

# QUARTERLY STATEMENT

## AS OF JUNE 30, 2009

OF THE CONDITION AND AFFAIRS OF THE

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

NAIC Group Code **3548** **3548** NAIC Company Code **31194** Employer's ID Number **06-0907370**  
(Current Period) (Prior Period)

Organized under the Laws of Connecticut, State of Domicile or Port of Entry Connecticut,  
Country of Domicile US

INCORPORATED/ORGANIZED, JULY 18, 1974 COMMENCED BUSINESS, JULY 24, 1974

Statutory Home Office: **One Tower Square, Hartford, CT 06183**  
Main Administrative Office: **One Tower Square, Hartford, CT 06183 (860) 277-0111**  
Mail Address: **One Tower Square, Hartford, CT 06183-6014**  
Primary Location of Books and Records: **One Tower Square, Hartford, CT 06183 (860) 277-0111**  
Internet Website Address: **www.travelers.com**  
Statutory Statement Contact: **Michael J. Doody (860) 277-3966**  
**Annual.Statement.Contact@travelers.com (860) 277-7002**  
(E-Mail Address) (Fax Number)

### OFFICERS

Name	Title	Name	Title
1. BRIAN WILLIAM MacLEAN.....	Chairman of the Board, President & Chief Executive Officer	SAMUEL GERSTEN LISS.....	Executive Vice President, Strategic Development
2. JAY STEVEN BENET.....	Vice Chairman & Chief Financial Officer	# MARIA OLIVO.....	Executive Vice President & Treasurer
3. CHARLES JOSEPH CLARKE.....	Vice Chairman	DOREEN SPADORCIA.....	Executive Vice President, Claim
4. WILLIAM HERBERT HEYMAN.....	Vice Chairman & Chief Investment Officer	KENNETH FRANKLIN SPENCE, III.....	Executive Vice President & General Counsel
5. ALAN DAVID SCHNITZER.....	Vice Chairman & Chief Legal Officer	# GREGORY CHESHIRE TOCZYDLOWSKI *.....	Executive Vice President, Personal Insurance
6. JOHN JOSEPH ALBANO.....	Executive Vice President, Business Insurance	DOUGLAS KEITH BELL.....	Senior Vice President, Accounting Standards
7. ANDY FRANCIS BESSETTE.....	Executive Vice President & Chief Administrative Officer	# DOUGLAS KENNETH RUSSELL.....	Senior Vice President & Corporate Controller
8. WILLIAM ALLEN BLOOM.....	Executive Vice President, Insurance Operations & Information Technology & Chief Information Officer	# SCOTT WILLIAM RYNDA.....	Senior Vice President, Corporate Tax
9. JOHN PATRICK CLIFFORD, JR.....	Executive Vice President, Human Resources	WENDY CONSTANCE SKJERVEN.....	Associate Group General Counsel, Corporate & Corporate Secretary
10. WILLIAM PATRICK HANNON.....	Executive Vice President, Enterprise Risk Management & Business Conduct Officer	SMITESH DAVÉ.....	Vice President & Chief Corporate Actuary

### DIRECTORS

JAY STEVEN BENET  
WILLIAM HERBERT HEYMAN  
BRIAN WILLIAM MacLEAN  
DOREEN SPADORCIA  
# GREGORY CHESHIRE TOCZYDLOWSKI \*

\* Effective July 16, 2009

STATE OF CONNECTICUT }  
COUNTY OF HARTFORD } SS:

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

*Brian W MacLean*

*Wendy C. Skjerven*

*Douglas K. Russell*

Brian W. MacLean

Wendy C. Skjerven

Douglas K. Russell

President

Secretary

Controller

Subscribed and sworn to before me this

30th day of July, 2009

*Sandra M. Bachman* Notary Public  
My Commission Expires September 30, 2012



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

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	3,838,588,867	0	3,838,588,867	3,597,123,297
2. Stocks:				
2.1 Preferred stocks.....	0	0	0	7,586,626
2.2 Common stocks.....	0	0	0	0
3. Mortgage loans on real estate:				
3.1 First liens.....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Cash (\$....(16,934,574)), cash equivalents (\$.....0) and short-term investments (\$....36,684,425).....	19,749,851	0	19,749,851	156,938,032
6. Contract loans (including \$.....0 premium notes).....	0	0	0	0
7. Other invested assets.....	0	0	0	0
8. Receivables for securities.....	0	0	0	0
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	3,858,338,718	0	3,858,338,718	3,761,647,955
11. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
12. Investment income due and accrued.....	50,757,309	0	50,757,309	48,761,057
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	239,563,843	9,852,094	229,711,748	197,049,089
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$....42,860,618 earned but unbilled premiums).....	134,814,907	7,106,313	127,708,595	106,546,672
13.3 Accrued retrospective premiums.....	0	0	0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	10,581,886	0	10,581,886	12,426,353
14.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
14.3 Other amounts receivable under reinsurance contracts.....	0	0	0	0
15. Amounts receivable relating to uninsured plans.....	0	0	0	0
16.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0	0
16.2 Net deferred tax asset.....	93,505,289	57,410,133	36,095,156	28,487,173
17. Guaranty funds receivable or on deposit.....	267,809	0	267,809	373,513
18. Electronic data processing equipment and software.....	0	0	0	0
19. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
21. Receivables from parent, subsidiaries and affiliates.....	65,835,988	0	65,835,988	82,144,566
22. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
23. Aggregate write-ins for other than invested assets.....	44,121,529	30,531	44,090,998	3,163,962
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	4,497,787,279	74,399,071	4,423,388,207	4,240,600,340
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
26. Total (Lines 24 and 25).....	4,497,787,279	74,399,071	4,423,388,207	4,240,600,340

## DETAILS OF WRITE-INS

0901.....	0	0	0	0
0902.....	0	0	0	0
0903.....	0	0	0	0
0998. Summary of remaining write-ins for Line 9 from overflow page.....	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	0	0	0
2301. Reinsurance receivable/payable intercompany.....	37,915,239	0	37,915,239	0
2302. Suspense, undistributed payments.....	3,790,451	0	3,790,451	1,352,004
2303. Assumed reinsurance receivable and payable.....	926,169	0	926,169	926,169
2398. Summary of remaining write-ins for Line 23 from overflow page.....	1,489,670	30,531	1,459,139	885,789
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	44,121,529	30,531	44,090,998	3,163,962

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$....139,979,986).....	883,842,408	829,833,968
2. Reinsurance payable on paid losses and loss adjustment expenses.....	34,667	10,206
3. Loss adjustment expenses.....	330,734,820	277,210,510
4. Commissions payable, contingent commissions and other similar charges.....	43,763,761	52,169,266
5. Other expenses (excluding taxes, licenses and fees).....	19,491,312	29,258,241
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	47,472,663	43,255,699
7.1 Current federal and foreign income taxes (including \$....132,794 on realized capital gains (losses)).....	12,495,990	101,851,372
7.2 Net deferred tax liability.....	0	0
8. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....144,081,457 and including warranty reserves of \$.....0).....	789,614,348	846,899,104
10. Advance premium.....	170,673	140,144
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	9,842,962	9,618,230
12. Ceded reinsurance premiums payable (net of ceding commissions).....	(14,848,662)	(45,467,530)
13. Funds held by company under reinsurance treaties.....	99,763,979	105,982,816
14. Amounts withheld or retained by company for account of others.....	23,140,418	31,563,655
15. Remittances and items not allocated.....	42,226,326	57,499,918
16. Provision for reinsurance.....	5,452,296	5,452,296
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	0	0
18. Drafts outstanding.....	0	0
19. Payable to parent, subsidiaries and affiliates.....	0	0
20. Payable for securities.....	8,211,188	5,173,450
21. Liability for amounts held under uninsured plans.....	0	0
22. Capital notes \$.....0 and interest thereon \$.....0.....	0	0
23. Aggregate write-ins for liabilities.....	8,540,355	16,440,791
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	2,309,949,503	2,366,892,137
25. Protected cell liabilities.....	0	0
26. Total liabilities (Lines 24 and 25).....	2,309,949,503	2,366,892,137
27. Aggregate write-ins for special surplus funds.....	44,485,000	39,700,000
28. Common capital stock.....	6,480,000	6,480,000
29. Preferred capital stock.....	0	0
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....	0	0
32. Gross paid in and contributed surplus.....	441,549,287	441,549,287
33. Unassigned funds (surplus).....	1,620,924,418	1,385,978,916
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0).....	0	0
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0).....	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34).....	2,113,438,705	1,873,708,203
36. Totals.....	4,423,388,207	4,240,600,340

