	94,462	60,736	33,726	-2,533	4,032	793	-8	-52

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
1251	Professional Liability Ins Co. of America	27,765	2,131	25,634	-1,000	529	-62	0	0
3335	Professional Liability Insurance Co.	7,393	3,249	4,144	212	576	926	0	-215
3448	Professional Underwriters Liability Ins Co	47,680	9,993	37,686	-2,813	2,836	2,407	6,064	1,116
2901	Professionals Advocate Insurance Co.	60,056	46,779	13,277	-2,864	3,275	640	0	0
2426	Progressive Casualty Insurance Co.	4,761,793	3,510,963	1,250,830	124,393	190,608	263,411	108,887	48,408
1632	Progressive Halcyon Insurance Co.	252,009	200,422	51,587	333	851	36,792	0	0
1185	Progressive Home Insurance Co.	38,722	5,602	33,119	-53	1,422	7,344	411	744
4291	Progressive Northwestern Insurance Co.	984,826	703,126	281,700	28,164	56,590	42,393	-5	-2,927
3278	Progressive Specialty Insurance Co.	581,494	420,060	161,434	16,429	31,147	1,236	0	-7
3469	Property and Casualty Insurance Co of Hartford	98,442	69,975	28,467	-4,728	5,209	3,278	46	2
1241	Protective Insurance Co.	415,775	143,986	271,789	-16,733	19,300	-18,304	1,171	376
2026	Protective National Ins Co of Omaha (The)	25,038	42,901	-17,864	2,596	689	13,405	0	-8,222
2429	Providence Washington Insurance Co.	337,978	250,682	87,295	-9,284	13,305	5,440	12	473
3643	Prudential Commercial Insurance Co.	20,256	6,784	13,473	0	1,167	740	0	-76
3644	Prudential General Insurance Co.	22,280	9,090	13,191	0	983	590	3	8
3235	Prudential Property and Casualty Ins. Co.	1,948,865	1,221,375	727,490	-132,460	96,501	-353,287	71,007	43,731
1505	Public Service Mutual Insurance Co.	543,625	406,376	137,249	-34,316	33,464	-2,333	9,550	6,720
3515	Putnam Reinsurance Co.	273,669	166,662	107,007	-14,714	13,806	-721	0	0
3921	QBE Insurance Corporation	126,159	76,562	49,596	-460	2,737	23,376	17,332	14,941
1021	QBE Reinsurance Corporation	547,223	345,697	201,526	-24,026	20,808	50,406	5,916	5,972
1082	Quadrant Indemnity Co.	92,447	69,702	22,745	-4,043	4,715	2,877	1,339	-44
3379	Radian Guaranty Inc.	2,112,752	1,938,417	174,336	247,001	64,394	2,692	88,066	6,509
3851	Rampart Insurance Co.	162,634	86,464	76,171	-2,001	4,260	3,578	31	17
2438	Ranger Insurance Co.	205,600	162,847	42,753	-61,838	9,750	-31,788	27,132	26,511
1305	RLI Insurance Co.	745,753	455,755	289,997	-10,196	24,263	-19,948	106,543	36,516
4158	Red Shield Insurance Co.	37,986	14,283	23,703	373	1,594	3,413	375	178
3730	Redland Insurance Co.	57,819	36,111	21,709	420	638	10,695	40,362	61,470
1167	Redwood Fire and Casualty Insurance Co.	196,317	53,670	142,648	-567	2,893	-52,189	11	19
2444	Regent Insurance Co.	214,448	121,346	93,101	-17,045	20,107	-2,250	2,675	4,415
2654	Reinsurance Co. of America, Inc.	13,771	8,726	5,045	-562	237	-208	0	0
3831	Republic Insurance Co.	74,998	62,701	12,297	-66	656	1,295	-160	-5,404
2845	Republic Mortgage Insurance Co.	1,375,695	1,175,516	200,179	172,191	56,566	48,967	29,688	-3,323
3108	Republic Western Insurance Co.	629,585	464,749	164,836	-71,654	25,641	47,406	59,634	44,428
1028	Residential Guaranty Co.	206,466	136,059	70,407	34,615	8,867	14,412	0	0
4304	Response Insurance Co.	96,644	59,485	37,159	-11,885	3,095	17,669	36	-1
1249	Rochdale Insurance Co.	14,710	10,588	4,122	585	571	1,338	0	0
2212	Rocky Mountain Fire & Casualty Co.	34,640	22,146	12,494	-3,858	1,520	-1,456	4,426	3,988
2037	Royal & SunAlliance Personal Insurance Co.	235,484	42,216	193,268	-261	95,966	-46,933	0	288
2467	Royal Indemnity Co.	2,363,823	1,849,534	514,290	-172,678	46,997	152,765	144,055	72,612
2698	Royal Insurance Co. of America	2,277,776	1,765,593	512,182	-290,654	105,766	-110,391	130,051	102,105

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
3903	Rural Community Insurance Co.	997,408	913,846	83,562	6,513	4,038	9,437	30,768	15,464
1121	Safeco Insurance Co of Pennsylvania	10,465	111	10,354	0	563	292	0	0
2474	SAFECO Insurance Co. of America	3,394,839	2,637,915	756,924	-292,538	197,923	50,604	408,677	306,553
3901	SAFECO Insurance Co. of Illinois	480,012	349,098	130,914	-44,324	34,858	-22,015	105,752	58,155
3005	SCOR Reinsurance Co.	1,862,216	1,498,065	364,151	-236,532	7,316	27,695	0	0
2469	Safeguard Insurance Co.	478,133	356,409	121,724	-68,317	20,145	-31,486	9,128	8,272
1510	Safety National Casualty Corporation	770,249	572,231	198,018	-46,603	35,577	-23,518	27,076	32,553
1252	Safeway Insurance Co.	275,597	115,229	160,369	-3,303	10,921	6,727	29,206	10,640
2564	Safeway Insurance Co. of Georgia	44,382	24,824	19,558	900	2,076	-3,426	0	0
4046	Sagamore Insurance Co.	122,152	49,963	72,189	-1,958	4,288	4,593	1,174	-104
1558	Scottsdale Indemnity Co.	12,216	0	12,216	0	749	303	41,232	27,297
2035	Sea Insurance Co. of America (The)	872,218	716,544	155,674	-38,048	28,779	-94,390	0	-2
2253	Seaboard Surety Co.	257,564	127,182	130,382	-14,427	8,598	-15,241	4,230	-1,961
2576	Seaton Insurance Co.	62,111	8,548	53,563	-10,068	3,758	101	0	1,316
2490	Security Insurance Co. of Hartford	940,350	707,136	233,214	-127,402	25,863	8,515	49,238	33,631
1987	Security National Insurance Co.	19,320	704	18,616	0	838	632	0	0
2223	Select Insurance Co.	139,300	84,099	55,200	-2,853	8,478	6,882	7,219	8,217
1093	Seneca Insurance Co., Inc.	139,506	86,884	52,621	541	5,241	3,077	16,707	10,024
2498	Sentry Insurance, A Mutual Co.	3,757,292	1,801,888	1,955,404	-75,404	125,143	78,022	51,411	28,332
2118	Sentry Select Insurance Co.	455,356	325,135	130,221	-12,567	18,401	12,464	32,251	31,405
2489	Seven Hills Insurance Co.	115,447	15,195	100,252	-254	2,057	67,614	44	65
3540	Sirius America Insurance Co.	139,383	60,612	78,771	-287	6,152	7,194	13,058	6,914
3932	Sorema North America Reinsurance Co.	546,485	446,347	100,138	-41,208	2,071	-42,146	886	1,207
2495	South Carolina Insurance Co.	51,531	36,615	14,916	-2,148	1,201	679	4,800	107
1921	Southern Insurance Co.	8,886	607	8,279	19	481	-362	8,959	7,093
2052	Specialty National Insurance Co	53,358	44,393	8,965	-5,480	1,159	-4,129	39,330	22,449
4428	Specialty Risk Insurance Co.	21,604	6,284	15,320	1,353	761	2,248	6	8
2476	St. Paul Fire and Marine Insurance Co.	16,450,518	12,307,931	4,142,586	-1,327,270	935,663	-1,363,819	312,603	180,337
2477	St. Paul Guardian Insurance Co.	35,427	18	35,409	0	2,140	470	12,921	8,835
4175	St. Paul Medical Liability Insurance Co.	174,979	128,844	46,135	-14,427	9,832	-12,206	275	8
2479	St. Paul Mercury Insurance Co.	67,883	35	67,848	0	4,067	868	46,474	17,683
1907	Standard Fire Insurance Co. (The)	2,775,209	1,920,326	854,883	-72,864	183,673	7,414	31,918	13,025
4298	Standard Guaranty Insurance Co.	92,839	64,681	28,158	-1,591	5,630	-14,005	656	132
1802	Star Insurance Co.	286,457	234,878	51,579	-26,116	12,557	-4,619	28,177	15,080
4004	Starnet Insurance Co.	31,736	11,835	19,901	-444	1,093	506	16,092	12,212
2514	State Farm Fire and Casualty Co.	15,667,499	11,269,513	4,397,986	-2,254,070	769,177	-965,372	60,592	109,412
2515	State Farm General Insurance Co.	2,258,562	1,833,356	425,206	-236,683	113,585	-140,304	1,294,631	827,703
2517	State Farm Mutual Automobile Insurance Co.	71,083,312	33,093,356	37,989,956	-5,328,021	2,332,830	-5,701,027	2,071,529	1,548,548
1283	State National Insurance Co., Inc.	98,751	43,075	55,676	6,494	3,726	9,261	36,571	26,449
2260	State National Specialty Insurance Co.	6,493	221	6,272	476	344	489	0	0

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
2227	Stonewall Insurance Co.	79,426	16,732	62,694	-2,232	2,899	1,500	0	0
1034	Stonington Insurance Co	19,730	3,600	16,130	1,994	1,509	101	80	-315
4043	Stratford Insurance Co.	114,946	76,163	38,783	-1,091	3,873	3,083	41	5
3918	Suecia Insurance Co.	80,209	41,172	39,037	211	4,960	-1,953	0	0
2036	Sumitomo Marine & Fire Ins. Co. of America	255,726	129,537	126,189	-14,151	14,587	2,469	26,092	9,921
1222	Superior Insurance Co.	105,351	88,687	16,664	-12,675	5,281	-5,319	34,096	27,738
2404	Surety Bonding Co. of America	6,838	2,170	4,667	543	262	552	3,040	305
2536	Swiss Reinsurance America Corporation	9,401,193	7,133,842	2,267,351	-679,618	626,984	730,307	0	0
1952	Texas General Indemnity Co.	14,145	2,548	11,597	-102	737	390	0	0
2546	TIG Insurance Co. of Texas	6,569	46	6,523	0	415	-356	2,992	4,585
1324	Titan Indemnity Co.	132,857	44,765	88,092	-13,061	2,730	3,715	0	-249
4243	Toa-Re Insurance Co. of America (The)	783,579	544,687	238,891	-50,173	30,806	-21,877	0	0
3762	Toyota Motor Insurance Co.	84,313	64,913	19,400	-702	5,141	7,103	12,989	7,580
4123	Trans Pacific Insurance Co.	40,248	10,295	29,953	499	1,744	656	2,012	6,858
2888	TransGuard Insurance Co. of America, Inc	87,589	51,972	35,617	5,941	4,388	3,019	962	497
1945	Transatlantic Reinsurance Co.	4,634,787	3,233,733	1,401,055	-279,581	206,224	-130,821	0	0
2048	Transcontinental Insurance Co.	931,077	693,328	237,750	-100,004	70,155	-29,531	62,693	126,824
3301	Transport Insurance Co.	113,041	89,013	24,029	-22,370	4,254	6,866	2,805	3,324
2049	Transportation Insurance Co.	350,174	271,114	79,059	-50,054	19,809	-21,611	67,901	84,963
3617	Travelers Casualty Co. of Connecticut	253,885	189,657	64,228	-7,162	16,521	2,089	0	-207
1903	Travelers Casualty and Surety Co.	11,168,294	8,169,529	2,998,765	-323,307	791,478	157,870	8,953	-15,461
3119	Travelers Casualty and Surety Co. of America	1,871,034	1,229,835	641,199	26,146	134,402	55,520	80,112	43,960
1904	Travelers Casualty and Surety Co. of Illinois	1,556,816	1,188,043	368,773	-41,028	94,201	4,412	1	-3,185
3613	Travelers Commercial Insurance Co.	265,838	198,061	67,777	-7,162	19,477	3,245	0	162
2568	Travelers Indemnity Co. of Connecticut (The)	841,535	577,381	264,154	-20,556	60,568	10,936	102,089	70,958
2567	Travelers Indemnity Co. of Illinois (The)	219,381	144,319	75,062	-5,393	13,477	-899	336,799	190,902
4028	Travelers Indemnity Co. of Missouri (The)	256,407	187,216	69,191	-7,162	16,622	811	0	0
3935	Travelers Insurance Co. (Accident Dept)	52,802,153	47,713,280	5,088,873	0	2,745	-71,536	17,832	34,439
3616	Travelers Property Casualty Insurance Co.	165,426	113,858	51,568	-4,465	12,721	2,688	38,878	21,462
3489	Trenwick America Reinsurance Corporation	1,034,854	660,019	374,835	-48,226	38,764	150,288	0	0
2435	Triad Guaranty Insurance Corporation	340,734	235,422	105,312	40,456	11,503	4,261	19,380	3,211
1988	Trinity Universal Insurance Co.	2,003,432	1,388,166	615,266	-204,955	444,605	-230,871	14,806	21,697
4121	Triton Insurance Co.	689,233	454,000	235,233	82,267	43,239	95,157	6,327	498
2712	Trumbull Insurance Co.	104,558	70,234	34,324	-4,728	5,786	3,228	0	5
2945	Twin City Fire Insurance Co.	363,080	209,677	153,402	-14,183	19,725	15,763	106,366	67,207
2959	U.S. Specialty Insurance Co.	237,751	131,879	105,872	-23,124	8,249	-185	11,894	3,871
3789	ULICO Casualty Co.	167,625	99,654	67,971	-13,458	3,847	8,228	14,584	13,977
3803	US International Reinsurance Co.	35,000	0	35,000	0	0	0	0	0
2596	USAA Casualty Insurance Co.	3,830,309	2,668,218	1,162,090	60,063	186,738	215,430	298,616	185,429
1860	USAA General Indemnity Co.	203,891	131,657	72,234	18,946	8,299	18,644	12,795	7,349