### DETAILS OF WRITE-INS

2301. Retroactive reinsurance reserve assumed.....	6,652,324	11,097,864
2302. Escheat liability.....	1,862,599	2,187,551
2303. Federal excise tax-reinsurance contracts.....	25,432	22,878
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	3,132,498
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	8,540,355	16,440,791
2701. Special surplus from retroactive reinsurance.....	44,485,000	39,700,000
2702. ....	0	0
2703. ....	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	44,485,000	39,700,000
3001. ....	0	0
3002. ....	0	0
3003. ....	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct..... (written \$.....706,343,271).....	671,329,013	673,378,575	1,368,749,745
1.2 Assumed..... (written \$.....31,419,366).....	42,416,989	41,892,187	84,526,013
1.3 Ceded..... (written \$.....163,551,163).....	82,249,769	68,516,620	130,848,225
1.4 Net..... (written \$.....574,211,474).....	631,496,232	646,754,142	1,322,427,533
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....154,751,309):			
2.1 Direct.....	110,745,211	104,584,885	160,672,937
2.2 Assumed.....	9,059,785	(13,183,446)	(22,831,394)
2.3 Ceded.....	9,519,564	(51,252,661)	52,291,898
2.4 Net.....	110,285,432	142,654,099	85,549,645
3. Loss adjustment expenses incurred.....	69,426,172	72,968,868	164,950,006
4. Other underwriting expenses incurred.....	238,848,186	249,666,473	493,990,650
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	418,559,790	465,289,441	744,490,301
7. Net income of protected cells.....	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	212,936,442	181,464,702	577,937,232
<b>INVESTMENT INCOME</b>			
9. Net investment income earned.....	87,572,331	79,873,027	165,798,056
10. Net realized capital gains (losses) less capital gains tax of \$.....(374,654).....	(13,306,476)	(2,250,250)	(10,285,518)
11. Net investment gain (loss) (Lines 9 + 10).....	74,265,854	77,622,777	155,512,538
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....349,781 amount charged off \$.....762,377).....	(412,596)	117,885	29,604
13. Finance and service charges not included in premiums.....	41,812	28,145	61,234
14. Aggregate write-ins for miscellaneous income.....	15,024,667	18,612,533	33,842,538
15. Total other income (Lines 12 through 14).....	14,653,883	18,758,563	33,933,377
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	301,856,180	277,846,041	767,383,147
17. Dividends to policyholders.....	3,925,687	4,095,198	8,748,501
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	297,930,493	273,750,843	758,634,646
19. Federal and foreign income taxes incurred.....	90,524,419	84,510,285	239,004,229
20. Net income (Line 18 minus Line 19) (to Line 22).....	207,406,074	189,240,558	519,630,417
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year.....	1,873,708,203	1,290,646,286	1,290,646,286
22. Net income (from Line 20).....	207,406,074	189,240,558	519,630,417
23. Net transfers (to) from Protected Cell accounts.....	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....7,513,340.....	13,953,344	(157,078)	(17,100,528)
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
26. Change in net deferred income tax.....	797,810	(1,160,193)	(682,831)
27. Change in nonadmitted assets.....	17,573,273	9,280,884	199,134
28. Change in provision for reinsurance.....	0	0	29,367
29. Change in surplus notes.....	0	0	0
30. Surplus (contributed to) withdrawn from protected cells.....	0	0	0
31. Cumulative effect of changes in accounting principles.....	0	0	0
32. Capital changes:			
32.1 Paid in.....	0	480,000	480,000
32.2 Transferred from surplus (Stock Dividend).....	0	0	0
32.3 Transferred to surplus.....	0	0	0
33. Surplus adjustments:			
33.1 Paid in.....	0	130,506,358	130,506,358
33.2 Transferred to capital (Stock Dividend).....	0	0	0
33.3 Transferred from capital.....	0	0	0
34. Net remittances from or (to) Home Office.....	0	0	0
35. Dividends to stockholders.....	0	0	(50,000,000)
36. Change in treasury stock.....	0	0	0
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	239,730,502	328,190,529	583,061,917
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	2,113,438,705	1,618,836,815	1,873,708,203
<b>DETAILS OF WRITE-INS</b>			
0501. ....	0	0	0
0502. ....	0	0	0
0503. ....	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Profit and loss, miscellaneous.....	10,239,682	9,018,097	17,988,116
1402. Retroactive reinsurance gain/loss.....	4,785,000	10,000,000	16,700,000
1403. Fines and penalties of regulatory authorities.....	(16)	(405,564)	(845,578)
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	15,024,667	18,612,533	33,842,538
3701. ....	0	0	0
3702. ....	0	0	0
3703. ....	0	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>		
1. Premiums collected net of reinsurance.....	554,141,774	1,253,625,024
2. Net investment income.....	90,269,775	176,150,411
3. Miscellaneous income.....	14,653,883	33,933,377
4. Total (Lines 1 through 3).....	659,065,432	1,463,708,812
5. Benefit and loss related payments.....	54,408,064	177,265,602
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	268,578,980	499,540,601
8. Dividends paid to policyholders.....	3,700,955	7,885,676
9. Federal and foreign income taxes paid (recovered) net of \$.....(801,640) tax on capital gains (losses).....	179,505,147	164,049,346
10. Total (Lines 5 through 9).....	506,193,145	848,741,225
11. Net cash from operations (Line 4 minus Line 10).....	152,872,287	614,967,587
<b>CASH FROM INVESTMENTS</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	89,817,971	317,346,223
12.2 Stocks.....	14,043,536	0
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	52
12.7 Miscellaneous proceeds.....	3,037,738	5,173,450
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	106,899,245	322,519,725
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	336,771,748	647,850,368
13.2 Stocks.....	0	0
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	336,771,748	647,850,368
14. Net increase (decrease) in contract loans and premium notes.....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(229,872,503)	(325,330,643)
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	0	50,000,000
16.6 Other cash provided (applied).....	(60,187,964)	(168,446,889)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(60,187,964)	(218,446,889)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(137,188,181)	71,190,055
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	156,938,032	85,747,977
19.2 End of period (Line 18 plus Line 19.1).....	19,749,851	156,938,032
<b>Note: Supplemental disclosures of cash flow information for non-cash transactions:</b>		
20.0001 Statutory merger.....	138,731,884	0
20.0002 Stocks converted to bonds.....	14,038,484	0
20.0003 Intercompany transactions.....	0	5,051,794

**NOTES TO FINANCIAL STATEMENTS****Note 1 - Summary of Significant Accounting Policies**

## A. Accounting Practices:

Travelers Casualty and Surety Company of America (the Company) prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Connecticut. The State of Connecticut requires that insurance companies domiciled in Connecticut prepare their statutory basis financial statements in accordance with the National Association of Insurance Commissioners (NAIC) *Accounting Practices and Procedures Manual*, subject to any deviations prescribed or permitted by the Connecticut Insurance Commissioner. The impact of any permitted accounting practices on statutory surplus was not material.

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

No significant change.

## C. Accounting Policy:

No significant change.

**Note 2 - Accounting Changes and Corrections of Errors**

No significant change.

**Note 3 - Business Combinations and Goodwill**

## A. Statutory Purchase Method

No significant change.

## B. Statutory Merger

On January 2, 2009 in accordance with a Plan of Merger and in connection with and as part of a series of related transactions as contemplated by and described in the "Agreement and Plan of Restructuring" dated October 15, 2008, Seaboard Surety Company (Seaboard) merged with and into the Company, with the Company being the surviving corporation. At the time of this merger Seaboard had a statutory carrying value of \$138,731,884.

As part of these transactions St. Paul Fire and Marine Insurance Company (Fire and Marine) distributed 100% of the common shares of Seaboard to its sole shareholder and parent The Travelers Companies, Inc. (TRV). The transaction qualifies as a tax-free spin-off distribution under Section 355 of the Internal Revenue Code and was reported as a return of capital / dividend in Fire and Marine's quarterly statement. In accordance with the "Plan of Merger", Seaboard then merged with and into the Company at which time all issued and outstanding shares of Seaboard were exchanged for 400 shares of the Company. TRV then contributed the 400 shares as a capital contribution to Travelers Property Casualty Corp. (TPC). TPC then contributed the 400 shares to Travelers Insurance Group Holdings, Inc. (TIGHI) which in turn contributed the 400 shares to the Company's parent Travelers Casualty and Surety Company (TCS). As a result TCS continues to own all issued and outstanding shares of the Company. The statutory merger method was utilized in merging the two entities, of which the Company was the surviving entity and 100% of the outstanding common stock of Seaboard was retired.

Details of the results of operations for the previously separate entities for the period ending December 31, 2008 were as follows:

	<u>The Company</u>	<u>Seaboard</u>
Net underwriting gain	\$ 574,505,806	\$ 3,431,426
Net investment gain	148,340,038	7,172,500
Other income	33,932,463	914
Less - Dividends to policyholders	<u>8,750,624</u>	<u>(2,123)</u>
Net income after capital gains tax and before all other federal and foreign income taxes	748,027,683	10,606,963
Federal and foreign income taxes incurred	<u>236,241,489</u>	<u>2,762,739</u>
Net income	<u>\$ 511,786,194</u>	<u>\$ 7,844,224</u>

## C. Impairment Loss

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

No significant change.

---

## **NOTES TO FINANCIAL STATEMENTS**

---

**Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**

No significant change.

**Note 7 - Investment Income**

No significant change.

**Note 8 - Derivative Instruments**

No significant change.

**Note 9 - Income Taxes**

No significant change.

**Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

No significant change.

**Note 11 - Debt**

No significant change.

**Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

No significant change.

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

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

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

No significant change.

**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. Transfers of Receivables Reported as Sales:

No significant change.

B. Transfer and Servicing of Financial Assets:

No significant change.

C. Wash Sales:

Not applicable.

---

## **NOTES TO FINANCIAL STATEMENTS**

---

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

No significant change.

**Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

No significant change.

**Note 20 – Other Items**

No significant change.

**Note 21 – Events Subsequent**

Not applicable.

**Note 22 - Reinsurance**

No significant change.

**Note 23 – Retrospectively Rated Contracts & Contracts Subject to Redetermination**

No significant change.

**Note 24 – Changes in Incurred Losses and Loss Adjustment Expenses**

During the period from December 31, 2008 to June 30, 2009, the prior year-end total loss and loss adjustment expense reserves developed favorably by \$56,259,000, resulting from better than expected loss development in recent accident years primarily in the surety line of business. This improvement is the result of a lower than expected level of large losses and better than expected claim emergence on large losses. There are no material additional premiums or return premiums as a result of this prior year effect.

**Note 25 – Intercompany Pooling Arrangements**

No significant change.

**Note 26 – Structured Settlements**

No significant change.

**Note 27 – Health Care Receivables**

No significant change.

**Note 28 – Participating Policies**

No significant change.

**Note 29 – Premium Deficiency Reserves**

No significant change.

**Note 30 – High Deductibles**

No significant change.

**Note 31 – Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses**

No significant change

**Note 32 – Asbestos/Environmental Reserves**

No significant change.



**NOTES TO FINANCIAL STATEMENTS**

---

**Note 33 – Subscriber Savings Accounts**

No significant change.

**Note 34 – Multiple Peril Crop Insurance**

No significant change.

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [ X ]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ X ] No [ ]
- 2.2 If yes, date of change: 1/2/2009.....
- 3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [ X ]  
If yes, complete the Schedule Y-Part 1 - Organizational chart.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

\_\_\_\_\_

\_\_\_\_\_

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2004.....
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2004.....
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 1/27/2006.....

- 6.4 By what department or departments?  
Connecticut

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

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

- 7.2 If yes, give full information:  
\_\_\_\_\_

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

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

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

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

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [ X ] No [ ]
  - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
  - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
  - (c) Compliance with applicable governmental laws, rules and regulations;
  - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
  - (e) Accountability for adherence to the code.

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

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

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

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

## GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

### PART 1 - COMMON INTERROGATORIES

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

---



---

#### FINANCIAL

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....0

#### INVESTMENT

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

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

---



---

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds.....	\$ .....0	\$ .....0
14.22 Preferred Stock.....	\$ .....0	\$ .....0
14.23 Common Stock.....	\$ .....0	\$ .....0
14.24 Short-Term Investments.....	\$ .....0	\$ .....0
14.25 Mortgage Loans on Real Estate.....	\$ .....0	\$ .....0
14.26 All Other.....	\$ .....0	\$ .....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....0	\$ .....0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above.....	\$ .....0	\$ .....0

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

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

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

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

1 Name of Custodian(s)	2 Custodian Address
JPMorgan Chase	270 Park Avenue, New York, NY 10017-2070

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
N/A		

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes  No

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
N/A		

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes  No

17.2 If no, list exceptions:

---



---

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA GENERAL INTERROGATORIES (continued)

## PART 2

### PROPERTY & CASUALTY INTERROGATORIES

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

---



---

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

---



---

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

3.2 If yes, give full and complete information thereto:

---



---

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

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	.....0.0	.....0.000 %	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
<b>Total</b> .....	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

**SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (YES or NO)
------------------------------	------------------------------	------------------------	---------------	---

**NONE**

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	L	8,164,110	9,890,735	497,826	2,089,000	16,504,214	16,817,703
2. Alaska.....AK	L	2,485,650	2,753,218	(865,858)	(359,001)	3,461,178	4,775,192
3. Arizona.....AZ	L	16,294,251	15,162,039	1,152,724	3,621,222	18,801,322	21,695,855
4. Arkansas.....AR	L	5,803,132	4,960,586	569,129	164,699	7,566,299	7,235,141
5. California.....CA	L	70,258,114	67,738,389	38,017,173	10,843,365	158,416,378	166,339,592
6. Colorado.....CO	L	16,044,823	16,426,271	899,455	1,980,459	19,457,847	23,706,599
7. Connecticut.....CT	L	12,267,047	15,748,548	1,653,167	25,519	27,114,658	25,162,433
8. Delaware.....DE	L	2,359,506	2,215,900	74,749	1,000,191	3,144,533	2,879,797
9. District of Columbia.....DC	L	10,169,408	8,710,246	7,551,033	7,652,604	22,533,520	37,524,630
10. Florida.....FL	L	42,362,803	54,298,878	7,450,426	7,546,196	80,770,486	82,199,143
11. Georgia.....GA	L	20,340,029	23,042,379	1,788,578	2,637,588	36,889,767	41,203,872
12. Hawaii.....HI	L	4,818,804	6,396,445	325,546	209,094	10,090,730	11,983,844
13. Idaho.....ID	L	2,328,934	2,640,514	620,007	66,618	6,306,495	7,144,601
14. Illinois.....IL	L	35,184,792	28,473,501	3,881,464	2,031,217	52,784,861	48,654,144
15. Indiana.....IN	L	9,999,836	9,977,987	(65,894)	466,865	15,163,435	13,909,330
16. Iowa.....IA	L	4,969,322	4,430,640	661,215	72,896	7,864,823	6,938,202
17. Kansas.....KS	L	6,065,960	5,105,114	857,789	1,425,469	7,567,378	7,031,196
18. Kentucky.....KY	L	11,026,412	9,561,208	880,050	661,156	13,563,725	12,706,620
19. Louisiana.....LA	L	14,566,802	15,946,131	447,673	1,040,930	18,951,731	20,392,687
20. Maine.....ME	L	3,205,203	2,191,690	481,931	210,465	3,518,204	3,815,184
21. Maryland.....MD	L	17,166,822	20,570,794	2,416,596	5,670,821	30,356,398	29,475,248
22. Massachusetts.....MA	L	17,391,652	16,819,149	3,103,365	2,041,619	40,780,884	42,724,543
23. Michigan.....MI	L	11,385,437	10,501,395	2,710,297	3,848,098	21,795,412	25,558,156
24. Minnesota.....MN	L	9,893,641	9,192,882	1,491,787	1,584,868	14,990,106	14,793,509
25. Mississippi.....MS	L	8,396,162	8,740,279	1,511,500	4,242,808	13,798,254	13,462,225
26. Missouri.....MO	L	14,792,095	13,774,972	3,331,175	3,341,040	20,564,517	20,681,431
27. Montana.....MT	L	6,760,391	4,876,315	409,937	250,855	5,254,672	5,339,131
28. Nebraska.....NE	L	3,244,919	3,407,966	104,577	283,081	5,655,493	5,563,457
29. Nevada.....NV	L	7,260,665	7,345,406	471,859	3,721,785	9,221,325	10,572,869
30. New Hampshire.....NH	L	2,656,392	2,480,375	295,586	100,561	3,452,946	4,098,340
31. New Jersey.....NJ	L	19,127,551	13,793,432	1,308,651	1,579,766	28,063,044	29,233,735
32. New Mexico.....NM	L	2,730,582	3,281,375	200,289	(84,141)	4,108,988	4,426,845
33. New York.....NY	L	49,463,740	61,877,304	3,239,056	5,611,602	91,842,050	90,901,406
34. North Carolina.....NC	L	18,597,274	21,273,087	1,111,645	1,116,990	32,394,270	33,361,913
35. North Dakota.....ND	L	1,890,827	1,406,359	126,988	(2,025)	1,425,032	1,353,450
36. Ohio.....OH	L	16,760,167	15,317,786	2,886,700	6,420,714	28,323,584	33,096,376
37. Oklahoma.....OK	L	7,228,946	5,444,247	598,210	1,764,567	7,490,383	14,059,007
38. Oregon.....OR	L	9,158,314	7,935,181	657,820	769,440	11,648,517	11,979,087
39. Pennsylvania.....PA	L	29,652,187	25,698,644	5,346,733	1,617,336	43,540,269	42,635,078
40. Rhode Island.....RI	L	3,125,975	1,957,965	242,040	(158,034)	5,609,193	3,536,684
41. South Carolina.....SC	L	12,419,021	10,051,482	1,575,689	2,647,667	16,023,127	17,277,201
42. South Dakota.....SD	L	1,537,839	1,114,807	214,757	50,457	2,326,789	1,792,479
43. Tennessee.....TN	L	12,392,788	12,831,681	1,346,562	147,978	20,462,150	21,328,307
44. Texas.....TX	L	47,709,541	47,604,415	8,632,235	4,543,656	77,924,447	88,472,804
45. Utah.....UT	L	7,624,106	7,258,917	122,464	544,590	8,134,705	9,127,762
46. Vermont.....VT	L	583,746	420,427	(1,500)	(50,750)	654,303	968,891
47. Virginia.....VA	L	29,076,246	28,346,023	2,053,125	1,946,235	35,271,722	35,727,770
48. Washington.....WA	L	21,039,991	24,431,029	9,933,040	1,680,173	43,496,235	45,884,691
49. West Virginia.....WV	L	6,054,413	8,372,379	1,306,551	541,624	6,864,277	7,505,596
50. Wisconsin.....WI	L	8,310,570	6,679,951	1,157,096	547,240	15,240,050	10,754,284
51. Wyoming.....WY	L	3,489,622	3,651,618	39,822	19,022	3,961,145	4,332,309
52. American Samoa.....AS	N	0	0	0	0	0	0
53. Guam.....GU	N	0	1,000	0	0	0	12,086
54. Puerto Rico.....PR	N	(79,115)	6,282	0	700,000	1,452,862	1,924,729
55. US Virgin Islands.....VI	N	0	200	0	0	0	787
56. Northern Mariana Islands.....MP	N	0	0	0	0	0	0
57. Canada.....CN	N	0	0	0	0	0	0
58. Aggregate Other Alien.....OT	XXX	785,826	358,532	1,107,935	3,051,813	13,906,748	13,110,017
59. Totals.....	(a).....51	706,343,271	712,494,075	125,930,771	103,478,008	1,196,505,483	1,257,187,968

**DETAILS OF WRITE-INS**

5801. Other Alien Combined.....	XXX	785,826	358,532	1,107,935	3,051,813	13,906,748	13,110,017
5802. ....	XXX	0	0	0	0	0	0
5803. ....	XXX	0	0	0	0	0	0
5898. Summary of remaining write-ins for Line 58 from overflow page.....	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 + Line 5898) (Line 58 above).....	XXX	785,826	358,532	1,107,935	3,051,813	13,906,748	13,110,017