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*
 Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
4105	Underwriter for the Professions Insurance Co.	120,922	83,654	37,267	-681	11,169	9,740	1,985	483
1861	Underwriters Insurance Co.	33,016	502	32,514	-3,961	5,302	2,389	1,156	1,345
2231	Underwriters Reinsurance Co.	102,019	25,161	76,857	-260	69,052	-387,536	0	0
2579	Unigard Indemnity Co.	54,371	32,669	21,702	-1,202	3,702	2,423	30,486	13,896
2849	USPlate Glass Insurance Co.	7,803	2,594	5,210	-347	210	-116	655	87
2574	Unigard Insurance Co.	457,040	269,940	187,100	-10,341	14,985	8,629	69,968	31,355
1114	United Casualty Insurance Co. of America	19,952	6,110	13,843	942	957	2,685	2,047	345
1177	United Financial Casualty Co.	142,440	87,880	54,560	3,435	9,116	-82	50,414	30,830
1302	United Fire & Casualty Co.	618,606	423,617	194,989	-20,506	21,739	11,385	7,404	-2
1665	United Guaranty Commercial Ins. Co. of North Carolina	20,729	590	20,139	-69	822	274	0	0
4052	United Guaranty Credit Insurance Co.	15,407	1,230	14,178	267	823	779	443	1
1587	United Guaranty Residential Insurance Co.	1,758,586	1,643,071	115,516	225,469	124,097	15,454	66,253	3,552
4133	United National Specialty Insurance Co.	53,158	21,687	31,471	611	2,176	4,409	0	0
2594	United Services Automobile Association	10,832,303	4,236,407	6,595,896	-36,595	411,009	420,587	390,101	234,286
2588	United States Fidelity and Guaranty Co.	5,264,168	3,404,534	1,859,633	189,779	405,852	265,384	83,903	53,948
2111	United States Fire Insurance Co.	1,990,909	1,477,381	513,528	-356,620	79,165	-65,835	90,743	88,238
2589	United States Liability Insurance Co.	397,734	153,738	243,996	-1,230	10,176	25,791	8,332	1,188
1022	Unitrin Direct Insurance Co.	18,959	1,911	17,047	-8	1,022	5,242	153	14
1320	Universal Surety of America	32,876	17,431	15,445	-4,599	1,594	-1,448	36	-44
4118	Universal Underwriters Insurance Co.	1,479,266	1,104,421	374,845	-36,888	56,613	155,915	101,897	84,097
1309	Utah Home Fire Insurance Co.	36,368	33,288	3,080	-6,678	1,690	-4,742	0	-125
2597	Utica Mutual Insurance Co.	1,773,047	1,407,647	365,400	-208,882	111,746	-108,835	2,163	2,274
2661	Valiant Insurance Co.	14,394	16	14,378	0	908	1,029	7,734	5,294
2050	Valley Forge Insurance Co.	644,150	442,275	201,875	-83,414	51,649	-25,205	43,454	45,008
1960	Vanguard Underwriters Insurance Co.	44,263	16,223	28,040	-4,225	3,953	4,751	0	0
2117	Vanliner Insurance Co.	231,924	142,155	89,769	-4,146	12,258	5,026	9,358	7,906
1875	Verex Assurance, Inc.	209,604	26,438	183,166	3,780	10,610	13,561	73	-189
1081	Verlan Fire Insurance Co.	15,002	6,398	8,604	749	680	931	545	13
1176	Vesta Fire Insurance Corporation	561,343	325,408	235,935	-75,133	129,902	-39,677	81,210	61,650
2039	Vigilant Insurance Co.	247,878	181,231	66,647	-1,679	7,824	11,878	35,655	22,763
1313	Viking Insurance Co. of Wisconsin	366,443	281,198	85,244	-32,512	15,204	-7,934	126,474	90,102
1957	Villanova Insurance Co.	173,162	145,524	27,638	-23,409	2,332	-20,840	96,492	131,873
4082	Virginia Surety Co., Inc.	1,287,705	926,615	361,090	28,617	44,276	-48,340	50,567	50,864
3597	Voyager Property and Casualty Insurance Co.	74,434	37,287	37,147	8,373	4,191	4,608	7,824	2,272
3277	Washington International Insurance Co.	67,289	35,246	32,044	95	4,058	2,792	5,117	4,407
2606	Wausau Business Insurance Co.	119,743	84,916	34,827	-9,415	7,808	769	7,395	19,890
2604	Wausau Underwriters Insurance Co.	177,475	92,602	84,873	-9,499	13,606	8,283	16,795	19,769
2501	Wesco Insurance Co.	331,047	204,134	126,913	79,509	19,717	55,546	10,158	1,292
2112	Westchester Fire Insurance Co.	1,005,502	677,111	328,390	-14,891	48,798	50,014	97,404	23,009
2577	Western Continental Insurance Co.	42,749	14,636	28,113	-1,666	2,678	1,130	0	-706

Property and Casualty Insurers Assets and Liabilities as of December 31, 2001 - *continued*

Underwriting & Investment Result for 2000 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total	Net	Net	Net Changes in Surplus	California	California
				Capital and/or Surplus	Underwriting Gain or Loss	Investment Gain or Loss		Direct Premium Earned	Direct Losses Incurred
3083	Western Diversified Casualty Insurance Co.	40,464	663	39,800	-1,873	1,747	644	298	1,170
2639	Western Home Insurance Co.	32,808	22,818	9,990	-3,560	609	-1,857	4,636	3,264
2446	Western National Assurance Co.	26,109	19,316	6,793	-165	1,287	1,170	0	0
3428	Western Specialty Insurance Co.	13,612	12,111	1,502	-5,347	642	-3,511	485	5,307
1318	Western Surety Co.	589,113	381,768	207,345	50,386	25,309	38,600	7,418	1,276
2412	Westfield National Insurance Co.	289,801	198,589	91,212	-14,427	17,594	-5,065	0	0
3420	Westport Insurance Corporation	1,234,149	1,007,413	226,736	-61,637	81,500	30,514	82,654	273,014
1323	Wilshire Insurance Co.	98,200	66,652	31,549	-7,291	13,974	6,515	21,278	16,576
1259	Windsor Insurance Co.	331,491	233,845	97,646	-5,931	19,882	-3,105	1,147	1,982
2455	Winterthur International America Insurance Co.	577,604	495,591	82,013	-26,140	7,387	47,555	25,235	24,486
1874	Wisconsin Mortgage Assurance Corporation	19,642	410	19,232	-121	1,402	878	98	-46
2605	Worldwide Insurance Co.	34,779	2,546	32,233	-214	1,082	663	2,293	1,082
4019	XI Insurance Co. of New York, Inc.	130,846	99,878	30,968	-11,653	6,090	-4,260	0	0
2058	XL Reinsurance America Inc.	2,453,511	1,814,089	639,422	-126,523	87,573	63,847	0	215
3788	XI Specialty Insurance Co.	239,584	171,526	68,058	-11,653	7,607	957	87,797	66,011
1112	Yasuda Fire & Marine Ins Co of America (The)	339,073	284,473	54,599	-51,260	16,747	-41,921	32,044	-9,846
2432	York Insurance Co.	48,632	34,661	13,971	-1,447	2,614	1,843	0	-19
2622	Yosemite Insurance Co.	306,610	108,833	197,777	23,335	14,446	33,597	4,856	5,481
2273	ZC Insurance Co.	117,417	59,754	57,663	2,925	4,834	5,346	43,139	38,416
1653	Zurich American Insurance Co	11,422,821	9,001,545	2,421,276	-627,034	481,025	-13,468	309,104	228,298
2785	Zurich American Insurance Co. of Illinois	32,297	0	32,297	0	1,920	2,032	3,062	1,261
3913	Zurich Reinsurance (North America), Inc.	3,190,932	2,563,492	627,439	-621,327	167,166	-231,214	0	0
Total Foreign Insurers: 652									
Totals		787,199,259	531,796,414	255,402,844	-35,636,063	33,354,907	-20,355,194	24,813,734	16,514,064