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

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART**

Q11

**NONE**

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....	0	30	0.0	0.0
2. Allied lines.....	0	90	0.0	0.0
3. Farmowners multiple peril.....	0	0	0.0	0.0
4. Homeowners multiple peril.....	0	0	0.0	0.0
5. Commercial multiple peril.....	0	8,290	0.0	0.0
6. Mortgage guaranty.....	0	0	0.0	0.0
8. Ocean marine.....	0	0	0.0	0.0
9. Inland marine.....	0	16	0.0	0.0
10. Financial guaranty.....	0	0	0.0	20.8
11.1. Medical professional liability - occurrence.....	0	0	0.0	0.0
11.2. Medical professional liability - claims made.....	0	0	0.0	0.0
12. Earthquake.....	0	0	0.0	0.0
13. Group accident and health.....	0	0	0.0	0.0
14. Credit accident and health.....	0	0	0.0	0.0
15. Other accident and health.....	0	0	0.0	0.0
16. Workers' compensation.....	195,420	(6,938,159)	(3,550.4)	(11,839.1)
17.1 Other liability-occurrence.....	208,038	2,926,218	1,406.6	(45,250.0)
17.2 Other liability-claims made.....	179,474,971	69,974,397	39.0	(11.1)
18.1 Products liability-occurrence.....	0	59,811	0.0	0.0
18.2 Products liability-claims made.....	0	0	0.0	0.0
19.1, 19.2 Private passenger auto liability.....	0	0	0.0	0.0
19.3, 19.4 Commercial auto liability.....	0	(12,714)	0.0	0.0
21. Auto physical damage.....	0	3,581	0.0	0.0
22. Aircraft (all perils).....	0	0	0.0	0.0
23. Fidelity.....	53,571,861	17,397,487	32.5	(27.8)
24. Surety.....	422,459,782	24,551,808	5.8	36.9
26. Burglary and theft.....	15,418,941	2,774,353	18.0	7.9
27. Boiler and machinery.....	0	1	0.0	0.0
28. Credit.....	0	0	0.0	0.0
29. International.....	0	0	0.0	0.0
30. Warranty.....	0	0	0.0	0.0
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0.0	0.0
35. Totals.....	671,329,013	110,745,211	16.5	15.5
<b>DETAILS OF WRITE-INS</b>				
3401. ....	0	0	0.0	0.0
3402. ....	0	0	0.0	0.0
3403. ....	0	0	0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0.0	0.0

## PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
	1. Fire.....	0	0
2. Allied lines.....	0	0	0
3. Farmowners multiple peril.....	0	0	0
4. Homeowners multiple peril.....	0	0	0
5. Commercial multiple peril.....	0	0	0
6. Mortgage guaranty.....	0	0	0
8. Ocean marine.....	0	0	0
9. Inland marine.....	0	0	0
10. Financial guaranty.....	0	0	0
11.1. Medical professional liability - occurrence.....	0	0	0
11.2. Medical professional liability - claims made.....	0	0	0
12. Earthquake.....	0	0	0
13. Group accident and health.....	0	0	0
14. Credit accident and health.....	0	0	0
15. Other accident and health.....	0	0	0
16. Workers' compensation.....	193	195,420	(5,570)
17.1. Other liability-occurrence.....	19,543	19,543	53,567
17.2. Other liability-claims made.....	117,179,085	226,670,934	167,440,884
18.1. Products liability-occurrence.....	0	0	0
18.2. Products liability-claims made.....	0	0	0
19.1, 19.2 Private passenger auto liability.....	0	0	0
19.3, 19.4 Commercial auto liability.....	0	0	0
21. Auto physical damage.....	0	0	0
22. Aircraft (all perils).....	0	0	0
23. Fidelity.....	25,137,236	53,862,372	56,015,926
24. Surety.....	219,638,085	410,281,605	474,636,863
26. Burglary and theft.....	7,637,523	15,313,397	14,352,405
27. Boiler and machinery.....	0	0	0
28. Credit.....	0	0	0
29. International.....	0	0	0
30. Warranty.....	0	0	0
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0
35. Totals.....	369,611,665	706,343,271	712,494,074
<b>DETAILS OF WRITE-INS</b>			
3401. ....	0	0	0
3402. ....	0	0	0
3403. ....	0	0	0
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0



**PART 3 (000 omitted)**

**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2009 Loss and LAE Payments on Claims Reported as of Prior Year-End	2009 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2009 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2006 + Prior.....	102,507	282,463	384,970	7,584	2,895	10,479	93,769	0	260,449	354,218	(1,154)	(19,119)	(20,273)
2. 2007.....	88,874	218,087	306,961	29,389	1,667	31,056	67,123	0	193,387	260,510	7,638	(23,034)	(15,396)
3. Subtotals 2007 + Prior.....	191,381	500,550	691,931	36,973	4,562	41,535	160,892	0	453,836	614,728	6,484	(42,153)	(35,669)
4. 2008.....	78,151	336,962	415,113	5,472	5,882	11,354	65,724	0	317,446	383,169	(6,956)	(13,634)	(20,590)
5. Subtotals 2008 + Prior.....	269,532	837,512	1,107,044	42,445	10,444	52,888	226,615	0	771,282	997,897	(472)	(55,787)	(56,259)
6. 2009.....	XXX	XXX	XXX	XXX	19,290	19,290	XXX	25,940	190,740	216,680	XXX	XXX	XXX
7. Totals.....	269,532	837,512	1,107,044	42,445	29,734	72,179	226,615	25,940	962,022	1,214,577	(472)	(55,787)	(56,259)
8. Prior Year-End's Surplus As Regards Policyholders	1,873,708												
											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....(0.2)%	2. ....(6.7)%	3. ....(5.1)%
													Col. 13, Line 7 Line 8
													4. ....(3.0)%

Q13

Statement for June 30, 2009 of the **TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**  
**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	<b>Response</b>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO

**Explanation:**

- 1.
- 2.
- 3.

**Bar Code:**



Statement for June 30, 2009 of the **TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**  
**Overflow Page for Write-Ins**

**Additional Write-ins for Assets:**

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2304. Other assets - Reliance acquisition.....	606,566	0	606,566	(429,912)
2305. Ceded deposit asset.....	500,948	0	500,948	999,664
2306. State surcharges receivable.....	379,072	0	379,072	308,587
2307. Equities and deposits in pools and associations.....	0	0	0	7,027
2308. Other assets.....	0	0	0	61,532
2309. Amounts receivable under high deductible policies.....	3,085	30,531	(27,447)	(61,109)
2397. Summary of remaining write-ins for Line 23.....	1,489,670	30,531	1,459,139	885,789

**Additional Write-ins for Liabilities:**

	1 Current Statement Date	2 December 31, Prior Year
2304. Reinsurance receivable/payable intercompany.....	0	3,132,498
2397. Summary of remaining write-ins for Line 23.....	0	3,132,498

Statement for June 30, 2009 of the **TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**  
**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Current year change in encumbrances.....	0	0
4. Total gain (loss) on disposals.....	0	0
5. Deduct amounts received on disposals.....	0	0
6. Total foreign exchange change in book/adjusted carrying value.....	0	0
7. Deduct current year's other than temporary impairment recognized.....	0	0
8. Deduct current year's depreciation.....	0	0
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	0	0
10. Deduct total nonadmitted amounts.....	0	0
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	0	0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....	0	0
10. Deduct current year's other than temporary impairment recognized.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Total valuation allowance.....	0	0
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....	0	0
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	0	0
8. Deduct amortization of premium and depreciation.....	0	0
9. Total foreign exchange change in book/adjusted carrying value.....	0	0
10. Deduct current year's other than temporary impairment recognized.....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Deduct total nonadmitted amounts.....	0	0
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	3,604,709,922	3,326,495,321
2. Cost of bonds and stocks acquired.....	336,771,748	647,850,369
3. Accrual of discount.....	1,717,138	(4,682,684)
4. Unrealized valuation increase (decrease).....	21,466,684	(26,308,505)
5. Total gain (loss) on disposals.....	105,156	(703,340)
6. Deduct consideration for bonds and stocks disposed of.....	103,861,507	317,346,223
7. Deduct amortization of premium.....	8,533,986	10,523,337
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	13,786,286	10,071,680
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	3,838,588,867	3,604,709,922
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	3,838,588,867	3,604,709,922

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 (a).....	3,443,020,313	677,468,536	617,892,801	(24,915,218)	3,443,020,313	3,477,680,830	0	3,431,134,262
2. Class 2 (a).....	258,094,685	32,805,890	181,999	10,385,523	258,094,685	301,104,099	0	245,005,666
3. Class 3 (a).....	41,745,530	0	853,924	6,350,927	41,745,530	47,242,533	0	84,939,308
4. Class 4 (a).....	33,611,934	0	146,518	1,254,362	33,611,934	34,719,778	0	18,028,974
5. Class 5 (a).....	1,083,750	48,750	305,374	331,250	1,083,750	1,158,376	0	380,000
6. Class 6 (a).....	5,720,049	0	94,800	7,742,428	5,720,049	13,367,677	0	695,049
7. Total Bonds.....	3,783,276,260	710,323,176	619,475,416	1,149,272	3,783,276,260	3,875,273,292	0	3,780,183,259
<b>PREFERRED STOCK</b>								
8. Class 1.....	0	0	0	0	0	0	0	5,499,016
9. Class 2.....	0	0	0	0	0	0	0	2,087,610
10. Class 3.....	0	0	0	0	0	0	0	0
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	7,586,626
15. Total Bonds and Preferred Stock.....	3,783,276,260	710,323,176	619,475,416	1,149,272	3,783,276,260	3,875,273,292	0	3,787,769,885

QS102

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

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

**SCHEDULE DA - PART 1**

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals.....	36,684,425	XXX	36,684,425	5,040	0

**SCHEDULE DA - VERIFICATION**

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	183,059,964	94,273,085
2. Cost of short-term investments acquired.....	971,084,239	3,492,293,961
3. Accrual of discount.....	7,212	2,590
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration received on disposals.....	1,117,466,990	3,403,509,672
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	36,684,425	183,059,964
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	36,684,425	183,059,964