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Muli Peril Liability
24376	American General Indemnity Co	0	0	0	0	0	0	0	0
31208	American General Property Insurance Company	0	0	0	0	0	0	0	0
16403	American Growers Insurance Company	0	438	2,016	0	0	0	0	0
26247	American Guarantee and Liability Insurance	16,755	1,356	0	0	0	0	14	66
13331	American Hardware Mutual Insurance Company	27	18	0	0	0	0	2,337	439
39152	American Healthcare Indemnity Company	0	0	0	0	0	0	0	0
19380	American Home Assurance Company	2,946	0	0	3	0	0	1,148	8
28100	American Horizon Insurance Company	0	0	0	0	0	0	0	0
19518	American Indemnity Company	0	0	0	0	0	0	0	0
21857	American Insurance Company (The)	510	6	0	0	3,707	116	38,579	46,712
43761	American International Ins Co of California, Inc.	0	0	0	0	0	5,269	0	0
31895	American Interstate Insurance Company	0	0	0	0	0	0	0	0
10200	American Live Stock Insurance Company	0	0	0	0	0	0	0	0
30562	American Manufacturers Mutual Insurance	1,538	581	0	0	0	20,156	14,901	15,375
43630	American Merchants Casualty Company	0	0	0	0	0	0	0	0
16810	American Mercury Insurance Company	0	0	0	0	0	0	0	0
23469	American Modern Home Insurance Company	2,598	1,338	0	-1	0	2,772	9	0
22918	American Motorists Insurance Company	135	62	0	0	0	2	9,604	7,534
39942	American National General Insurance Company	0	0	0	0	0	0	0	0
28401	American National Property and Casualty	11	3	0	229	0	-29	0	0
12084	American Professionals Insurance Company	0	0	0	0	0	0	0	0
18910	American Protection Insurance Company	40	21	0	0	0	64	2,472	4,105
10227	American Re-Insurance Company	0	0	0	0	0	0	0	0
19615	American Reliable Insurance Company	1,602	226	0	115	0	2,449	-1	0
19984	American Risk Funding Insurance Company	0	0	0	0	0	0	0	0
19631	American Road Insurance Company (The)	0	0	0	0	0	0	0	0
39969	American Safety Casualty Insurance Company	4	0	0	0	0	0	0	0
42978	American Security Insurance Company	33,956	11,341	0	0	0	61	0	0
19704	American States Insurance Company	1,516	1,880	0	0	217	0	7,605	8,060
19712	American States Insurance Company of Texas	0	0	0	0	0	0	0	0
37214	American States Preferred Insurance Company	0	0	0	0	0	0	0	0
40800	American Sterling Insurance Company	84	23	0	0	0	423	0	0
31380	American Surety Company	0	0	0	0	0	0	0	0
40142	American Zurich Insurance Company	0	0	0	0	0	0	0	0
27898	Americas Insurance Company	0	0	0	0	0	0	0	0
30872	Amerin Guaranty Corporation	0	0	0	0	0	0	0	0
23396	Amerisure Mutual Insurance Company	5	6	0	0	0	0	82	122
27928	AMEX Assurance Company	0	0	0	0	0	1,266	0	0
42390	AmGUARD Insurance Company	0	0	0	0	0	0	0	0
19976	Amica Mutual Insurance Company	230	131	0	0	0	12,358	0	0
40010	Anchor General Insurance Company	0	0	0	0	0	0	-5	-5
19860	Argonaut Great Central Insurance Company	4	0	0	0	0	0	153	60
19801	Argonaut Insurance Company	0	0	0	0	0	0	0	0
19828	Argonaut-Midwest Insurance Company	0	0	0	0	0	0	0	0
19844	Argonaut-Southwest Insurance Company	0	0	0	0	0	0	0	0
31887	Arkwright Insurance Company	0	0	0	0	0	0	0	0
41459	Armed Forces Insurance Exchange	237	139	0	0	0	3,933	0	0
21865	Associated Indemnity Corporation	3,574	1,502	0	0	2,662	34,126	4,827	5,836
27189	Associated International Insurance Company	0	0	0	0	0	0	0	0
21296	Associates Insurance Company	115	141	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Multi Peril Liability
21989	Compass Insurance Company	0	0	0	0	0	0	0	0
34711	Computer Insurance Company	0	0	0	0	0	0	0	0
24872	Connecticut Indemnity Company (The)	0	0	0	0	0	0	34	322
24961	Connie Lee Insurance Company	0	0	0	0	0	0	0	0
24945	Consolidated American Insurance Company	0	0	0	0	0	0	0	0
32190	Constitution Insurance Co	0	0	0	0	0	0	9,155	14,162
20443	Continental Casualty Company	1,558	22,656	9,377	0	0	0	3,476	2,124
39551	Continental Heritage Insurance Company	0	0	0	0	0	0	0	0
35289	Continental Insurance Company (The)	101	67	0	0	0	-3	19	0
28258	Continental National Indemnity Company	0	0	0	0	0	0	0	0
20923	Continental Reinsurance Corporation	0	0	0	0	0	0	0	0
37206	Contractors Bonding and Insurance Company	0	0	0	0	0	0	2,514	7,573
21318	Coregis Insurance Company	189	309	0	0	0	0	7,325	5,939
20044	Cornhusker Casualty Company	0	0	0	0	0	0	0	0
14010	Crusader Insurance Company	184	31	0	0	0	0	13,024	17,893
18953	CSE Safeguard Insurance Company	246	155	0	0	0	3,414	0	0
10847	CUMIS Insurance Society, Inc.	26	7	0	0	0	0	2,495	1,315
10855	Cypress Insurance Company	0	0	0	0	0	0	0	0
10499	DaimlerChrysler Insurance Company	436	633	0	0	0	0	0	0
19285	Danielson Insurance Company	0	0	0	0	0	0	0	0
19269	Danielson National Insurance Company	22	14	0	0	0	149	0	0
37907	Deerbrook Insurance Company	0	0	0	0	0	0	0	0
40975	Dentists Insurance Company (The)	0	0	0	0	0	0	3,899	0
42587	Depositors Insurance Company	0	0	0	0	0	521	0	0
18260	Design Professionals Insurance Company	0	0	0	0	0	0	0	0
12718	Developers Surety and Indemnity Co	0	0	0	0	0	0	0	0
42048	Diamond State Insurance Company	92	112	0	0	0	407	1,822	3,199
36463	Discover Property & Casualty Insurance CO	2,375	719	0	0	0	0	272	142
34495	Doctors' Company, An Interinsurance Exchange	0	0	0	0	0	0	0	0
33499	Dorinco Reinsurance Company	755	0	0	0	0	0	0	0
10928	Eagle Insurance Company	0	0	0	0	0	0	0	0
36986	Eagle Pacific Insurance Company	0	0	0	0	0	0	0	0
12890	Eagle West Insurance Company	22	7	0	0	0	114	0	0
14702	EastGUARD Insurance Company	0	0	0	0	0	0	0	0
22926	Economy Fire & Casualty Company	0	0	0	0	0	0	0	0
21261	Electric Insurance Company	11	12	0	0	0	848	0	0
21407	EMCASCO Insurance Company	0	0	0	0	0	10	0	0
21326	Empire Fire and Marine Insurance Company	274	1,135	0	0	0	0	9,633	84
32794	Employee Benefits Insurance Company	0	0	0	0	0	0	0	0
21458	Employers Insurance Company of Wausau	7,579	1,740	0	0	0	1	1,664	1,571
21415	Employers Mutual Casualty Company	983	1,175	0	0	0	5	160	84
39845	Employers Reinsurance Corporation	0	0	0	0	0	0	0	0
20648	Employers' Fire Insurance Company (The)	0	1	0	0	0	0	8,641	5,472
30210	Esurance Property and Casualty Insurance	0	0	0	0	0	0	0	0
20516	Euler American Credit Indemnity Co	0	0	0	0	0	0	0	0
10120	Everest National Insurance Company	0	0	0	0	0	0	2,230	14,865
26921	Everest Reinsurance Company	0	0	0	0	0	0	0	0
10318	Exact Property and Casualty Company	598	567	0	0	0	1,199	270	87
35181	Executive Risk Indemnity Inc.	0	0	0	0	0	0	0	0
40029	Explorer Insurance Company (The)	95	447	0	0	0	9,425	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Muli Peril Liability
41491	GEICO Casualty Company	0	0	0	0	0	0	0	0
35882	GEICO General Insurance Company	0	0	0	0	0	0	0	0
22055	GEICO Indemnity Company	0	0	0	0	0	0	0	0
24414	General Casualty Company of Wisconsin	0	0	0	0	0	0	7	7
16675	General Electric Mortgage Ins Corporation of	0	0	0	0	0	0	0	0
38458	General Electric Mortgage Insurance Corporation	0	0	0	0	0	0	0	0
30007	General Fidelity Insurance Company	0	0	0	0	0	0	0	0
24732	General Insurance Company of America	145	6,239	0	0	0	0	4,712	5,691
22039	General Reinsurance Corporation	0	0	0	0	0	0	0	0
16063	General Security Insurance Company	168	145	0	0	0	2,862	0	0
11967	General Star National Insurance Company	0	0	0	0	357	0	0	0
11231	GENERALI Assicurazioni Generali S.P.A. (U.S.	218	8	0	0	0	0	-6	-3
38962	Genesis Insurance Company	669	0	0	0	0	0	3,299	0
10799	GeoVera Insurance Company	0	0	0	0	0	0	0	0
41343	Gerling America Insurance Company	1,469	10	0	0	0	0	0	0
21032	Gerling Global Reinsurance Corp of America	0	0	0	0	0	0	0	0
11266	Gerling Global Reinsurance Corp U.S. Branch	0	0	0	0	0	0	0	0
11282	Germantown Insurance Company	0	0	0	0	0	0	0	0
34622	Glens Falls Insurance Company (The)	2,991	287	0	0	0	28,770	0	0
11304	Global Surety & Insurance Co.	0	0	0	0	0	0	0	0
24600	Globe Indemnity Company	0	1,208	0	0	315	0	3,648	895
11044	GMAC Insurance Company Online, Inc.	0	0	0	0	0	0	0	0
39861	Golden Bear Insurance Company	1,108	0	0	0	0	0	0	0
10836	Golden Eagle Insurance Corporation	4,863	31	0	0	3,693	31,514	24,898	37,331
22063	Government Employees Insurance Company	0	0	0	0	0	0	0	0
22098	Grain Dealers Mutual Insurance Company	0	0	0	0	0	0	0	0
22101	Grange Insurance Association	661	375	0	0	1,586	6,354	177	118
23809	Granite State Insurance Company	8	6	0	7	0	0	738	1,048
25984	Graphic Arts Mutual Insurance Company	0	0	0	0	0	0	28	19
36307	Gray Insurance Company (The)	0	0	0	0	0	0	0	0
26832	Great American Alliance Insurance Co	3,927	1,884	0	0	167	0	4,726	3,362
26344	Great American Assurance Company	7,499	4,415	0	0	1,621	0	4,240	4,608
16691	Great American Insurance Company	973	419	0	0	778	0	3,069	5,158
22136	Great American Insurance Company of New	1,262	1,658	15,523	0	426	0	8,600	4,294
38580	Great American Protection Insurance Co	0	0	0	0	0	0	0	0
31135	Great American Security Insurance Company	0	0	0	0	0	0	0	0
33723	Great American Spirit Insurance Company	108	37	0	0	0	2,682	0	0
25224	Great Divide Insurance Company	1,863	727	0	0	0	0	0	0
20303	Great Northern Insurance Company	89	25	0	0	0	3	8,777	7,152
11371	Great West Casualty Company	0	0	0	0	0	0	0	0
22322	Greenwich Insurance Company	10,983	13,991	0	0	0	0	13,218	4,050
40541	Grocers Insurance Company	0	0	0	0	0	0	3,725	2,984
11398	Guarantee Insurance Company	0	0	0	0	0	0	0	0
26948	Guaranty National Ins Co of Connecticut	0	0	0	0	0	0	26	0
15032	Guideone Mutual Insurance Co	48	47	0	0	0	574	7,528	8,356
14559	Guideone Specialty Mutual Ins Co	6	6	0	0	0	0	6,591	8,113
22217	Gulf Insurance Company	1,840	3,852	0	0	0	0	3,046	3,822
22292	Hanover Insurance Company (The)	44	16	0	0	0	-51	754	771
21806	Harbor Specialty Insurance Company	0	0	0	0	0	0	0	0
26433	Harco National Insurance Company	94	175	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Muli Peril Liability
26077	Lancer Insurance Company	0	0	0	0	0	0	0	0
35637	Landmark Insurance Company	113	0	0	0	0	0	0	0
35246	Laurier Indemnity Company	0	0	0	0	0	0	0	0
36706	Lawyers' Mutual Insurance Company	0	0	0	0	0	0	0	0
11738	Leader Insurance Company	0	0	0	0	0	0	0	0
24422	Legion Insurance Company	892	16	0	0	0	0	10,623	12,681
37940	Lexington National Insurance Corporation	0	0	0	0	0	0	0	0
37800	LG Ins Co, Limited (United States Branch)	0	0	0	0	0	0	359	1,378
42404	Liberty Insurance Corporation	2	4	0	0	0	0	395	613
19917	Liberty Insurance Underwriters Inc.	0	0	0	0	0	0	4,036	0
23035	Liberty Mutual Fire Insurance Company	1,423	527	0	633	0	33,831	8,328	1,896
23043	Liberty Mutual Insurance Company	399	114	0	0	0	3	81	150
41939	Liberty Northwest Insurance Corp	0	0	0	0	0	0	0	0
33855	Lincoln General Insurance Company	0	0	0	0	0	0	0	0
38830	Lincoln National Health & Casualty Ins Co	0	0	0	0	0	0	0	0
33600	LM Insurance Corporation	0	0	0	0	0	0	1	0
20311	London Assurance of America, Inc. (The)	0	0	0	0	0	0	0	0
14435	Lumber Mutual Insurance Company	0	0	0	0	0	0	4	34
23108	Lumbermen's Underwriting Alliance	3,709	696	0	0	0	0	0	0
22977	Lumbermens Mutual Casualty Company	67	196	0	0	0	81	11,041	6,166
35769	Lyndon Property Insurance Company	0	0	0	0	0	34	0	0
42269	Majestic Insurance Company	0	0	0	0	0	0	0	0
36897	Manufacturers Alliance Insurance Company	0	0	0	0	0	0	0	0
23876	Mapfre Reinsurance Corporation	0	7,397	0	0	0	0	0	0
29998	Marine Indemnity Insurance Company of America	0	0	0	0	0	0	0	0
28932	Markel American Insurance Company	0	0	0	0	0	465	0	0
38970	Markel Insurance Company	8	7	0	0	251	0	3,224	6,242
19356	Maryland Casualty Company	169	65	0	0	0	0	24,083	5,265
22306	Massachusetts Bay Insurance Company	0	0	0	0	0	21	720	503
22152	Mayflower Insurance Company, Ltd. (The)	0	0	0	0	0	0	0	0
23825	MBIA Insurance Corp. of Illinois	0	0	0	0	0	0	0	0
12041	MBIA Insurance Corporation	0	0	0	0	0	0	0	0
33391	Medical Assurance Company, Inc. (The)	0	0	0	0	0	0	0	0
32433	Medical Insurance Exchange of California	0	0	0	0	0	0	0	0
11843	Medical Protective Company (The)	0	0	0	0	0	0	0	0
22241	MEDMARC Casualty Insurance Company	0	0	0	0	0	0	0	0
32089	MEDMARC Mutual Insurance Company	0	0	0	0	0	0	0	0
33650	Mendota Insurance Company	0	0	0	0	0	0	0	0
31968	Merastar Insurance Company	0	0	0	0	0	112	0	0
15768	Merced Mutual Insurance Company	441	142	0	0	453	3,755	0	0
14494	Merchants Bonding Company (Mutual)	0	0	0	0	0	0	0	0
11908	Mercury Casualty Company	1,563	153	0	0	0	63,206	7,364	3,638
27553	Mercury Insurance Company	0	0	0	0	0	0	0	0
24821	Meritplan Insurance Company	0	0	0	0	0	5,597	0	0
25321	Metropolitan Direct Property and Casualty Ins Co	79	19	0	0	0	3,221	0	0
34339	Metropolitan Group Property and Casualty Ins Co	0	0	0	0	0	0	0	0
40150	MGA Insurance Company, Inc.	0	0	0	0	0	0	0	0
10682	MGIC Credit Assurance Corporation	0	0	0	0	0	0	0	0
16470	MGIC Reinsurance Corporation	0	0	0	0	0	0	0	0
38660	MIC General Insurance Corporation	16	15	0	0	0	970	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Multi Peril Liability
39217	QBE Insurance Corporation	15	99	0	0	0	0	31	76
10219	QBE Reinsurance Corporation	0	0	0	0	0	0	0	0
10829	Quadrant Indemnity Company	0	0	0	0	0	0	0	0
33790	Radian Guaranty Inc.	0	0	0	0	0	0	0	0
38512	Rampart Insurance Company	20	11	0	0	0	0	0	0
24384	Ranger Insurance Company	0	1	0	0	0	0	-285	579
41580	Red Shield Insurance Company	0	0	0	0	0	0	0	0
37303	Redland Insurance Company	0	-1	0	226	1,546	133	784	1,764
11673	Redwood Fire and Casualty Insurance Company	0	0	0	0	0	0	0	0
24449	Regent Insurance Company	1	0	0	0	0	0	55	95
22179	Republic Indemnity Company of America	0	0	0	0	0	0	0	0
43753	Republic Indemnity Company of California	0	0	0	0	0	0	0	0
38318	Republic Insurance Company	-96	-31	0	0	0	0	0	0
28452	Republic Mortgage Insurance Company	0	0	0	0	0	0	0	0
31089	Republic Western Insurance Company	59	40	0	0	0	1,152	20,407	12,746
15776	Residence Mutual Insurance Company	1,283	1,140	0	848	0	18,147	0	0
10287	Residential Guaranty Co.	0	0	0	0	0	0	0	0
10970	Response Indemnity Company of California	0	0	0	0	0	0	0	0
43044	Response Insurance Company	0	0	0	0	0	0	0	0
11001	Riverport Insurance Co of California	1,374	1,947	0	0	0	0	0	0
13056	RLI Insurance Company	962	224	0	0	0	0	1,252	184
12491	Rochdale Insurance Company	0	0	0	0	0	0	0	0
22128	Rocky Mountain Fire & Casualty Company	206	132	0	0	560	1,892	43	29
20370	Royal & SunAlliance Personal Insurance	0	0	0	0	0	0	0	0
24678	Royal Indemnity Company	12,905	7,816	0	0	0	61	11,865	574
26980	Royal Insurance Company of America	2,597	1,460	0	0	8,461	59	6,229	4,171
39039	Rural Community Insurance Company	0	0	30,768	0	0	0	0	0
11215	Safeco Insurance Co of Pennsylvania	0	0	0	0	0	0	0	0
24740	SAFECO Insurance Company of America	16,167	10,777	0	0	0	61,030	7,713	8,873
39012	SAFECO Insurance Company of Illinois	0	0	0	0	0	54,898	0	0
24694	Safeguard Insurance Company	2	5	0	0	0	48	1,894	4,190
15105	Safety National Casualty Corporation	0	0	0	0	-4	0	-5	17
10939	Safeway Direct Insurance Company	0	0	0	0	0	0	0	0
12521	Safeway Insurance Company	0	0	0	0	0	0	0	0
25640	Safeway Insurance Company of Georgia	0	0	0	0	0	0	0	0
40460	Sagamore Insurance Company	0	0	0	0	0	0	0	0
38300	Samsung Fire & Marine Ins Co., Ltd. (U.S.	0	0	0	0	0	0	0	0
21911	San Francisco Reinsurance Company	0	0	0	0	0	0	0	0
30058	SCOR Reinsurance Company	0	0	0	0	0	0	0	0
15580	Scottsdale Indemnity Company	7	4	0	0	0	0	8	11
10352	SCPIE Indemnity Company	0	0	0	0	0	0	0	0
20354	Sea Insurance Company of America (The)	0	0	0	0	0	0	0	0
22535	Seaboard Surety Company	0	0	0	0	0	0	0	0
25763	Seaton Insurance Company	0	0	0	0	0	0	0	0
24902	Security Insurance Company of Hartford	167	246	0	219	0	0	2,492	857
19879	Security National Insurance Company	0	0	0	0	0	0	0	0
22233	Select Insurance Company	1	1	0	0	0	0	827	598
10936	Seneca Insurance Company, Inc.	0	0	0	0	0	0	0	0
24988	Sentry Insurance, A Mutual Company	2,556	2,388	0	0	0	0	3,910	2,248
21180	Sentry Select Insurance Company	671	935	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Muli Peril Liability
22985	Sequoia Insurance Company	366	43	0	0	0	2,691	24,453	10,369
24899	Seven Hills Insurance Company	0	0	0	0	0	0	0	0
35408	Sirius America Insurance Company	0	0	0	0	0	397	0	0
39322	Sorema North America Reinsurance Company	24	34	0	0	0	0	0	0
24953	South Carolina Insurance Company	0	0	0	4,800	0	0	0	0
19216	Southern Insurance Company	0	0	0	0	0	0	0	0
20524	Specialty National Insurance Co	59	43	0	0	0	0	1,191	4,347
44288	Specialty Risk Insurance Company	0	0	0	0	0	0	0	0
36790	Springfield Insurance Company	0	0	0	0	0	0	114	120
24767	St. Paul Fire and Marine Insurance Company	3,237	4,460	0	0	0	0	40,184	2,711
24775	St. Paul Guardian Insurance Company	263	197	0	0	0	0	226	0
41750	St. Paul Medical Liability Insurance Company	0	0	0	0	0	0	0	0
24791	St. Paul Mercury Insurance Company	1,153	1,187	0	0	0	0	3,290	5
19070	Standard Fire Insurance Company (The)	686	251	0	3,701	0	18,088	7	8
42986	Standard Guaranty Insurance Company	12	-2	0	0	0	22	0	0
18023	Star Insurance Company	4	3	0	0	0	0	2,811	2,886
40045	Starnet Insurance Company	0	0	0	0	0	0	0	0
35076	State Compensation Insurance Fund	0	0	0	0	0	0	0	0
25143	State Farm Fire and Casualty Company	-56	37	1,035	22,128	-9	-100	-182	-85
25151	State Farm General Insurance Company	8,088	2,240	0	0	6,832	911,280	129,616	60,437
25178	State Farm Mutual Automobile Insurance	0	0	0	0	0	0	0	0
12831	State National Insurance Company, Inc.	52	36	0	0	0	240	0	0
22608	State National Specialty Insurance Company	0	0	0	0	0	0	0	0
42277	Sterling Casualty Insurance Company	0	0	0	0	0	0	0	0
22276	Stonewall Insurance Company	0	0	0	0	0	0	0	0
10340	Stonington Insurance Co	0	0	0	0	0	0	0	0
40436	Stratford Insurance Company	0	0	0	0	0	0	0	0
39187	Suecia Insurance Company	0	0	0	0	0	0	0	0
20362	Sumitomo Marine & Fire Insurance Company Of	79	2	0	0	0	0	8,069	4,428
12220	Superior Insurance Company	0	0	0	0	0	0	0	0
24047	Surety Bonding Company of America	0	0	0	0	0	0	0	0
12793	Surety Company of the Pacific	0	0	0	0	0	0	0	0
32107	Sutter Insurance Company	699	79	0	0	0	2,879	0	0
25364	Swiss Reinsurance America Corporation	0	0	0	0	0	0	0	0
19526	Texas General Indemnity Company	0	0	0	0	0	0	0	0
25496	TIG Indemnity Company	0	0	0	0	0	0	433	178
25534	TIG Insurance Company	996	284	0	0	0	0	6,408	3,707
25461	TIG Insurance Company of Texas	0	0	0	0	0	0	0	0
25518	TIG Premier Insurance Company	-6	-2	0	0	0	-7	0	0
25445	TIG Specialty Insurance Company	0	100	0	0	0	0	0	0
13242	Titan Indemnity Company	0	0	0	0	0	0	0	0
42439	Toa-Re Insurance Company of America (The)	0	0	0	0	0	0	0	0
12904	Tokio Marine and Fire Ins Co, Limited (The)	4,666	4,031	0	0	0	6,945	4,513	6,326
18031	TOPA Insurance Company	2,285	283	0	0	0	2,448	5,602	6,447
37621	Toyota Motor Insurance Company	0	0	0	0	0	0	2	2
41238	Trans Pacific Insurance Company	0	0	0	0	0	0	0	0
20486	Transcontinental Insurance Company	72	63	0	0	0	0	10,010	19,941
28886	TransGuard Insurance Company of America, Inc	0	0	0	0	0	0	0	0
33014	Transport Insurance Company	0	0	0	0	0	0	0	0
20494	Transportation Insurance Company	31	45	0	0	0	0	20,834	13,196

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners Multiple Peril	Homeowners Multiple Peril	Commercial Multi Peril Fire & Allied	Commercial Multi Peril Liability
			Allied Lines	Peril Corp					
21172	Vanliner Insurance Company	0	0	0	0	0	0	0	0
18759	Verex Assurance, Inc.	0	0	0	0	0	0	0	0
10815	Verlan Fire Insurance Company	286	217	0	0	0	0	0	0
11762	Vesta Fire Insurance Corporation	0	0	0	6	0	0	0	0
42285	Veterinary Pet Insurance Company	0	0	0	0	0	0	0	0
20397	Vigilant Insurance Company	26	5	0	0	0	3,098	13,412	8,409
13137	Viking Insurance Company of Wisconsin	0	0	0	0	0	0	0	0
19577	Villanova Insurance Company	47	26	0	0	0	0	420	3,725
10079	Vintage Insurance Company	0	0	0	0	0	0	0	0
40827	Virginia Surety Company, Inc.	0	0	0	0	0	0	12	34
35971	Voyager Property and Casualty Insurance	0	0	0	0	0	0	0	0
32778	Washington International Insurance Company	0	0	0	0	0	0	0	0
26069	Wausau Business Insurance Company	3	3	0	0	0	0	1,269	2,244
26042	Wausau Underwriters Insurance Company	4	4	0	0	0	0	1,667	1,080
10683	Wawanesa General Insurance Company	18	5	0	0	0	4,831	0	0
31526	Wawanesa Mutual Insurance Company (The)	26	7	0	0	0	3,404	0	0
25011	Wesco Insurance Company	0	0	0	0	0	0	0	0
21121	Westchester Fire Insurance Company	8,671	0	0	0	0	0	1	1,650
25771	Western Continental Insurance Company	0	0	0	0	0	0	0	0
30830	Western Diversified Casualty Insurance	0	0	0	0	0	0	0	0
27502	Western General Insurance Company	0	0	0	0	0	0	0	0
29947	Western Growers Insurance Company	0	0	0	0	0	0	0	0
26395	Western Home Insurance Company	0	0	0	0	0	4,620	0	0
13625	Western Mutual Insurance Company	219	140	0	0	0	7,479	0	0
24465	Western National Assurance Company	0	0	0	0	0	0	0	0
10997	Western Select Insurance Company	0	0	0	0	0	0	6,201	6,035
34282	Western Specialty Insurance Company	4	0	0	0	0	0	96	162
13188	Western Surety Company	0	0	0	0	0	0	0	0
10935	Western Underwriters Insurance Company	0	0	0	0	0	0	0	0
37770	Western United Insurance Company	0	0	0	0	0	0	0	0
24120	Westfield National Insurance Company	0	0	0	0	0	0	0	0
34207	Westport Insurance Corporation	4,879	5,425	0	0	0	0	9,206	22,271
24635	Westward Insurance Company	0	0	0	0	0	0	0	0
25780	Williamsburg National Insurance Company	0	0	0	0	0	0	1,087	699
13234	Wilshire Insurance Company	0	0	0	0	0	0	0	0
12599	Windsor Insurance Company	0	0	0	0	0	0	0	0
24554	Winterthur International America Insurance	12,698	8,038	0	0	0	0	108	194
18740	Wisconsin Mortgage Assurance Corporation	0	0	0	0	0	0	0	0
13250	Workmen's Auto Insurance Company	0	0	0	0	0	598	0	0
26050	Worldwide Insurance Company	0	0	0	0	0	0	0	0
40193	XI Insurance Company of New York, Inc.	0	0	0	0	0	0	0	0
20583	XL Reinsurance America Inc.	0	0	0	0	0	0	0	0
37885	XI Specialty Insurance Company	0	0	0	0	0	0	-226	-15
11126	Yasuda Fire & Marine Ins Co of America (The)	396	369	0	0	0	163	3,902	2,961
24325	York Insurance Company	0	0	0	0	0	0	0	0
26220	Yosemite Insurance Company	0	0	0	0	0	0	0	0
22730	ZC Insurance Company	3	0	0	46	0	-17	0	0
13269	Zenith Insurance Company	0	0	0	0	0	0	0	0
30120	ZNAT Insurance Company	0	0	0	0	0	0	0	0
16535	Zurich American Insurance Co	16,565	2,449	0	0	0	0	2,256	2,122

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Fire	Multiple		Federal Flood	Farmowners	Homeowners	Commercial	Commercial
			Allied Lines	Peril Corp		Multiple Peril	Multiple Peril	Multi Peril Fire & Allied	Muli Peril Liability
27855	Zurich American Insurance Company of Illinois	0	0	0	0	0	0	0	0
39136	Zurich Reinsurance (North America), Inc.	0	0	0	0	0	0	0	0
Total Property && Casualty Companies: 802									
Total Foreign Insurers: 652									
Each Line of Business Total:		599,297	339,794	135,098	119,637	127,701	3,992,525	1,864,473	1,399,96

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland Marine	Earthquake	Aircraft	Burglary and Theft	Boiler and Machinery	Other Write-in	State Total
Date:	15-Jan-03							
36404	21st Century Casualty Company	0	0	0	0	0	0	0
12963	21st Century Insurance Company	99	0	0	0	0	0	909,871
22896	ACA Financial Guaranty Corporation	0	0	0	0	0	0	1,784
20010	Acceptance Indemnity Insurance Company	310	0	0	0	0	0	33,850
26379	Accredited Surety and Casualty Company, Inc.	0	0	0	0	0	0	1,336
22667	Ace American Insurance Co	16,370	4,054	0	0	50	0	243,900
22705	Ace American Reinsurance Co	0	0	0	0	0	0	0
20702	Ace Fire Underwriters Insurance Co	1,379	8	0	0	6	0	12,283
10030	Ace Indemnity Insurance Co	0	0	0	0	0	0	477
20699	Ace Property and Casualty Insurance Co	100	8	1,341	0	0	0	48,470
22950	ACSTAR Insurance Company	0	0	0	0	0	0	484
40517	Advantage Workers Compensation Insurance Co	0	0	0	0	0	0	0
33898	Aegis Security Insurance Company	0	0	0	0	0	0	17,153
36153	Aetna Insurance Company of Connecticut	0	0	0	0	0	0	9,634
10014	Affiliated FM Insurance Company	8,492	0	0	74	1,238	0	31,815
42757	Agri General Insurance Company	0	0	0	0	0	0	3,770
19399	AIU Insurance Company	10	0	0	0	0	0	2,674
38733	Alaska National Insurance Company	0	0	0	0	0	0	20,824
10221	Alistar Insurance Company	0	0	0	0	0	0	36,120
20222	All America Insurance Company	0	0	0	0	0	0	0
13285	Allegheny Casualty Company	0	0	0	0	0	0	3,920
20273	Alliance Assurance Company of America	0	0	0	0	0	0	0
35300	Allianz Insurance Company	18,179	2,571	0	2	1,038	0	75,556
36420	Allianz Underwriters Insurance Company	0	0	0	0	0	0	18
36528	Allied Insurance Company	0	0	0	0	0	0	0
42579	Allied Property and Casualty Insurance Company	973	3,922	0	0	0	0	89,232
41840	Allmerica Financial Benefit Insurance Co	0	0	0	0	0	0	0
19240	Allstate Indemnity Company	80	0	0	0	0	0	937,226
19232	Allstate Insurance Company	21,316	3,008	0	1	69	586	1,246,166
17230	Allstate Property and Casualty Insurance Company	0	0	0	0	0	0	168,569
18708	Ambac Assurance Corporation	0	0	0	0	0	0	58,524
19100	Amco Insurance Company	3,067	13,308	0	0	2,380	0	287,962
19720	American Alternative Insurance Corporation	7	0	0	0	0	0	57,115
10073	American Ambassador Casualty Company	0	0	0	0	0	0	0
24589	American and Foreign Insurance Company	1	85	0	0	0	0	16,447
21849	American Automobile Insurance Company	675	0	0	0	0	0	119,675
10111	American Bankers Insurance Company of Florida	25,316	0	0	0	0	4,300	103,553
10138	American Bonding Company	0	0	0	0	0	0	16
20427	American Casualty Company of Reading, Pennsylvania	199	1	0	1	14	0	118,011
10391	American Centennial Insurance Company	-1	0	0	0	0	0	-1
12246	American Continental Insurance Company	0	0	0	0	0	0	4,036
10216	American Contractors Indemnity Company	0	0	0	0	0	0	29,150
19690	American Economy Insurance Company	448	67	0	1	3	0	48,442
37990	American Empire Insurance Company	0	0	0	0	0	0	0
20613	American Employers' Insurance Company	35	0	0	0	0	0	8,613
10819	American Equity Specialty Insurance Company	184	2	0	0	0	0	13,552
23450	American Family Home Insurance Company	0	0	0	0	0	0	6,038
43699	American Federation Insurance Company	0	0	0	0	0	0	7,082
24066	American Fire and Casualty Company	0	0	0	0	0	0	2
40398	American Fuji Fire and Marine Insurance Company	0	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary and	Boiler and	Other	State Total
		Marine	Earthquake	Aircraft	Theft	Machinery	Write-in	
24376	American General Indemnity Co	0	0	0	0	0	2,398	2,927
31208	American General Property Insurance Company	0	0	0	0	0	0	0
16403	American Growers Insurance Company	0	0	0	0	0	0	2,454
26247	American Guarantee and Liability Insurance Company	14	4,727	0	0	1,693	0	75,001
13331	American Hardware Mutual Insurance Company	322	229	0	27	28	0	11,051
39152	American Healthcare Indemnity Company	0	0	0	0	0	0	25,652
19380	American Home Assurance Company	760	0	2,534	0	225	0	240,651
28100	American Horizon Insurance Company	0	0	0	0	0	0	2,578
19518	American Indemnity Company	0	0	0	0	0	0	0
21857	American Insurance Company (The)	1,948	34	0	0	31	0	169,286
43761	American International Ins Co of California, Inc.	1,036	1,165	0	0	0	0	45,888
31895	American Interstate Insurance Company	0	0	0	0	0	0	229
10200	American Live Stock Insurance Company	303	0	0	0	0	0	303
30562	American Manufacturers Mutual Insurance Company	1,182	3,896	0	0	819	0	163,020
43630	American Merchants Casualty Company	0	0	0	0	0	0	0
16810	American Mercury Insurance Company	0	0	0	0	0	6,327	6,327
23469	American Modern Home Insurance Company	873	0	0	0	0	0	11,850
22918	American Motorists Insurance Company	6,505	318	0	5	26	0	101,882
39942	American National General Insurance Company	0	0	0	0	0	0	0
28401	American National Property and Casualty Company	-2	0	0	0	0	-27	2,485
12084	American Professionals Insurance Company	0	0	0	0	0	0	0
18910	American Protection Insurance Company	1,496	323	0	2	365	0	76,437
10227	American Re-Insurance Company	0	0	0	0	0	0	0
19615	American Reliable Insurance Company	1,577	0	0	0	0	83	11,676
19984	American Risk Funding Insurance Company	0	0	0	0	0	0	-686
19631	American Road Insurance Company (The)	1,054	0	0	0	0	10,052	11,106
39969	American Safety Casualty Insurance Company	18	0	0	0	0	0	27,031
42978	American Security Insurance Company	1,444	0	0	0	0	1	95,095
19704	American States Insurance Company	2,358	8	0	9	193	0	69,461
19712	American States Insurance Company of Texas	0	0	0	0	0	0	0
37214	American States Preferred Insurance Company	0	0	0	0	0	0	5,999
40800	American Sterling Insurance Company	0	0	0	0	0	0	6,735
31380	American Surety Company	0	0	0	0	0	0	1,186
40142	American Zurich Insurance Company	0	0	0	0	0	0	41,140
27898	Americas Insurance Company	0	0	0	0	0	0	0
30872	Amerin Guaranty Corporation	0	0	0	0	0	0	12,890
23396	Amerisure Mutual Insurance Company	0	0	0	0	0	0	762
27928	AMEX Assurance Company	5,027	0	0	0	0	0	50,598
42390	AmGUARD Insurance Company	0	0	0	0	0	0	0
19976	Amica Mutual Insurance Company	359	5,919	0	0	0	0	52,659
40010	Anchor General Insurance Company	0	0	0	0	0	0	20,631
19860	Argonaut Great Central Insurance Company	0	0	0	0	0	0	230
19801	Argonaut Insurance Company	0	0	0	0	0	0	38,481
19828	Argonaut-Midwest Insurance Company	0	0	0	0	0	0	551
19844	Argonaut-Southwest Insurance Company	0	0	0	0	0	0	4,919
31887	Arkwright Insurance Company	0	0	0	0	0	0	0
41459	Armed Forces Insurance Exchange	913	0	0	0	0	0	5,487
21865	Associated Indemnity Corporation	1,715	5,087	0	0	0	0	68,849
27189	Associated International Insurance Company	13,356	6,795	0	0	0	0	20,583
21296	Associates Insurance Company	297	29	0	0	0	0	4,077