**Sch. DB-Part F-Section 1  
NONE**

**Sch. DB-Part F-Section 2  
NONE**

**SCHEDULE E- VERIFICATION**

## Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	11,120,549
2. Cost of cash equivalents acquired.....	0	69,543,581
3. Accrual of discount.....	0	91,450
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	0	52
6. Deduct consideration received on disposals.....	0	80,755,632
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/ adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	0	0



**Sch. A-Part 2**  
**NONE**

**Sch. A-Part 3**  
**NONE**

**Sch. B-Part 2**  
**NONE**

**Sch. B-Part 3**  
**NONE**

**Sch. BA-Part 2**  
**NONE**

**Sch. BA-Part 3**  
**NONE**

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 3**

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Government</b>									
912810 ED 6	U S TREASURY BONDS 8.125 2019 08.....		05/27/2009	BANC OF AMERICA SECURITIES LLC.....		4,059,856	3,000,000	68,681	1.....
0399999.	Total - Bonds - U.S. Government.....					4,059,856	3,000,000	68,681	XXX.....
<b>Bonds - U.S. States, Territories and Possessions</b>									
605579 N2 3	MISSISSIPPI GENERAL OBLI 5.500 2016 09.....		06/03/2009	GOLDMAN SACHS & CO.....		5,859,100	5,000,000	76,389	1FE.....
928109 UJ 4	VIRGINIA GENERAL OBLIGAT 5.000 2016 06.....		06/10/2009	BAS-MERRILL LYNCH.....		4,556,600	4,000,000	0	1FE.....
928109 UK 1	VIRGINIA GENERAL OBLIGAT 5.000 2017 06.....		06/10/2009	BAS-MERRILL LYNCH.....		4,561,160	4,000,000	0	1FE.....
1799999.	Total - Bonds - U.S. States, Territories & Possessions.....					14,976,860	13,000,000	76,389	XXX.....
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
134159 QL 9	CAMPBELL UHSD GENERAL OB 5.250 2021 08.....		05/20/2009	MORGAN STANLEY.....		1,120,140	1,000,000	0	1FE.....
134159 QM 7	CAMPBELL UHSD GENERAL OB 5.250 2022 08.....		05/20/2009	MORGAN STANLEY.....		1,491,067	1,345,000	0	1FE.....
134159 QN 5	CAMPBELL UHSD GENERAL OB 5.250 2023 08.....		05/20/2009	MORGAN STANLEY.....		1,674,542	1,525,000	0	1FE.....
134159 QR 6	CAMPBELL UHSD GENERAL OB 5.250 2025 08.....		05/20/2009	MORGAN STANLEY.....		1,075,660	1,000,000	0	1FE.....
134159 QS 4	CAMPBELL UHSD GENERAL OB 5.250 2026 08.....		05/20/2009	MORGAN STANLEY.....		1,901,918	1,785,000	0	1FE.....
134159 QT 2	CAMPBELL UHSD GENERAL OB 5.250 2027 08.....		05/20/2009	MORGAN STANLEY.....		1,835,561	1,735,000	0	1FE.....
147051 SK 3	CARY GENERAL OBLIGATION 5.000 2014 06.....		04/29/2009	MERRILL LYNCH CAPITAL MARKETS.....		3,372,437	2,945,000	0	1FE.....
147051 SL 1	CARY GENERAL OBLIGATION 5.000 2015 06.....		04/29/2009	MERRILL LYNCH CAPITAL MARKETS.....		3,406,128	2,945,000	0	1FE.....
147051 SM 9	CARY GENERAL OBLIGATION 5.000 2016 06.....		04/29/2009	MERRILL LYNCH CAPITAL MARKETS.....		3,435,666	2,945,000	0	1FE.....
147051 SN 7	CARY GENERAL OBLIGATION 5.000 2017 06.....		04/29/2009	MERRILL LYNCH CAPITAL MARKETS.....		3,450,215	2,945,000	0	1FE.....
248775 B6 4	DENTON CO GO LTD S2009 5.000 2022 07.....		05/12/2009	STERNE AGEE & LEACH INC.....		5,076,410	4,620,000	5,775	1FE.....
248775 B7 2	DENTON CO GO LTD S2009 5.000 2023 07.....		05/11/2009	CITIGROUP GLOBAL MARKETS.....		2,535,786	2,330,000	2,913	1FE.....
249164 JY 1	DENVER CITY & CO GENERAL 5.000 2018 08.....		06/10/2009	RBC DAIN RAUSCHER INC.....		2,542,929	2,260,000	0	1FE.....
249164 LA 0	DENVER CITY & CO GENERAL 5.000 2019 08.....		06/10/2009	RBC DAIN RAUSCHER INC.....		2,096,794	1,870,000	0	1FE.....
346766 NE 4	FORT BEND CO GO ROAD S20 5.000 2021 03.....		06/22/2009	MORGAN KEEGAN & CO INC.....		2,100,721	1,980,000	0	1FE.....
346766 NF 1	FORT BEND CO GO ROAD S20 5.000 2022 03.....		06/22/2009	MORGAN KEEGAN & CO INC.....		2,117,656	2,010,000	0	1FE.....
346766 NG 9	FORT BEND CO GO ROAD S20 5.000 2023 03.....		06/22/2009	MORGAN KEEGAN & CO INC.....		1,433,321	1,370,000	0	1FE.....
346766 NH 7	FORT BEND CO GO ROAD S20 5.000 2024 03.....		06/22/2009	MORGAN KEEGAN & CO INC.....		1,559,490	1,500,000	0	1FE.....
412486 3G 5	HARFORD COUNTY GENERAL O 5.000 2013 07.....		06/02/2009	CITIGROUP GLOBAL MARKETS.....		4,493,760	4,000,000	7,778	1FE.....
412486 3H 3	HARFORD COUNTY GENERAL O 5.000 2014 07.....		06/02/2009	CITIGROUP GLOBAL MARKETS.....		6,242,665	5,500,000	10,694	1FE.....
412486 3J 9	HARFORD COUNTY GENERAL O 5.000 2015 07.....		06/02/2009	CITIGROUP GLOBAL MARKETS.....		6,313,395	5,500,000	10,694	1FE.....
426056 XD 4	HENRICO CO PUB IMPT GO R 5.000 2022 03.....		05/13/2009	DAVENPORT & COMPANY.....		1,256,492	1,075,000	0	1FE.....
426056 XS 1	HENRICO CO PUB IMPT GO R 5.000 2021 03.....		05/13/2009	DAVENPORT & COMPANY.....		3,383,730	2,885,000	0	1FE.....
498530 4E 1	KLEIN ISD GENERAL OBLIG 5.000 2013 08.....		04/29/2009	FIRST SOUTHWEST CO.....		1,415,043	1,260,000	0	1FE.....
498530 4F 8	KLEIN ISD GENERAL OBLIG 3.750 2014 08.....		04/29/2009	FIRST SOUTHWEST CO.....		1,337,325	1,250,000	0	1FE.....
498530 4S 0	KLEIN ISD GENERAL OBLIG 5.000 2025 08.....		04/29/2009	FIRST SOUTHWEST CO.....		1,114,325	1,060,000	0	1FE.....
498530 4T 8	KLEIN ISD GENERAL OBLIG 5.000 2026 08.....		04/29/2009	FIRST SOUTHWEST CO.....		1,102,824	1,060,000	0	1FE.....
567505 KZ 4	MARICOPA CO UHSD #210 GO 3.250 2015 07.....		04/22/2009	PIPER JAFFRAY & HOPWOOD.....		1,291,575	1,250,000	0	1FE.....
567505 LA 8	MARICOPA CO UHSD #210 GO 3.500 2016 07.....		04/22/2009	PIPER JAFFRAY & HOPWOOD.....		1,298,913	1,250,000	0	1FE.....
567505 LC 4	MARICOPA CO UHSD #210 GO 3.000 2014 07.....		04/22/2009	PIPER JAFFRAY & HOPWOOD.....		1,285,500	1,250,000	0	1FE.....
590485 UK 2	MESA GENERAL OBLIGATION 4.000 2012 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,852,865	1,750,000	0	1FE.....
590485 UL 0	MESA GENERAL OBLIGATION 4.000 2013 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,866,988	1,750,000	0	1FE.....
590485 UM 8	MESA GENERAL OBLIGATION 4.000 2014 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,861,843	1,750,000	0	1FE.....
590485 UN 6	MESA GENERAL OBLIGATION 4.000 2015 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,851,763	1,750,000	0	1FE.....
590485 UP 1	MESA GENERAL OBLIGATION 4.000 2016 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,843,853	1,750,000	0	1FE.....
590485 UQ 9	MESA GENERAL OBLIGATION 4.000 2017 07.....		05/06/2009	MERRILL LYNCH CAPITAL MARKETS.....		1,828,750	1,750,000	0	1FE.....
783243 5N 4	RUTHERFORD CO GENERAL OB 4.000 2012 04.....		05/12/2009	MORGAN STANLEY.....		6,363,900	6,000,000	0	1Z.....
783243 6B 9	RUTHERFORD CO GENERAL OB 5.000 2022 04.....		05/13/2009	MORGAN KEEGAN & CO INC.....		2,481,918	2,210,000	0	1FE.....
783243 6C 7	RUTHERFORD CO GENERAL OB 5.000 2023 04.....		05/13/2009	MORGAN KEEGAN & CO INC.....		2,578,912	2,320,000	0	1FE.....
815626 GL 4	SEDGWICK CO USD #259-WIC 5.000 2021 10.....		05/06/2009	GEORGE K BAUM & CO.....		11,051,900	10,000,000	36,111	1FE.....
2499999.	Total - Bonds - U.S. Political Subdivision of States, Territories & Possessions.....					106,344,676	96,480,000	73,965	XXX.....
<b>Bonds - U.S. Special Revenue and Special Assessment</b>									
013493 CW 9	ALBUQUERQUE BERNALILLO C 5.500 2020 07.....		05/27/2009	RBC DAIN RAUSCHER INC.....		3,547,950	3,000,000	24,292	1FE.....
644614 YF 0	NEW HAMP HLTH & HGHR ED( 5.000 2029 06.....		06/02/2009	MORGAN STANLEY.....		5,186,450	5,000,000	0	1FE.....
68428P EP 6	ORANGE CO SANTN DIST COP 5.000 2025 02.....		04/23/2009	CITIGROUP GLOBAL MARKETS.....		6,672,596	6,285,000	0	1FE.....