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary and Theft	Boiler and Machinery	Other Write-in	State Total
		Marine	Earthquake	Aircraft				
19305	Assurance Company of America	10,298	173	0	57	18	0	82,140
41769	Athena Assurance Company	1,127	0	0	0	0	0	16,219
21792	Atlanta Casualty Company	0	0	0	0	0	0	2,910
20931	Atlanta International Insurance Company	0	0	0	0	0	0	0
31925	Atlanta Specialty Insurance Company	0	0	0	0	0	0	73
22209	Atlantic Insurance Company	0	0	0	0	0	0	46
19895	Atlantic Mutual Insurance Company	102	12	0	1	17	0	108,644
27154	Atlantic Specialty Insurance Company	0	0	0	0	0	0	14
18333	Atlas Assurance Company of America	0	0	0	0	0	0	2
10367	AVEMCO Insurance Company	0	0	6,451	0	0	58	20,329
29530	AXA Art Insurance Corporation	6,587	0	0	0	0	0	6,587
36552	AXA Corporate Solutions Reinsurance Company	0	0	0	0	0	0	0
11835	AXA Re America Insurance Company	840	60	0	0	0	0	1,200
16187	AXA Re Property and Casualty Insurance Co	24,995	0	0	0	0	0	25,427
24813	Balboa Insurance Company	150	2	0	0	0	6,562	35,993
18538	BancInsure, Inc.	0	0	0	28	11	37	3,416
33162	Bankers Insurance Company	41	0	0	0	0	0	22,206
23132	Bankers Multiple Line Insurance Company	0	0	0	0	0	0	0
18279	Bankers Standard Insurance Company	34	0	0	0	0	0	1,276
38245	BCS Insurance Company	2,032	0	0	0	0	0	15,066
41394	Benchmark Insurance Company	0	0	0	0	0	0	184
32603	Berkley Insurance Company	181	25	0	0	0	0	6,674
29580	Berkley Regional Insurance Company	0	0	0	0	0	0	0
19402	Birmingham Fire Insurance Company of Pennsylvania	564	0	0	0	165	0	2,514
20095	Bituminous Casualty Corporation	0	0	0	0	0	0	1
20109	Bituminous Fire and Marine Insurance Company	0	0	0	0	0	0	0
24503	Blue Ridge Insurance Company	0	-25	0	0	0	0	-201
20761	Boston Old Colony Insurance Company	0	0	0	0	0	0	1
10830	Business Alliance Insurance Company	0	0	0	0	0	0	4,130
11166	C-F Insurance Company	0	0	0	0	0	0	0
30082	C.P.A. Insurance Company	0	0	0	0	0	66	66
18961	CalFarm Insurance Company	5	-3	0	0	0	0	112,826
38342	California Automobile Insurance Company	0	0	0	0	0	0	85,059
13544	California Capital Insurance Company	1,835	4,131	0	118	1,492	0	126,612
27464	California Casualty & Fire Insurance Company	0	0	0	0	0	0	1
10063	California Casualty Compensation Insurance Company	0	0	0	0	0	0	0
35955	California Casualty General Insurance Company	0	0	0	0	0	0	0
20117	California Casualty Indemnity Exchange (The)	62	256	0	0	0	0	114,402
20125	California Casualty Insurance Company	304	1,973	0	0	0	0	26,242
31046	California General Underwriters Ins Co, Inc.	0	0	0	0	0	0	0
32271	California Indemnity Insurance Company	0	0	0	0	0	0	128,348
38865	California Insurance Company	0	0	0	0	0	0	-1
15539	California State Automobile Assoc Inter-Ins Bureau	6,915	0	0	0	0	0	1,597,545
36340	CAMICO Mutual Insurance Company	0	0	0	0	0	0	20,134
10464	Canal Insurance Company	0	0	0	0	0	0	0
20877	Capital Markets Assurance Corporation	0	0	0	0	0	0	48
30180	Capital Reinsurance Company	0	0	0	0	0	0	0
10520	Care West Insurance Company	0	0	0	0	0	0	6,090
10510	Carolina Casualty Insurance Company	1,601	0	0	0	0	0	42,099
10175	Cascade National Insurance Company	136	0	0	0	0	0	19,689

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
21237	Casualty Reciprocal Exchange	0	0	0	0	0	0	32,801
12238	Caterpillar Insurance Company	0	0	0	0	0	0	0
10561	Catholic Relief Insurance Company of America	0	0	0	0	0	0	0
19909	Centennial Insurance Company	4,079	0	231	0	0	0	33,152
20230	Central Mutual Insurance Company	0	0	0	0	0	0	0
20249	Central National Insurance Company of Omaha (The)	0	0	0	0	0	0	0
34274	Central States Indemnity Co. of Omaha	0	0	0	0	0	18,560	28,279
34649	Centre Insurance Company	0	0	0	0	0	0	9,264
42765	Centurion Casualty Company	0	0	0	0	0	0	0
11711	Century American Casualty Company	0	0	0	0	0	0	0
20710	Century Indemnity Company	0	0	0	0	0	0	0
26905	Century-National Insurance Company	124	6,865	0	0	0	1,117	135,570
21946	CGU Insurance Company of New Jersey	0	0	0	0	0	0	28
36870	Chartwell Reinsurance Company	0	0	0	0	0	0	0
10642	Cherokee Insurance Company	0	0	0	0	0	0	0
22810	Chicago Insurance Company	362	0	0	0	0	0	42,049
34886	Chiyoda Fire & Marine Ins Co, Ltd. (The) (US Branch)	0	0	0	0	0	0	0
12777	Chubb Indemnity Insurance Company	0	0	0	0	0	0	4
10052	Chubb National Insurance Company	0	0	0	0	0	0	312
10669	Church Insurance Company (The)	0	0	0	0	0	0	2,589
18767	Church Mutual Insurance Company	1	0	0	0	0	0	21,448
10929	CII Insurance Company	0	0	0	0	0	0	0
22004	CIM Insurance Corporation	0	0	0	0	0	466	7,175
10677	Cincinnati Insurance Company (The)	0	0	4,627	1	3	0	6,488
42242	Citation Insurance Company	0	0	0	0	0	0	-5
10315	Civic Property and Casualty Company	9	0	0	0	0	0	2,812
10693	Civil Service Employees Insurance Company	673	0	0	0	0	0	79,746
36412	Claremont Liability Insurance Company	0	0	0	0	0	0	22,038
20532	Clarendon National Insurance Company	37,723	11,902	661	0	0	0	306,077
29114	CMG Mortgage Assurance Co	0	0	0	0	0	0	1
40266	CMG Mortgage Insurance Company	0	0	0	0	0	0	5,110
20435	CNA Casualty of California	478	0	0	0	0	0	685
25089	Coast National Insurance Company	0	0	0	0	0	0	220,159
33197	Cologne Reinsurance Company of America	0	0	0	0	0	0	0
34347	Colonial American Casualty and Surety Company	0	0	0	0	0	0	5,678
20796	Colonial Penn Franklin Insurance Company	135	0	0	0	0	0	36,241
34789	Colonial Penn Insurance Company	0	0	0	0	0	0	17,755
43974	Colonial Penn Madison Insurance Company	0	0	0	0	0	0	11,270
10758	Colonial Surety Company	0	0	0	0	0	0	46
27812	Columbia Insurance Company	75	0	0	0	0	0	2,331
19410	Commerce and Industry Insurance Company	1,462	0	0	9	0	0	78,581
13161	Commerce West Insurance Company	0	0	0	0	0	0	34,816
32280	Commercial Casualty Insurance Company	0	0	0	0	0	0	6,488
36374	Commercial Casualty Insurance Company of Georgia	0	0	0	0	0	0	19,952
15555	Commercial Fishermen's Inter-Insurance Exchange	0	0	0	0	0	0	0
38385	Commercial Guaranty Insurance Company	0	0	0	0	0	0	0
20818	Commercial Insurance Company of Newark, New	0	0	0	0	0	0	0
18732	Commercial Loan Insurance Corporation	0	0	0	0	0	0	0
19489	Commercial Underwriters Insurance Company	450	0	-4	0	0	0	786
10220	Commonwealth Insurance Company of America	556	0	0	0	0	0	2,217

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
21482	Factory Mutual Insurance Company	95,948	0	0	101	9,648	0	162,403
44784	Fairfield Insurance Company	0	0	0	0	0	0	14,017
18864	Fairmont Insurance Company	68	9	0	0	23	0	46,553
13846	Farmers Home Mutual Insurance Company	6	0	0	0	0	0	4,665
21636	Farmers Insurance Company of Oregon	0	0	0	0	0	0	0
21628	Farmers Insurance Company, Inc.	0	0	0	0	0	0	0
21652	Farmers Insurance Exchange	234	609	0	1	3	356	1,892,369
13897	Farmers Mutual Hail Insurance Company of Iowa	0	0	0	0	0	0	0
10873	Farmers Reinsurance Company	0	0	0	0	0	0	0
41483	Farmington Casualty Company	0	0	0	4	0	0	71
13838	Farmland Mutual Insurance Company	0	0	0	0	0	0	41
20281	Federal Insurance Company	17,209	10,277	5,593	4,621	6,887	0	513,273
13935	Federated Mutual Insurance Company	1,608	612	0	123	369	0	53,055
11118	Federated Rural Electric Insurance Corporation	2	0	0	0	0	0	218
28304	Federated Service Insurance Company	3	64	0	5	5	0	1,255
43460	FFG Insurance Company	0	0	0	0	0	790	790
35270	Fidelity and Casualty Company of New York (The)	0	0	0	0	0	0	49
39306	Fidelity and Deposit Company of Maryland	684	273	0	642	14	0	47,049
35386	Fidelity and Guaranty Insurance Company	402	7	0	26	167	0	41,523
25879	Fidelity and Guaranty Insurance Underwriters, Inc.	262	39	0	0	267	0	13,591
25180	Fidelity National Insurance Company	0	0	0	0	0	0	1,721
12815	Financial Guaranty Insurance Company	0	0	0	0	0	0	12,987
19852	Financial Indemnity Company	52	0	0	0	0	0	81,315
31453	Financial Pacific Insurance Company	0	0	0	0	679	0	60,514
18287	Financial Security Assurance Inc.	0	0	0	0	0	0	40,251
24880	Fire and Casualty Ins Co of Connecticut (The)	628	0	0	0	0	0	34,233
21660	Fire Insurance Exchange	9,339	0	0	0	0	3,414	838,728
21873	Fireman's Fund Insurance Company	73,246	13,766	58	0	244	27,336	511,444
21903	Fireman's Fund Insurance Company of Texas	0	0	0	0	0	0	25,728
20850	Firemen's Insurance Company of Newark, New Jersey	416	0	0	0	0	18,523	24,528
11150	First American Insurance Company	14	0	0	0	0	0	42,420
37710	First American Property & Casualty Insurance Co	0	12	0	0	0	0	2,647
34525	First American Specialty Insurance Company	0	440	0	0	0	0	15,895
16578	First Community Insurance Company	0	0	0	0	0	0	3,163
11177	First Financial Insurance Company	383	0	0	0	0	0	26,698
33588	First Liberty Insurance Corporation (The)	0	0	0	0	0	0	1,166
24724	First National Insurance Company of America	1,071	268	0	0	6	0	66,533
21822	First State Insurance Company	0	0	0	0	0	0	0
13978	Florists' Mutual Insurance Company	0	0	0	0	178	0	10,615
38776	Folksamerica Reinsurance Company	0	0	0	0	0	0	5,702
11185	Foremost Ins Co Grand Rapids, Michigan	2	0	0	0	0	0	31,991
11800	Foremost Property and Casualty Insurance Company	0	0	0	0	0	0	6,329
29688	Forestview Mortgage Insurance Co.	0	0	0	0	0	0	0
37761	Fremont Compensation Insurance Company	0	0	0	0	0	0	66,284
21040	Fremont Indemnity Company	0	0	0	0	0	0	23,315
38725	Fremont Pacific Insurance Company	0	0	0	0	0	0	0
10201	Galway Insurance Company	0	0	0	0	0	0	17,751
22225	GE Auto & Home Assurance Co	0	0	0	0	0	0	1,297
22969	GE Reinsurance Corp	0	0	0	0	0	0	0
29823	GE Residential Mortgage Ins Corporation of North	0	0	0	0	0	0	52

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary and	Boiler and	Other	State
		Marine	Earthquake	Aircraft	Theft	Machinery	Write-in	Total
41491	GEICO Casualty Company	0	0	0	0	0	0	30,975
35882	GEICO General Insurance Company	0	0	0	0	0	0	213,059
22055	GEICO Indemnity Company	0	0	0	0	0	0	49,753
24414	General Casualty Company of Wisconsin	0	0	0	0	0	0	94
16675	General Electric Mortgage Ins Corporation of North	0	0	0	0	0	0	1
38458	General Electric Mortgage Insurance Corporation	0	0	0	0	0	0	64,585
30007	General Fidelity Insurance Company	0	0	0	0	0	0	0
24732	General Insurance Company of America	552	98	0	2	16	0	75,551
22039	General Reinsurance Corporation	0	0	0	0	0	248	248
16063	General Security Insurance Company	0	256	0	0	0	0	50,077
11967	General Star National Insurance Company	3,305	0	0	0	0	0	10,842
11231	GENERALI Assicurazioni Generali S.P.A. (U.S. Branch)	0	6	0	0	0	0	10,443
38962	Genesis Insurance Company	151	0	0	39	31	0	26,135
10799	GeoVera Insurance Company	0	58,491	0	0	0	0	58,491
41343	Gerling America Insurance Company	1,468	0	0	0	124	0	4,301
21032	Gerling Global Reinsurance Corp of America	0	0	0	0	0	0	0
11266	Gerling Global Reinsurance Corp U.S. Branch	0	0	0	0	0	0	0
11282	Germantown Insurance Company	0	0	0	0	0	0	0
34622	Glens Falls Insurance Company (The)	5,650	10	0	0	0	0	92,606
11304	Global Surety & Insurance Co.	0	0	0	0	0	0	91
24600	Globe Indemnity Company	83	0	0	0	0	0	8,006
11044	GMAC Insurance Company Online, Inc.	0	0	0	0	0	0	0
39861	Golden Bear Insurance Company	0	8,311	0	0	0	0	18,235
10836	Golden Eagle Insurance Corporation	4,619	0	0	0	1,713	0	207,351
22063	Government Employees Insurance Company	0	0	0	0	0	0	129,320
22098	Grain Dealers Mutual Insurance Company	0	0	0	0	0	0	0
22101	Grange Insurance Association	190	1	0	0	0	0	23,323
23809	Granite State Insurance Company	28	0	0	0	11	0	158,354
25984	Graphic Arts Mutual Insurance Company	0	0	0	0	0	0	186
36307	Gray Insurance Company (The)	0	0	0	0	0	17	17
26832	Great American Alliance Insurance Co	408	8,933	0	25	159	0	47,414
26344	Great American Assurance Company	7,159	19,310	0	11	131	33,555	101,065
16691	Great American Insurance Company	723	71	200	133	76	2,846	81,532
22136	Great American Insurance Company of New York	15,954	73	0	60	329	956	67,504
38580	Great American Protection Insurance Co	0	0	0	0	0	0	0
31135	Great American Security Insurance Company	0	0	0	0	0	0	0
33723	Great American Spirit Insurance Company	122	235	0	0	0	0	4,246
25224	Great Divide Insurance Company	38	0	0	0	0	0	8,710
20303	Great Northern Insurance Company	49	0	0	0	703	0	22,583
11371	Great West Casualty Company	1,156	0	0	0	0	0	10,581
22322	Greenwich Insurance Company	14,422	7,404	-989	0	162	7,346	150,637
40541	Grocers Insurance Company	0	0	0	0	0	0	12,872
11398	Guarantee Insurance Company	0	0	0	0	0	0	0
26948	Guaranty National Ins Co of Connecticut	10	0	0	0	0	0	4,105
15032	Guideone Mutual Insurance Co	0	0	0	0	0	0	44,532
14559	Guideone Specialty Mutual Ins Co	0	0	0	0	0	5,318	34,445
22217	Gulf Insurance Company	8,212	7	-11	193	0	0	108,293
22292	Hanover Insurance Company (The)	105	0	0	0	0	0	18,338
21806	Harbor Specialty Insurance Company	0	0	0	0	0	0	27,787
26433	Harco National Insurance Company	80	57	0	30	0	0	7,108

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
23582	Harleysville Insurance Company	0	0	0	0	0	0	-1
14168	Harleysville Mutual Insurance Company	0	0	0	0	0	0	19,335
22357	Hartford Accident and Indemnity Company	0	0	0	0	0	0	1,006
29424	Hartford Casualty Insurance Company	1,051	2,961	0	1	14	0	282,796
19682	Hartford Fire Insurance Company	47,293	466	8,235	676	352	0	225,339
37478	Hartford Insurance Company of the Midwest	149	4	0	0	24	0	62,030
11452	Hartford Steam Boiler Inspection and Ins Co (The)	758	0	0	0	8,400	0	15,608
30104	Hartford Underwriters Insurance Company	909	7,686	0	0	11	0	156,239
22438	Hawaiian Ins & Guaranty Company, Limited (The)	56	280	0	0	0	0	2,058
39527	Heritage Indemnity Company	0	0	0	0	0	2,686	2,686
22489	Highlands Insurance Company	10	0	0	0	0	0	15,511
22497	Highlands Underwriters Insurance Company	0	0	0	0	0	0	-1
22527	Home Insurance Company (The)	0	0	0	0	0	0	1,464
11005	Homesite Insurance Co of California	0	0	0	0	0	0	2,052
22578	Horace Mann Insurance Company	51	571	0	0	0	0	15,087
22756	Horace Mann Property & Casualty Insurance Co	57	883	0	0	0	0	21,324
38849	Houston General Insurance Company	0	0	0	0	0	0	0
25054	Hudson Insurance Company	6,894	0	0	0	12	0	21,183
10048	Hyundai Marine & Fire Insurance Co., Ltd.	0	0	0	0	0	0	1,036
29068	IDS Property Casualty Insurance Company	0	0	0	0	0	0	0
11487	Imperial Casualty and Indemnity Company	0	0	0	0	0	0	0
25550	Indemnity Company of California	0	0	0	0	0	0	3,946
43575	Indemnity Insurance Company of North America	5,217	0	12,114	0	0	0	70,841
14265	Indiana Lumbermens Mutual Insurance Company	2	0	0	0	0	0	2
21075	Industrial Underwriters Insurance Company	0	0	0	0	0	0	0
22268	Infinity Insurance Company	0	0	0	0	0	0	189,802
10068	Infinity National Insurance Company	0	0	0	0	0	0	12,484
20260	Infinity Select Insurance Company	0	0	0	0	0	0	19,036
19429	Ins Co of the State of Pennsylvania (The)	14	0	9,723	0	0	0	96,155
26700	Insurance Company of Illinois	0	0	0	0	0	0	0
22713	Insurance Company of North America	5,746	32	24	0	0	0	54,240
27847	Insurance Company of the West	82	21,997	0	14	13	0	52,910
37257	Insurance Corporation of Hannover	5,907	0	0	0	0	2,427	40,439
18341	Insurance Corporation of New York (The)	1,742	1,374	0	0	0	0	85,738
29742	Integon National Insurance Company	0	0	0	0	0	0	2,465
31488	Integon Preferred Insurance Company	0	0	0	0	0	0	12,694
15598	Interinsurance Exchange of the Automobile Club	7,967	0	0	0	0	0	1,418,943
24139	International Business & Mercantile REassurance Co	0	0	0	0	0	0	1,394
11592	International Fidelity Insurance Company	0	0	0	0	0	2,117	3,386
21083	International Insurance Company	0	0	0	0	0	0	0
22837	Interstate Indemnity Company	96	0	0	0	0	0	26,751
10952	J. C. Penney Casualty Insurance Company	0	0	0	0	0	4,443	4,444
11630	Jefferson Insurance Company	373	0	122	0	0	0	8,454
14354	Jewelers Mutual Insurance Company	5,196	0	0	0	0	0	5,943
20885	Kansas City Fire and Marine Insurance Company	0	0	0	0	0	0	0
10915	Kemper Auto & Home Insurance Company	0	0	0	0	0	0	13,945
27138	Kemper Casualty Insurance Company	2,910	0	0	0	0	0	5,006
15563	Kemper Employers Insurance Company	0	0	0	0	0	0	24,185
40991	Kemper Indemnity Insurance Company	183	0	0	0	0	0	-138
10914	Kemper Independence Insurance Company	0	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary	Boiler	Other	State
		Marine	Earthquake	Aircraft	and Theft	and Machinery	Write-in	Total
26077	Lancer Insurance Company	73	0	0	0	0	0	19,322
35637	Landmark Insurance Company	3	0	0	0	0	0	203
35246	Laurier Indemnity Company	0	0	0	0	0	0	0
36706	Lawyers' Mutual Insurance Company	0	0	0	0	0	0	21,208
11738	Leader Insurance Company	0	0	0	0	0	0	21,711
24422	Legion Insurance Company	1,191	0	74	5	0	6,889	260,934
37940	Lexington National Insurance Corporation	0	0	0	0	0	0	304
37800	LG Ins Co, Limited (United States Branch)	108	0	0	0	0	0	1,966
42404	Liberty Insurance Corporation	1	28	0	0	0	0	49,213
19917	Liberty Insurance Underwriters Inc.	1,491	0	0	0	0	0	7,045
23035	Liberty Mutual Fire Insurance Company	1,628	1,361	0	0	0	0	342,668
23043	Liberty Mutual Insurance Company	408	3	7,512	353	0	0	75,458
41939	Liberty Northwest Insurance Corp	0	0	0	0	0	0	0
33855	Lincoln General Insurance Company	140	0	0	0	0	0	23,791
38830	Lincoln National Health & Casualty Ins Co	0	0	0	0	0	0	12,907
33600	LM Insurance Corporation	0	0	0	0	0	0	1,038
20311	London Assurance of America, Inc. (The)	0	0	0	0	0	0	0
14435	Lumber Mutual Insurance Company	0	0	0	0	0	0	326
23108	Lumbermen's Underwriting Alliance	80	82	0	0	108	0	11,732
22977	Lumbermens Mutual Casualty Company	62,153	506	461	180	4	0	356,931
35769	Lyndon Property Insurance Company	3,807	0	0	0	0	4,723	8,649
42269	Majestic Insurance Company	0	0	0	0	0	0	54,054
36897	Manufacturers Alliance Insurance Company	0	0	0	0	0	0	0
23876	Mapfre Reinsurance Corporation	0	0	0	0	0	0	7,397
29998	Marine Indemnity Insurance Company of America	0	0	0	0	0	0	-47
28932	Markel American Insurance Company	368	0	0	0	0	0	18,307
38970	Markel Insurance Company	4,012	0	0	0	0	0	19,324
19356	Maryland Casualty Company	4,879	18	0	13	18	0	45,159
22306	Massachusetts Bay Insurance Company	4	0	0	0	0	0	1,979
22152	Mayflower Insurance Company, Ltd. (The)	0	0	0	0	0	0	0
23825	MBIA Insurance Corp. of Illinois	0	0	0	0	0	0	0
12041	MBIA Insurance Corporation	0	0	0	0	0	0	54,524
33391	Medical Assurance Company, Inc. (The)	0	0	0	0	0	0	378
32433	Medical Insurance Exchange of California	0	0	0	0	0	0	26,484
11843	Medical Protective Company (The)	0	0	0	0	0	0	10,274
22241	MEDMARC Casualty Insurance Company	0	0	0	0	0	0	12,303
32089	MEDMARC Mutual Insurance Company	0	0	0	0	0	0	0
33650	Mendota Insurance Company	0	0	0	0	0	0	18
31968	Merastar Insurance Company	1	0	0	0	0	0	2,868
15768	Merced Mutual Insurance Company	110	114	0	0	0	55	5,130
14494	Merchants Bonding Company (Mutual)	0	0	0	0	0	0	2,984
11908	Mercury Casualty Company	0	146	0	0	0	0	388,325
27553	Mercury Insurance Company	0	0	0	0	0	0	790,775
24821	Meritplan Insurance Company	5	159	0	0	0	0	5,760
25321	Metropolitan Direct Property and Casualty Ins Co	123	782	0	0	0	0	23,400
34339	Metropolitan Group Property and Casualty Ins Co	0	0	0	0	0	0	0
40150	MGA Insurance Company, Inc.	0	0	0	0	0	0	6,752
10682	MGIC Credit Assurance Corporation	0	0	0	0	0	0	6,122
16470	MGIC Reinsurance Corporation	0	0	0	0	0	0	0
38660	MIC General Insurance Corporation	0	0	0	0	0	0	9,925