QE04

**SCHEDULE D - PART 3**

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
854403 AA 0	STANFORD UNIVERSITY (TAX 3.625 2014 05.....)		04/23/2009.....	MORGAN STANLEY.....		1,997,900	2,000,000	0	1FE.....
3199999	Total - Bonds - U.S. Special Revenue & Special Assessments.....					17,404,896	16,285,000	24,292	XXX.....
<b>Bonds - Industrial and Miscellaneous</b>									
03523T AE 8	ANHEUSER BUSCH INBEV WOR 6.875 2019 11.....		05/11/2009.....	BANC OF AMERICA SECURITIES LLC.....		2,988,720	3,000,000	0	2FE.....
057224 AY 3	BAKER HUGHES INC 7.500 2018 11.....		04/24/2009.....	FTN FINANCIAL.....		712,102	615,000	23,191	1FE.....
071813 AW 9	BAXTER INTERNATIONAL 5.900 2016 09.....		06/24/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,079,030	1,000,000	19,339	1FE.....
075811 AE 9	BECKMAN COULTER 6.000 2015 06.....		05/18/2009.....	J P MORGAN CHASE SECURITIES INC.....		996,290	1,000,000	0	2FE.....
075887 AU 3	BECTON DICKINSON 5.000 2019 05.....		05/11/2009.....	GOLDMAN SACHS & CO.....		993,480	1,000,000	0	1FE.....
134429 AS 8	CAMPBELL SOUP CO 4.875 2013 10.....		04/28/2009.....	CF GLOBAL.....		1,078,590	1,000,000	4,063	1FE.....
17290C AB 2	CITIGROUP INC 1.875 2012 05.....		04/30/2009.....	CITIGROUP GLOBAL MARKETS.....		1,994,780	2,000,000	0	1FE.....
20030N AR 2	COMCAST CORP 5.875 2018 02.....		06/22/2009.....	BAS-MERRILL LYNCH.....		1,011,660	1,000,000	21,215	2FE.....
20825C AU 8	CONOCOPHILLIPS 6.000 2020 01.....		05/18/2009.....	GREENWICH CAPITAL.....		992,470	1,000,000	0	1FE.....
219350 AS 4	CORNING INC 6.625 2019 05.....		05/07/2009.....	DEUTSCHE BANC.....		1,004,050	1,000,000	0	2FE.....
224044 BS 5	COX COMMUNICATIONS INC ( 6.250 2018 06.....		06/23/2009.....	MORGAN STANLEY.....		416,738	425,000	1,845	2FE.....
235851 AH 5	DANAHER CORP 5.400 2019 03.....		04/28/2009.....	DEUTSCHE BANC.....		304,461	300,000	2,520	1FE.....
24702R AH 4	DELL INC 3.375 2012 06.....		06/10/2009.....	DEUTSCHE BANC.....		999,320	1,000,000	0	1FE.....
25179M AH 6	DEVON ENERGY CORPORATION 6.300 2019 01.....		04/08/2009.....	CREDIT SUISSE FIRST BOSTON.....		989,690	1,000,000	16,625	2FE.....
291011 BA 1	EMERSON ELECTRIC 5.000 2019 04.....		04/14/2009.....	J P MORGAN CHASE SECURITIES INC.....		990,550	1,000,000	0	1FE.....
29364N AP 3	ENERGY MISSISSIPPI 6.640 2019 07.....		06/09/2009.....	GOLDMAN SACHS & CO.....		999,360	1,000,000	0	2FE.....
26875P AD 3	EOG RESOURCES INC 5.625 2019 06.....		05/18/2009.....	J P MORGAN CHASE SECURITIES INC.....		998,160	1,000,000	0	1FE.....
26884L AA 7	EQT CORP 8.125 2019 06.....		05/12/2009.....	J P MORGAN CHASE SECURITIES INC.....		996,680	1,000,000	0	2FE.....
302182 AD 2	EXPRESS SCRIPTS 6.250 2014 06.....		06/12/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,028,610	1,000,000	1,389	2FE.....
340711 AQ 3	FLORIDA GAS TRANSMISSION 7.900 2019 05.....		04/29/2009.....	GOLDMAN SACHS & CO.....		998,200	1,000,000	0	2FE.....
418056 AR 8	HASBRO INC 6.125 2014 05.....		05/08/2009.....	BANC OF AMERICA SECURITIES LLC.....		999,310	1,000,000	0	2FE.....
450679 BW 4	ITT CORP 4.900 2014 05.....		04/28/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,996,140	2,000,000	0	2FE.....
481247 AM 6	JP MORGAN CHASE 2.125 2012 12.....		04/01/2009.....	J P MORGAN CHASE SECURITIES INC.....		999,050	1,000,000	0	1FE.....
565849 AH 9	MARATHON OIL 7.500 2019 02.....		06/23/2009.....	CITIGROUP GLOBAL MARKETS.....		2,184,507	2,000,000	53,750	2FE.....
589331 AP 2	MERCK & CO INC 4.000 2015 06.....		06/22/2009.....	J P MORGAN CHASE SECURITIES INC.....		995,980	1,000,000	0	1FE.....
594918 AC 8	MICROSOFT CORP 4.200 2019 06.....		05/11/2009.....	MORGAN STANLEY.....		1,999,000	2,000,000	0	1FE.....
636180 BJ 9	NATIONAL FUEL GAS 8.750 2019 05.....		04/01/2009.....	J P MORGAN CHASE SECURITIES INC.....		997,620	1,000,000	0	2FE.....
640204 AG 8	NEIMAN MARCUS 9.000 2015 10.....		04/15/2009.....	PAY IN KIND.....		48,750	48,750	0	5FE.....
655844 BC 1	NORFOLK SOUTHERN CORP 5.900 2019 06.....		05/27/2009.....	BANC OF AMERICA SECURITIES LLC.....		997,500	1,000,000	0	2FE.....
655844 BA 5	NORFOLK SOUTHERN CORP (1 5.750 2016 01.....		06/11/2009.....	J P MORGAN CHASE SECURITIES INC.....		2,087,495	2,050,000	49,442	2FE.....
674599 BX 2	OCCIDENTAL PETROLEUM 4.125 2016 06.....		05/12/2009.....	J P MORGAN CHASE SECURITIES INC.....		4,964,600	5,000,000	0	1FE.....
718172 AA 7	PHILIP MORRIS INTERNATIO 5.650 2018 05.....		06/19/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,034,320	1,000,000	5,964	1FE.....
736508 BQ 4	PORTLAND GENERAL ELECTRI 6.100 2019 04.....		04/13/2009.....	DEUTSCHE BANC.....		999,260	1,000,000	0	2FE.....
774341 AB 7	ROCKWELL COLLINS 5.250 2019 07.....		05/08/2009.....	UBS AG.....		1,011,220	1,000,000	1,021	1FE.....
931142 CQ 4	WAL-MART STORES 3.200 2014 05.....		05/14/2009.....	BARCLAYS CAPITAL INC.....		999,870	1,000,000	0	1FE.....
25468P CK 0	WALT DISNEY COMPANY 5.500 2019 03.....		04/27/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,043,450	1,000,000	6,722	1FE.....
95709T AG 5	WESTAR ENERGY 8.625 2018 12.....		05/08/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,124,880	1,000,000	40,250	2FE.....
96332H CB 3	WHIRLPOOL CORP 8.600 2014 05.....		04/29/2009.....	J P MORGAN CHASE SECURITIES INC.....		999,500	1,000,000	0	2FE.....
984121 BY 8	XEROX CORP 8.250 2014 05.....		05/06/2009.....	BANC OF AMERICA SECURITIES LLC.....		999,820	1,000,000	0	2FE.....
73755L AE 7	POTASH CORP 5.250 2014 05.....	A.....	04/28/2009.....	BANC OF AMERICA SECURITIES LLC.....		997,570	1,000,000	0	2FE.....
87425E AL 7	TALISMAN ENERGY 7.750 2019 06.....	A.....	05/27/2009.....	BANC OF AMERICA SECURITIES LLC.....		995,960	1,000,000	0	2FE.....
034863 AA 8	ANGLO AMERICAN (144A) 9.375 2014 04.....	F.....	04/03/2009.....	GREENWICH CAPITAL.....		1,006,250	1,000,000	0	2FE.....
05565Q BL 1	BP CAPITAL PLC 3.625 2014 05.....	F.....	05/01/2009.....	MORGAN STANLEY.....		1,000,000	1,000,000	0	1FE.....
20272B AC 8	COMMONWEALTH BANK OF AUS 2.500 2012 12.....	F.....	06/03/2009.....	CREDIT SUISSE FIRST BOSTON.....		1,992,820	2,000,000	0	1FE.....
20272B AF 1	COMMONWEALTH BANK OF AUS 3.625 2014 06.....	F.....	06/18/2009.....	MORGAN STANLEY.....		997,960	1,000,000	0	1FE.....
25156P AM 5	DEUTSCHE TELEKOM 4.875 2014 07.....	F.....	06/15/2009.....	BARCLAYS CAPITAL INC.....		1,991,740	2,000,000	0	2FE.....
654902 AB 1	NOKIA CORP 5.375 2019 05.....	F.....	05/01/2009.....	BANC OF AMERICA SECURITIES LLC.....		1,004,290	1,000,000	0	1FE.....
66989G AA 8	NOVARTIS SEC INV 5.125 2019 02.....	F.....	04/21/2009.....	J P MORGAN CHASE SECURITIES INC.....		1,024,620	1,000,000	10,535	1FE.....
83238P AA 2	SMITHS GROUP PLC (144A) 6.050 2014 05.....	F.....	05/07/2009.....	MORGAN STANLEY.....		998,340	1,000,000	0	2FE.....
85771S AA 4	STATOILHYDRO ASA 5.250 2019 04.....	F.....	04/17/2009.....	VARIOUS.....		2,018,740	2,000,000	0	1FE.....

QE04.1

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 3**

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
87927V AW 8	TELECOM ITALIA 6.175 2014 06.....	F.....	.....06/15/2009.....	MORGAN STANLEY.....	.....	.....2,000,000	.....2,000,000	.....0	2FE.....
87938W AJ 2	TELEFONICA EMISIONES SA 4.949 2015 01.....	F.....	.....06/22/2009.....	GOLDMAN SACHS & CO.....	.....	.....1,000,000	.....1,000,000	.....0	1FE.....
92857W AS 9	VODAFONE GROUP PLC 5.450 2019 06.....	F.....	.....06/03/2009.....	MORGAN STANLEY.....	.....	.....1,994,820	.....2,000,000	.....0	1FE.....
3899999.	Total - Bonds - Industrial & Miscellaneous.....					.....67,078,323	.....66,438,750	.....257,869	.....XXX.....
8399997.	Total - Bonds - Part 3.....					.....209,864,611	.....195,203,750	.....501,196	.....XXX.....
8399999.	Total - Bonds.....					.....209,864,611	.....195,203,750	.....501,196	.....XXX.....
9999999.	Total - Bonds, Preferred and Common Stocks.....					.....209,864,611	.....XXX.....	.....501,196	.....XXX.....

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

**SCHEDULE D - PART 4**

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Government</b>																					
912828	CL 2		06/15/2009	MATURED		325,000	325,000	319,071	324,104	.0	.896	.0	.896	.0	325,000	.0	.0	.0	.6,500	06/15/2009	1.....
92931#	AT 4		06/25/2009	PAID ON PRINCIPAL		30,239	30,239	30,254	30,205	.0	.35	.0	.35	.0	30,239	.0	.0	.0	.322	01/01/2012	1.....
36202C	CF 8		06/20/2009	PAID ON PRINCIPAL		121	121	126	127	.0	(6)	.0	(6)	.0	121	.0	.0	.0	.2	09/20/2024	1.....
36202C	DG 5		06/20/2009	PAID ON PRINCIPAL		41	41	43	43	.0	(2)	.0	(2)	.0	41	.0	.0	.0	.1	11/20/2024	1.....
36202C	EL 3		06/20/2009	PAID ON PRINCIPAL		11	11	12	12	.0	(1)	.0	(1)	.0	11	.0	.0	.0	.0	01/20/2025	1.....
36202C	G5 6		06/20/2009	PAID ON PRINCIPAL		41	41	43	43	.0	(2)	.0	(2)	.0	41	.0	.0	.0	.1	06/20/2025	1.....
36202C	HP 1		06/20/2009	PAID ON PRINCIPAL		75	75	78	79	.0	(4)	.0	(4)	.0	75	.0	.0	.0	.1	07/20/2025	1.....
36202C	J4 6		06/20/2009	PAID ON PRINCIPAL		20	20	20	20	.0	(1)	.0	(1)	.0	20	.0	.0	.0	.0	09/20/2025	1.....
36202C	LX 9		06/20/2009	PAID ON PRINCIPAL		43	43	45	45	.0	(2)	.0	(2)	.0	43	.0	.0	.0	.1	12/20/2025	1.....
36202D	QY 0		06/20/2009	PAID ON PRINCIPAL		12,163	12,163	11,619	11,468	.0	695	.0	695	.0	12,163	.0	.0	.0	.117	12/20/2031	1.....
36202D	6D 8		06/20/2009	PAID ON PRINCIPAL		75,747	75,747	72,729	72,800	.0	2,947	.0	2,947	.0	75,747	.0	.0	.0	.700	06/20/2034	1.....
36202E	UR 8		06/20/2009	PAID ON PRINCIPAL		47,510	47,510	43,383	43,516	.0	3,994	.0	3,994	.0	47,510	.0	.0	.0	.308	07/20/2038	1.....
36202E	XT 1		06/20/2009	PAID ON PRINCIPAL		622,247	622,247	619,914	619,832	.0	2,415	.0	2,415	.0	622,247	.0	.0	.0	6,097	11/20/2038	1.....
36216X	AK 7		06/15/2009	PAID ON PRINCIPAL		329	329	352	347	.0	(18)	.0	(18)	.0	329	.0	.0	.0	.5	01/15/2020	1.....
36217X	MB 3		06/15/2009	PAID ON PRINCIPAL		387	387	413	409	.0	(22)	.0	(22)	.0	387	.0	.0	.0	.6	09/15/2020	1.....
36220H	BL 3		06/15/2009	PAID ON PRINCIPAL		2,511	2,511	2,680	2,651	.0	(140)	.0	(140)	.0	2,511	.0	.0	.0	.19	02/15/2020	1.....
36220R	QG 6		06/15/2009	PAID ON PRINCIPAL		138	138	147	149	.0	(11)	.0	(11)	.0	138	.0	.0	.0	.2	06/15/2020	1.....
36220S	4X 1		06/15/2009	PAID ON PRINCIPAL		23	23	25	25	.0	(1)	.0	(1)	.0	23	.0	.0	.0	.0	02/15/2020	1.....
36220U	5V 9		06/15/2009	PAID ON PRINCIPAL		180	180	193	192	.0	(12)	.0	(12)	.0	180	.0	.0	.0	.3	03/15/2020	1.....
36220V	FQ 7		06/15/2009	PAID ON PRINCIPAL		446	446	476	466	.0	(20)	.0	(20)	.0	446	.0	.0	.0	.7	05/15/2020	1.....
36220X	K7 9		06/15/2009	PAID ON PRINCIPAL		89	89	95	95	.0	(6)	.0	(6)	.0	89	.0	.0	.0	.1	07/15/2020	1.....
36223B	M4 9		06/15/2009	PAID ON PRINCIPAL		93	93	99	99	.0	(5)	.0	(5)	.0	93	.0	.0	.0	.1	04/15/2021	1.....
36223D	VN 3		06/15/2009	PAID ON PRINCIPAL		156	156	166	164	.0	(8)	.0	(8)	.0	156	.0	.0	.0	.2	03/15/2021	1.....
36223N	VQ 4		06/15/2009	PAID ON PRINCIPAL		95	95	101	100	.0	(5)	.0	(5)	.0	95	.0	.0	.0	.1	09/15/2021	1.....
36223R	CZ 6		06/15/2009	PAID ON PRINCIPAL		188	188	201	199	.0	(10)	.0	(10)	.0	188	.0	.0	.0	.3	06/15/2022	1.....
36223T	VY 4		06/15/2009	PAID ON PRINCIPAL		98	98	105	103	.0	(5)	.0	(5)	.0	98	.0	.0	.0	.1	01/15/2022	1.....
36203X	GY 6		06/15/2009	PAID ON PRINCIPAL		132	132	141	142	.0	(10)	.0	(10)	.0	132	.0	.0	.0	.2	11/15/2023	1.....
36205G	4M 0		06/15/2009	PAID ON PRINCIPAL		161	161	172	172	.0	(11)	.0	(11)	.0	161	.0	.0	.0	.2	07/15/2024	1.....
36206J	F8 2		06/15/2009	PAID ON PRINCIPAL		13	13	13	13	.0	(0)	.0	(0)	.0	13	.0	.0	.0	.0	08/15/2026	1.....
36290S	WE 7		06/15/2009	PAID ON PRINCIPAL		185,268	185,268	185,586	185,475	.0	(207)	.0	(207)	.0	185,268	.0	.0	.0	1,315	04/15/2019	1.....
36291F	3W 6		06/15/2009	PAID ON PRINCIPAL		243,177	243,177	243,595	243,454	.0	(277)	.0	(277)	.0	243,177	.0	.0	.0	1,427	06/15/2019	1.....
831641	DQ 5		05/11/2009	PAID ON PRINCIPAL		221,771	221,771	221,771	221,771	.0	.0	.0	.0	.0	221,771	.0	.0	.0	2,777	08/10/2013	1.....
831641	DS 1		05/11/2009	PAID ON PRINCIPAL		51,937	51,937	51,937	51,937	.0	.0	.0	.0	.0	51,937	.0	.0	.0	.570	02/10/2014	1.....
0399999	Total - Bonds - U.S. Government					1,820,454	1,820,454	1,805,607	1,810,258	.0	10,196	.0	10,196	.0	1,820,454	.0	.0	.0	20,196	XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment</b>																					
38373Y	UH 5		06/16/2009	PAID ON PRINCIPAL		152,876	152,876	151,538	152,849	.0	.27	.0	.27	.0	152,876	.0	.0	.0	1,560	10/16/2025	1.....
64971M	GQ 9		05/15/2009	REDEEMED		6,221,600	6,160,000	6,484,817	6,238,047	.0	(16,447)	.0	(16,447)	.0	6,221,600	.0	.0	.0	154,000	11/15/2015	1FE.....
64988P	RN 8		04/01/2009	REDEEMED		90,000	90,000	90,000	90,000	.0	.0	.0	.0	.0	90,000	.0	.0	.0	2,160	10/01/2022	1FE.....
31296R	CX 4		06/15/2009	PAID ON PRINCIPAL		1,080,923	1,080,923	1,077,545	1,077,621	.0	3,302	.0	3,302	.0	1,080,923	.0	.0	.0	9,295	12/15/2033	1.....
31292G	GN 0		06/15/2009	PAID ON PRINCIPAL		109	109	106	107	.0	3	.0	3	.0	109	.0	.0	.0	.1	01/15/2023	1.....