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary	Boiler	Other	State
		Marine	Earthquake	Aircraft	and Theft	and Machinery		
10317	Neighborhood Spirit Property and Casualty Company	13	0	0	0	0	0	13,465
24171	Netherlands Insurance Company (The)	0	1	0	0	0	0	1,672
41629	New England Reinsurance Corporation	0	0	0	0	0	0	0
23841	New Hampshire Insurance Company	415	0	-69	15	613	0	45,023
16608	New York Marine and General Insurance Company	187	0	74	0	0	0	4,573
24643	Newark Insurance Company	0	0	0	0	0	0	0
24848	Newport Insurance Company	1	0	0	0	0	0	46,984
35106	Niagara Fire Insurance Company	0	0	0	0	0	0	71,933
32301	Nichido Fire and Marine Ins Co, Limited (The)	0	0	0	0	0	0	1,680
12190	Nipponkoa Insurance Company Of America	0	0	0	0	0	0	386
27073	NIPPONKOA Insurance Company, Limited	224	13	0	11	55	0	6,577
38997	Nissan Fire & Marine Ins Co, Limited (The) (U.S. Branch)	0	0	0	0	0	0	2,356
33200	Norcal Mutual Insurance Company	0	0	0	0	0	0	159,784
31470	NorGUARD Insurance Company	0	0	0	0	0	0	0
29700	North American Elite Insurance Co	0	0	0	0	0	0	108
29874	North American Specialty Insurance Company	3,392	3	2,525	19	0	0	44,663
27740	North Pointe Insurance Company	0	0	0	0	0	0	6,155
21105	North River Insurance Company (The)	59	52	0	0	0	0	14,737
22047	North Star Reinsurance Corporation	0	0	0	0	0	0	0
36455	Northbrook Indemnity Company	0	0	0	0	0	0	56
19224	Northbrook Property and Casualty Insurance Company	0	0	0	0	0	0	4
38369	Northern Assurance Company of America (The)	2	0	0	0	0	0	9,243
19372	Northern Insurance Company of New York	2,274	270	0	31	252	0	69,996
24031	Northland Casualty Company	636	0	0	0	0	0	1,067
24015	Northland Insurance Company	1,966	0	0	41	0	0	36,854
43583	Northwest Physicians Mutual Insurance Company	0	0	0	0	0	0	4,119
23906	Northwestern National Casualty Company	5	0	0	0	0	0	2,258
23914	Northwestern National Ins Co of Milwaukee, Wis	0	0	0	0	0	0	239
20338	Northwestern Pacific Indemnity Company	0	0	0	8	171	0	15,234
34630	Oak River Insurance Company	0	0	0	0	0	0	2,394
23248	Occidental Fire & Casualty Co of North Carolina	0	0	0	0	0	0	0
12360	Ocean Harbor Casualty Insurance Company	0	0	0	0	0	0	0
23680	Odyssey America Reinsurance Corporation	0	0	0	0	0	0	0
25070	Odyssey Reinsurance Corporation	0	0	0	0	0	0	0
26565	Ohio Indemnity Company	0	0	0	0	0	2,820	2,820
24147	Old Republic Insurance Company	13	0	6,184	1	0	0	57,955
35424	Old Republic Minnehoma Insurance Company	0	0	0	0	0	353	357
40444	Old Republic Surety Company	0	0	0	0	0	0	1,122
37060	Old United Casualty Company	4,956	0	0	0	0	3,803	8,760
12254	Omaha Indemnity Company (The)	0	0	0	0	0	0	0
37540	Omaha Property and Casualty Insurance Company	0	0	0	0	0	0	4,446
39098	Omni Insurance Company	0	0	0	0	0	0	23,432
20621	OneBeacon America Insurance Company	5,652	1,675	0	0	1	0	85,086
21970	OneBeacon Insurance Company	2,448	12	0	-21	78	0	52,922
14907	Oregon Mutual Insurance Company	434	1,454	0	4	60	0	26,446
37818	Orion Insurance Company	0	0	0	0	0	0	0
33030	Ormond Reinsurance Company	0	0	0	0	0	0	0
10019	Overseas Partners US Reinsurance Company	0	0	0	0	0	0	0
41408	Pacific Automobile Insurance Company	4	1	0	0	0	0	9,425
40380	Pacific Eagle Insurance Company	0	0	0	0	0	0	9,903

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
22748	Pacific Employers Insurance Company	0	0	0	0	0	0	79,022
18872	Pacific Health Providers Insurance Company	0	0	0	0	0	0	0
20346	Pacific Indemnity Company	1,973	347	0	0	5,763	0	33,775
37338	Pacific Insurance Company	0	0	0	0	0	0	51
23930	Pacific National Insurance Company	87	0	0	0	0	0	27,283
40550	Pacific Pioneer Insurance Company	0	0	0	0	-5	0	10,018
11048	Pacific Property and Casualty Company	68	0	0	0	0	0	11,980
10887	Pacific Select Property Insurance Co	0	28,814	0	0	0	0	28,814
37850	Pacific Specialty Insurance Company	4,168	3,511	0	0	0	0	66,730
38636	Partner Reinsurance Company of the U.S.	0	0	0	0	0	0	0
10006	PartnerRe Insurance Company of New York	0	0	0	0	0	0	0
32115	PAULA Insurance Company	0	0	0	0	0	0	46,422
24198	Peerless Insurance Company	1,535	337	0	5	75	0	98,382
32859	Penn-America Insurance Company	300	0	0	0	0	0	13,824
10673	Penn-Star Insurance Company	0	0	0	0	0	0	366
21962	Pennsylvania General Insurance Company	321	108	0	0	0	0	68,650
14974	Pennsylvania Lumbermens Mutual Insurance Company	0	0	0	0	0	0	0
41424	Pennsylvania Manufacturers Indemnity Company	0	0	0	0	0	0	0
12262	Pennsylvania Manufacturers' Association Ins Co	0	0	0	0	0	0	5,890
37648	Permanent General Assurance Corporation	0	0	0	0	0	0	56,709
12297	Petroleum Casualty Company	0	0	0	0	0	0	434
18058	Philadelphia Indemnity Insurance Company	96	0	0	0	0	0	51,850
12319	Philadelphia Reinsurance Corporation	0	0	0	0	0	0	0
35262	Phoenix Assurance Company of New York	-140	0	0	0	0	0	-306
28860	Planet Indemnity Company	0	0	0	0	0	0	0
39675	PMA Reinsurance Corporation	0	0	0	0	0	0	0
27251	PMI Mortgage Insurance Co.	0	0	0	0	0	0	84,714
40134	Potomac Insurance Company of Illinois	0	0	0	0	0	0	130
10900	Preferred Employers Insurance Company	0	0	0	0	0	0	35,986
36234	Preferred Professional Insurance Company	0	0	0	0	0	0	-8
12513	Professional Liability Ins Co of America	0	0	0	0	0	0	0
33359	Professional Liability Insurance Company	0	0	0	0	0	0	0
34487	Professional Underwriters Liability Ins Co	0	0	0	0	0	0	6,064
29017	Professionals Advocate Insurance Company	0	0	0	0	0	0	0
24260	Progressive Casualty Insurance Company	3,652	0	0	0	0	0	108,887
16322	Progressive Halcyon Insurance Company	0	0	0	0	0	0	0
11851	Progressive Home Insurance Company	0	0	0	0	0	0	411
37605	Progressive Marathon Insurance Company	0	0	0	0	0	0	99,395
42919	Progressive Northwestern Insurance Company	0	0	0	0	0	0	-5
32786	Progressive Specialty Insurance Company	0	0	0	0	0	0	0
27804	Progressive West Insurance Company	0	0	0	0	0	0	147,525
34690	Property and Casualty Insurance Co of Hartford	0	0	0	0	0	0	46
12416	Protective Insurance Company	125	0	0	0	0	0	1,171
20265	Protective National Ins Co of Omaha (The)	0	0	0	0	0	0	0
24295	Providence Washington Insurance Company	0	0	0	0	0	0	12
36439	Prudential Commercial Insurance Company	0	0	0	0	0	0	0
36447	Prudential General Insurance Company	0	0	0	0	0	0	3
32352	Prudential Property and Casualty Insurance Company	425	0	0	0	0	0	71,007
15059	Public Service Mutual Insurance Company	0	0	0	0	0	0	9,550
29807	PXRE Reinsurance Company	0	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary	Boiler	Other	State
		Marine	Earthquake	Aircraft	and Theft	and Machinery	Write-in	Total
39217	QBE Insurance Corporation	0	0	0	0	0	0	17,332
10219	QBE Reinsurance Corporation	0	0	0	0	0	0	5,916
10829	Quadrant Indemnity Company	0	0	0	0	0	0	1,339
33790	Radian Guaranty Inc.	0	0	0	0	0	0	88,066
38512	Rampart Insurance Company	0	0	0	0	0	0	31
24384	Ranger Insurance Company	2	0	13	0	0	0	27,132
41580	Red Shield Insurance Company	0	0	0	0	0	0	375
37303	Redland Insurance Company	3,043	0	0	0	0	0	40,362
11673	Redwood Fire and Casualty Insurance Company	0	0	0	0	0	0	11
24449	Regent Insurance Company	32	0	0	0	0	0	2,675
22179	Republic Indemnity Company of America	0	0	0	0	0	0	64,657
43753	Republic Indemnity Company of California	0	0	0	0	0	0	158,365
38318	Republic Insurance Company	0	-34	0	0	0	0	-160
28452	Republic Mortgage Insurance Company	0	0	0	0	0	0	29,688
31089	Republic Western Insurance Company	1,545	0	0	0	0	184	59,634
15776	Residence Mutual Insurance Company	0	1,777	0	0	0	0	23,195
10287	Residential Guaranty Co.	0	0	0	0	0	0	0
10970	Response Indemnity Company of California	0	0	0	0	0	0	1,219
43044	Response Insurance Company	0	0	0	0	0	0	36
11001	Riverport Insurance Co of California	230	0	0	114	0	0	12,467
13056	RLI Insurance Company	71,808	0	0	3	0	0	106,543
12491	Rochdale Insurance Company	0	0	0	0	0	0	0
22128	Rocky Mountain Fire & Casualty Company	18	2	0	0	0	0	4,426
20370	Royal & SunAlliance Personal Insurance Company	0	0	0	0	0	0	0
24678	Royal Indemnity Company	26,054	13,628	1,424	0	0	0	144,055
26980	Royal Insurance Company of America	11,576	575	0	405	115	0	130,051
39039	Rural Community Insurance Company	0	0	0	0	0	0	30,768
11215	Safeco Insurance Co of Pennsylvania	0	0	0	0	0	0	0
24740	SAFECO Insurance Company of America	6,681	1,244	0	19	25	0	408,677
39012	SAFECO Insurance Company of Illinois	2,702	23,418	0	0	0	0	105,752
24694	Safeguard Insurance Company	5	2	0	0	0	0	9,128
15105	Safety National Casualty Corporation	0	0	0	0	0	726	27,076
10939	Safeway Direct Insurance Company	0	0	0	0	0	0	4,704
12521	Safeway Insurance Company	0	0	0	0	0	0	29,206
25640	Safeway Insurance Company of Georgia	0	0	0	0	0	0	0
40460	Sagamore Insurance Company	94	0	0	0	0	0	1,174
38300	Samsung Fire & Marine Ins Co., Ltd. (U.S. Branch)	0	0	0	0	0	0	0
21911	San Francisco Reinsurance Company	0	0	0	0	0	0	0
30058	SCOR Reinsurance Company	0	0	0	0	0	0	0
15580	Scottsdale Indemnity Company	614	0	0	0	0	0	41,232
10352	SCPIE Indemnity Company	0	0	0	0	0	0	101,277
20354	Sea Insurance Company of America (The)	0	0	0	0	0	0	0
22535	Seaboard Surety Company	0	0	0	0	0	0	4,230
25763	Seaton Insurance Company	0	0	0	0	0	0	0
24902	Security Insurance Company of Hartford	87	0	0	0	0	0	49,238
19879	Security National Insurance Company	0	0	0	0	0	0	0
22233	Select Insurance Company	43	0	0	1	0	0	7,219
10936	Seneca Insurance Company, Inc.	0	0	0	0	0	0	16,707
24988	Sentry Insurance, A Mutual Company	645	5	0	14	5	0	51,411
21180	Sentry Select Insurance Company	2,712	485	-60	131	263	0	32,251

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
22985	Sequoia Insurance Company	0	624	0	0	0	0	53,478
24899	Seven Hills Insurance Company	0	0	0	0	0	0	44
35408	Sirius America Insurance Company	2	0	0	0	0	0	13,058
39322	Sorema North America Reinsurance Company	24	0	0	0	0	0	886
24953	South Carolina Insurance Company	0	0	0	0	0	0	4,800
19216	Southern Insurance Company	0	0	0	0	0	0	8,959
20524	Specialty National Insurance Co	634	23	0	1	160	0	39,330
44288	Specialty Risk Insurance Company	0	0	0	0	0	0	6
36790	Springfield Insurance Company	0	0	0	0	0	0	25,490
24767	St. Paul Fire and Marine Insurance Company	14,298	1,023	6,239	449	1,239	0	312,603
24775	St. Paul Guardian Insurance Company	166	87	0	15	54	0	12,921
41750	St. Paul Medical Liability Insurance Company	0	0	0	0	0	0	275
24791	St. Paul Mercury Insurance Company	1,669	187	0	105	206	0	46,474
19070	Standard Fire Insurance Company (The)	1,242	3,146	0	0	0	0	31,918
42986	Standard Guaranty Insurance Company	0	0	0	0	0	216	656
18023	Star Insurance Company	292	0	0	0	0	0	28,177
40045	Starnet Insurance Company	0	0	0	0	0	0	16,092
35076	State Compensation Insurance Fund	0	0	0	0	0	0	3,638,077
25143	State Farm Fire and Casualty Company	-60	-4	0	0	0	0	60,592
25151	State Farm General Insurance Company	44,789	50,504	0	0	0	0	1,294,631
25178	State Farm Mutual Automobile Insurance Company	0	0	0	0	0	0	2,071,529
12831	State National Insurance Company, Inc.	0	0	0	0	0	0	36,571
22608	State National Specialty Insurance Company	0	0	0	0	0	0	0
42277	Sterling Casualty Insurance Company	0	0	0	0	0	0	30,004
22276	Stonewall Insurance Company	0	0	0	0	0	0	0
10340	Stonington Insurance Co	0	0	79	0	0	0	80
40436	Stratford Insurance Company	0	0	0	0	0	0	41
39187	Suecia Insurance Company	0	0	0	0	0	0	0
20362	Sumitomo Marine & Fire Insurance Company Of America	77	0	0	0	0	0	26,092
12220	Superior Insurance Company	0	0	0	0	0	0	34,096
24047	Surety Bonding Company of America	0	0	0	0	0	0	3,040
12793	Surety Company of the Pacific	0	0	0	0	0	0	9,323
32107	Sutter Insurance Company	249	7	0	0	0	3,485	19,694
25364	Swiss Reinsurance America Corporation	0	0	0	0	0	0	0
19526	Texas General Indemnity Company	0	0	0	0	0	0	0
25496	TIG Indemnity Company	7	1	0	0	40	0	11,392
25534	TIG Insurance Company	4,379	1,197	0	0	270	0	144,036
25461	TIG Insurance Company of Texas	0	0	0	0	0	0	2,992
25518	TIG Premier Insurance Company	0	0	0	0	12	0	30,348
25445	TIG Specialty Insurance Company	0	0	0	0	0	0	17,359
13242	Titan Indemnity Company	0	0	0	0	0	0	0
42439	Toa-Re Insurance Company of America (The)	0	0	0	0	0	0	0
12904	Tokio Marine and Fire Ins Co, Limited (The)	3,190	0	0	21	803	0	118,712
18031	TOPA Insurance Company	0	1	0	0	0	0	73,004
37621	Toyota Motor Insurance Company	0	0	0	0	0	0	12,989
41238	Trans Pacific Insurance Company	0	0	0	0	0	0	2,012
20486	Transcontinental Insurance Company	431	0	0	5	173	0	62,693
28886	TransGuard Insurance Company of America, Inc	188	0	0	0	0	0	962
33014	Transport Insurance Company	0	0	0	0	0	0	2,805
20494	Transportation Insurance Company	348	0	0	37	221	0	67,901

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary	Boiler	Other	State
		Marine	Earthquake	Aircraft	and Theft	and Machinery		
10826	TravCal Indemnity Company	0	0	0	0	0	0	28,830
10827	TravCal Secure Insurance Company	0	0	0	0	0	0	5,312
19038	Travelers Casualty and Surety Company	0	0	0	2	0	0	8,953
31194	Travelers Casualty and Surety Company of America	0	0	0	1,881	0	0	80,112
19046	Travelers Casualty and Surety Company of Illinois	0	0	0	0	0	0	1
36170	Travelers Casualty Company of Connecticut	0	0	0	0	0	0	0
36137	Travelers Commercial Insurance Company	0	0	0	0	0	0	0
25682	Travelers Indemnity Company of Connecticut (The)	2,028	4	0	3	257	0	102,089
25674	Travelers Indemnity Company of Illinois (The)	12,550	3,593	0	12	10,090	0	336,799
40282	Travelers Indemnity Company of Missouri (The)	0	0	0	0	0	0	0
39357	Travelers Insurance Company (Accident Dept)	0	0	0	0	0	0	17,832
36161	Travelers Property Casualty Insurance Company	447	4,529	0	0	0	0	38,878
34894	Trenwick America Reinsurance Corporation	0	0	0	0	0	0	0
24350	Triad Guaranty Insurance Corporation	0	0	0	0	0	0	19,380
19887	Trinity Universal Insurance Company	0	0	0	0	0	0	14,806
41211	Triton Insurance Company	549	0	0	0	0	5,778	6,327
21709	Truck Insurance Exchange	481	3,384	0	7	16	0	294,262
27120	Trumbull Insurance Company	0	0	0	0	0	0	0
29459	Twin City Fire Insurance Company	2,800	0	0	0	7	0	106,366
29599	U.S. Specialty Insurance Company	0	0	11,570	0	0	0	11,894
37893	ULICO Casualty Company	15	0	0	0	0	0	14,584
41050	Underwriter for the Professions Insurance Company	0	0	0	0	0	0	1,985
18619	Underwriters Insurance Company	0	0	382	0	0	0	1,156
22314	Underwriters Reinsurance Company	0	0	0	0	0	0	0
25798	Unigard Indemnity Company	522	0	0	0	0	0	30,486
25747	Unigard Insurance Company	1,482	724	0	15	0	0	69,968
11142	United Casualty Insurance Company of America	0	192	0	465	0	0	2,047
11770	United Financial Casualty Company	0	0	0	0	0	89	50,414
13021	United Fire & Casualty Company	7,393	0	0	0	0	0	7,404
16659	United Guaranty Commercial Ins Co of North Carolina	0	0	0	0	0	0	0
40525	United Guaranty Credit Insurance Company	0	0	0	0	0	0	443
15873	United Guaranty Residential Insurance Company	0	0	0	0	0	0	66,253
41335	United National Specialty Insurance Company	0	0	0	0	0	0	0
25941	United Services Automobile Association	5,381	94	0	0	0	0	390,101
25887	United States Fidelity and Guaranty Company	5,132	36	-1	247	425	0	83,903
21113	United States Fire Insurance Company	1,424	6,651	0	0	0	0	90,743
25895	United States Liability Insurance Company	0	0	0	0	0	0	8,332
10226	Unitrin Direct Insurance Company	0	0	0	0	0	0	153
13200	Universal Surety of America	0	0	0	0	0	0	36
41181	Universal Underwriters Insurance Company	559	1,830	0	1,319	3,576	0	101,897
38032	US International Reinsurance Company	0	0	0	0	0	0	0
25968	USAA Casualty Insurance Company	3,765	27	0	0	0	0	298,616
18600	USAA General Indemnity Company	0	0	0	0	0	0	12,795
28497	USPlate Glass Insurance Company	0	0	0	0	0	0	655
13099	Utah Home Fire Insurance Company	0	0	0	0	0	0	0
25976	Utica Mutual Insurance Company	1	0	0	0	0	0	2,163
26611	Valiant Insurance Company	115	71	0	1	45	0	7,734
20508	Valley Forge Insurance Company	897	12	0	1	94	0	43,454
14133	Valley Insurance Company	754	85	0	5	123	0	24,225
19607	Vanguard Underwriters Insurance Company	0	0	0	0	0	0	0

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland		Aircraft	Burglary	Boiler	Other	State
		Marine	Earthquake		and Theft	and Machinery		
21172	Vanliner Insurance Company	283	0	0	0	0	0	9,358
18759	Verex Assurance, Inc.	0	0	0	0	0	0	73
10815	Verlan Fire Insurance Company	5	0	0	0	36	0	545
11762	Vesta Fire Insurance Corporation	-36	0	0	0	0	0	81,210
42285	Veterinary Pet Insurance Company	0	0	0	0	0	12,682	12,682
20397	Vigilant Insurance Company	1,030	981	0	2	693	0	35,655
13137	Viking Insurance Company of Wisconsin	0	0	0	0	0	0	126,474
19577	Villanova Insurance Company	1,282	0	0	0	0	0	96,492
10079	Vintage Insurance Company	0	0	0	0	0	0	621
40827	Virginia Surety Company, Inc.	140	0	0	0	0	9,685	50,567
35971	Voyager Property and Casualty Insurance Company	6,502	0	0	0	0	1,322	7,824
32778	Washington International Insurance Company	0	0	0	0	0	0	5,117
26069	Wausau Business Insurance Company	0	30	0	0	0	0	7,395
26042	Wausau Underwriters Insurance Company	11	14	0	0	0	0	16,795
10683	Wawanesa General Insurance Company	22	516	0	0	0	0	81,592
31526	Wawanesa Mutual Insurance Company (The)	28	446	0	0	0	0	63,238
25011	Wesco Insurance Company	3,758	0	0	0	0	0	10,158
21121	Westchester Fire Insurance Company	7,496	39,643	3,247	0	0	5,589	97,404
25771	Western Continental Insurance Company	0	0	0	0	0	0	0
30830	Western Diversified Casualty Insurance Company	0	0	0	0	0	0	298
27502	Western General Insurance Company	0	0	0	0	0	0	52,321
29947	Western Growers Insurance Company	0	0	0	0	0	0	4,118
26395	Western Home Insurance Company	16	0	0	0	0	0	4,636
13625	Western Mutual Insurance Company	0	530	0	0	0	0	8,371
24465	Western National Assurance Company	0	0	0	0	0	0	0
10997	Western Select Insurance Company	0	0	0	0	0	0	12,594
34282	Western Specialty Insurance Company	0	0	0	0	0	4	485
13188	Western Surety Company	0	0	0	0	0	0	7,418
10935	Western Underwriters Insurance Company	0	0	0	0	0	0	0
37770	Western United Insurance Company	0	0	0	0	0	0	50,819
24120	Westfield National Insurance Company	0	0	0	0	0	0	0
34207	Westport Insurance Corporation	15,497	4,641	0	0	2,012	0	82,654
24635	Westward Insurance Company	0	0	0	0	0	31	279
25780	Williamsburg National Insurance Company	713	0	0	0	0	0	7,097
13234	Wilshire Insurance Company	1,593	0	0	0	0	0	21,278
12599	Windsor Insurance Company	0	0	0	0	0	0	1,147
24554	Winterthur International America Insurance Company	877	95	0	0	0	0	25,235
18740	Wisconsin Mortgage Assurance Corporation	0	0	0	0	0	0	98
13250	Workmen's Auto Insurance Company	0	0	0	0	0	0	59,843
26050	Worldwide Insurance Company	0	0	0	0	0	0	2,293
40193	XI Insurance Company of New York, Inc.	0	0	0	0	0	0	0
20583	XL Reinsurance America Inc.	0	0	0	0	0	0	0
37885	XI Specialty Insurance Company	48	0	15,692	0	0	0	87,797
11126	Yasuda Fire & Marine Ins Co of America (The)	3,063	202	0	0	85	0	32,044
24325	York Insurance Company	0	0	0	0	0	0	0
26220	Yosemite Insurance Company	0	0	0	0	0	2,755	4,856
22730	ZC Insurance Company	3,224	0	0	0	0	0	43,139
13269	Zenith Insurance Company	0	0	0	0	0	0	209,998
30120	ZNAT Insurance Company	0	0	0	0	0	0	4,915
16535	Zurich American Insurance Co	18,219	3,988	6,680	19	2,369	0	309,104

Fair Plan Report - 2001 Direct Written Less Dividends to Policyholders- *continued*

Figures taken from Insurers 2001 Annual Statement—California State Page

NAIC No.	COMPANY NAME	Inland			Burglary and Theft	Boiler and Machinery	Other Write-in	State Total
		Marine	Earthquake	Aircraft				
27855	Zurich American Insurance Company of Illinois	0	0	0	0	0	0	3,062
39136	Zurich Reinsurance (North America), Inc.	0	0	0	0	0	0	0
Each Line of Business Total:		1,159,395	513,387	139,593	14,931	83,506	261,600	42,326,872

Total Property & Casualty Companies: 802

Real Estate Title Insurers Assets and Liabilities as of December 31, 2001

Underwriting & Investment Result for 2001 (000's omitted)

NAIC No.	COMPANY NAME	Total Assets	Total Liabilities	Total Capital and/or Surplus	Net Underwriting Gain or Loss	Net Investment Gain or Loss	Net Changes in Surplus	California Direct Premium Earned	California Direct Losses Incurred
California Insurers:									
5002	Commerce Title Insurance Company	9,971	4,093	5,878	173	305	633	23,736	1,624
5084	Diversified Title Insurance Company	8,404	5,056	3,348	1,145	27	846	20,120	370
5158	Fidelity National Title Insurance Company	263,550	199,077	64,473	17,745	7,407	-5,491	322,106	9,614
5081	First American Title Insurance Company	1,126,393	592,175	534,218	7,207	125,915	127,441	522,347	12,422
5082	Land Title Insurance Company	1,602	108	1,494	-13	88	42	818	0
5013	North American Title Insurance Company	24,593	15,707	8,887	2,244	884	1,992	46,337	1,049
5085	Security Union Title Insurance Company	104,391	44,180	60,211	659	10,423	5,131	2,055	1,095
5006	Ticor Title Insurance Company	218,787	140,096	78,690	17,047	9,567	-4,035	5,064	1,044
5004	United Title Insurance Company	12,619	5,588	7,031	994	575	766	39,834	1,536
5005	Westcor Land Title Insurance Company	9,970	4,693	5,278	237	281	17	26,074	261
Total California Insurers: 10									
Totals		1,780,281	1,010,772	769,509	47,439	155,472	127,341	1,008,491	29,015

Foreign Insurers:

5002	Ace Capital Title Reinsurance Company	-----	-----	-----	-----	-----	-----	-----	-----
5153	American Pioneer Title Insurance Company	57,814	39,244	18,570	8,093	2,076	-1,776	1,894	0
5022	Chicago Title Insurance Company	823,577	596,701	226,876	86,063	69,012	61,570	337,525	23,382
5008	Commonwealth Land Title Insurance Company	526,504	384,694	141,810	12,319	26,222	46,648	130,409	4,222
5107	Fidelity National Title Insurance Company Of New York	215,193	168,954	46,238	2,918	-2,762	-5,020	2	-24
5002	Lawyers Title Insurance Corporation	523,122	293,992	229,129	23,694	23,688	34,724	60,169	4,468
5102	National Title Insurance Of New York, Inc.	7,999	4,296	3,702	424	415	507	1,233	-64
5052	Old Republic National Title Insurance Company	328,795	236,220	92,575	2,784	16,143	8,235	130,538	2,189
5012	Stewart Title Guaranty Company	512,444	269,364	243,079	2,789	15,264	47,978	160,704	3,695
5142	Stewart Title Insurance Company	34,947	20,255	14,693	-1,741	1,983	419	0	37
5001	Transnation Title Insurance Company	147,260	67,045	80,216	16,296	6,695	16,510	15,035	991
5162	United General Title Insurance Company	35,917	19,543	16,374	-721	1,192	532	61,197	1,064
Total Foreign Insurers: 11									
Totals		3,213,570	2,100,308	1,113,263	152,918	159,929	210,327	898,707	39,959

Total CA and Foreign Insurers: 22

Grand Totals		4,993,851	3,111,080	1,882,771	200,357	315,401	337,669	1,907,198	68,975
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