QE05

**SCHEDULE D - PART 4**

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
31292H SQ 8	FHLMC GOLD PASSTHRU 6.000		.06/15/2009	PAID ON PRINCIPAL		128,333	128,333	131,296	133,777	.0	(5,444)	.0	(5,444)	.0	128,333	.0	.0	.0	1,295	11/15/2032	1
31292H ZM 9	FHLMC GOLD PASSTHRU 5.000		.06/15/2009	PAID ON PRINCIPAL		1,493,867	1,493,867	1,489,199	1,489,467	.0	4,400	.0	4,400	.0	1,493,867	.0	.0	.0	12,936	10/15/2033	1
31292H 4J 0	FHLMC GOLD PASSTHRU 5.500		.06/15/2009	PAID ON PRINCIPAL		838,782	838,782	813,593	813,605	.0	25,177	.0	25,177	.0	838,782	.0	.0	.0	7,944	12/15/2033	1
31293W LD 0	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		824	824	869	951	.0	(127)	.0	(127)	.0	824	.0	.0	.0	11	09/15/2029	1
31298P VR 8	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		5,931	5,931	6,255	7,399	.0	(1,468)	.0	(1,468)	.0	5,931	.0	.0	.0	36	06/15/2031	1
31298Q SR 0	FHLMC GOLD PASSTHRU 7.500		.06/15/2009	PAID ON PRINCIPAL		21	21	22	24	.0	(3)	.0	(3)	.0	21	.0	.0	.0	0	07/15/2031	1
31288A ML 6	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		297	297	313	345	.0	(49)	.0	(49)	.0	297	.0	.0	.0	3	10/15/2032	1
31288B 3C 5	FHLMC GOLD PASSTHRU 6.000		.06/15/2009	PAID ON PRINCIPAL		102,743	102,743	105,115	107,459	.0	(4,716)	.0	(4,716)	.0	102,743	.0	.0	.0	922	11/15/2032	1
31288H H6 0	FHLMC GOLD PASSTHRU 6.000		.06/15/2009	PAID ON PRINCIPAL		439	439	449	465	.0	(26)	.0	(26)	.0	439	.0	.0	.0	4	03/15/2033	1
31335G BZ 7	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		649	649	632	637	.0	12	.0	12	.0	649	.0	.0	.0	10	09/15/2023	1
313956 LG 7	FHLMC GOLD PASSTHRU 8.000		.06/15/2009	PAID ON PRINCIPAL		3,903	3,903	3,905	3,897	.0	6	.0	6	.0	3,903	.0	.0	.0	52	05/15/2012	1
313956 LH 5	FHLMC GOLD PASSTHRU 8.000		.06/15/2009	PAID ON PRINCIPAL		163	163	163	162	.0	0	.0	0	.0	163	.0	.0	.0	2	05/15/2012	1
313956 LT 9	FHLMC GOLD PASSTHRU 8.000		.06/15/2009	PAID ON PRINCIPAL		118	118	118	117	.0	0	.0	0	.0	118	.0	.0	.0	2	05/15/2012	1
313981 BL 5	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		103	103	100	101	.0	3	.0	3	.0	103	.0	.0	.0	1	09/15/2023	1
313982 VA 5	FHLMC GOLD PASSTHRU 7.000		.06/15/2009	PAID ON PRINCIPAL		534	534	518	522	.0	12	.0	12	.0	534	.0	.0	.0	6	10/15/2023	1
31283H WZ 4	FHLMC GOLD PASSTHRU 6.000		.06/15/2009	PAID ON PRINCIPAL		950,692	950,692	972,604	982,645	.0	(31,953)	.0	(31,953)	.0	950,692	.0	.0	.0	9,143	04/15/2033	1
3128LX DE 7	FHLMC GOLD PASSTHRU 4.000		.06/15/2009	PAID ON PRINCIPAL		487,053	487,053	433,680	438,308	.0	48,745	.0	48,745	.0	487,053	.0	.0	.0	3,148	05/15/2034	1
31281A MV 1	FHLMC GOLD PASSTHRU 6.000		.06/15/2009	PAID ON PRINCIPAL		11,694	11,694	10,577	10,559	.0	1,135	.0	1,135	.0	11,694	.0	.0	.0	117	11/15/2026	1
31283Y 4Z 8	FHLMC GOLD PASSTHRU 6.500		.06/15/2009	PAID ON PRINCIPAL		328	328	327	327	.0	1	.0	1	.0	328	.0	.0	.0	4	05/15/2028	1
31371K D9 9	FNMA PASS TH #00254028 6.500		.06/25/2009	PAID ON PRINCIPAL		91,924	91,924	93,863	94,366	.0	(2,442)	.0	(2,442)	.0	91,924	.0	.0	.0	817	09/25/2031	1
31371K EJ 6	FNMA PASS TH #00254037 5.500		.06/25/2009	PAID ON PRINCIPAL		37,536	37,536	37,419	37,421	.0	116	.0	116	.0	37,536	.0	.0	.0	330	10/25/2016	1
31371L EZ 8	FNMA PASS TH #00254952 4.500		.06/25/2009	PAID ON PRINCIPAL		134,027	134,027	134,320	134,158	.0	(131)	.0	(131)	.0	134,027	.0	.0	.0	1,005	11/25/2018	1
31374J ZW 4	FNMA PASS TH #00315857 7.500		.06/25/2009	PAID ON PRINCIPAL		47	47	47	47	.0	(0)	.0	(0)	.0	47	.0	.0	.0	1	02/25/2023	1
31376K B2 1	FNMA PASS TH #00357457 5.500		.06/25/2009	PAID ON PRINCIPAL		996,609	996,609	994,433	994,508	.0	2,102	.0	2,102	.0	996,609	.0	.0	.0	9,304	11/25/2033	1
31378Q DF 5	FNMA PASS TH #00405202 6.000		.06/25/2009	PAID ON PRINCIPAL		10,381	10,381	10,016	10,063	.0	318	.0	318	.0	10,381	.0	.0	.0	148	03/25/2028	1
31378R S5 9	FNMA PASS TH #00406540 6.500		.06/25/2009	PAID ON PRINCIPAL		14	14	14	14	.0	(0)	.0	(0)	.0	14	.0	.0	.0	0	12/25/2027	1
31379K RZ 8	FNMA PASS TH #00421804 6.500		.06/25/2009	PAID ON PRINCIPAL		199,989	199,989	198,958	198,997	.0	992	.0	992	.0	199,989	.0	.0	.0	1,386	04/25/2028	1
31383L VW 2	FNMA PASS TH #00506529 6.000		.06/25/2009	PAID ON PRINCIPAL		523	523	484	482	.0	41	.0	41	.0	523	.0	.0	.0	5	07/25/2029	1
31384V L7 5	FNMA PASS TH #00535050 7.500		.06/25/2009	PAID ON PRINCIPAL		25,591	25,591	26,750	28,465	.0	(2,875)	.0	(2,875)	.0	25,591	.0	.0	.0	256	12/25/2029	1
31385J NQ 7	FNMA PASS TH #00545899 5.500		.06/25/2009	PAID ON PRINCIPAL		38,478	38,478	39,398	39,466	.0	(988)	.0	(988)	.0	38,478	.0	.0	.0	350	09/25/2017	1
31386T G8 2	FNMA PASS TH #00572723 5.500		.06/25/2009	PAID ON PRINCIPAL		21,302	21,302	21,239	21,242	.0	60	.0	60	.0	21,302	.0	.0	.0	196	03/25/2016	1
31386X B2 1	FNMA PASS TH #00576157 5.500		.06/25/2009	PAID ON PRINCIPAL		14,577	14,577	14,534	14,537	.0	40	.0	40	.0	14,577	.0	.0	.0	125	03/25/2016	1
31386Y B2 9	FNMA PASS TH #00577057 5.500		.06/25/2009	PAID ON PRINCIPAL		26,694	26,694	26,611	26,613	.0	81	.0	81	.0	26,694	.0	.0	.0	245	04/25/2016	1
31387A 6L 4	FNMA PASS TH #00578775 5.500		.06/25/2009	PAID ON PRINCIPAL		3,025	3,025	3,015	3,016	.0	9	.0	9	.0	3,025	.0	.0	.0	28	05/25/2016	1
31387D VL 0	FNMA PASS TH #00581219 5.500		.06/25/2009	PAID ON PRINCIPAL		36,868	36,868	36,753	36,760	.0	108	.0	108	.0	36,868	.0	.0	.0	279	05/25/2016	1
31387H 7K 0	FNMA PASS TH #00585098 5.500		.06/25/2009	PAID ON PRINCIPAL		4,381	4,381	4,368	4,368	.0	14	.0	14	.0	4,381	.0	.0	.0	40	06/25/2016	1
31387Q 4F 4	FNMA PASS TH #00591322 5.500		.06/25/2009	PAID ON PRINCIPAL		3,027	3,027	3,018	3,018	.0	9	.0	9	.0	3,027	.0	.0	.0	28	07/25/2016	1
31387W 2L 0	FNMA PASS TH #00596679 6.500		.06/25/2009	PAID ON PRINCIPAL		89,846	89,846	91,980	92,849	.0	(3,003)	.0	(3,003)	.0	89,846	.0	.0	.0	832	09/25/2031	1
31387W 2P 1	FNMA PASS TH #00596682 6.500		.06/25/2009	PAID ON PRINCIPAL		207,751	207,751	212,133	213,243	.0	(5,492)	.0	(5,492)	.0	207,751	.0	.0	.0	2,497	10/25/2031	1
31387Y X2 4	FNMA PASS TH #00598397 5.500		.06/25/2009	PAID ON PRINCIPAL		10,047	10,047	10,015	10,016	.0	31	.0	31	.0	10,047	.0	.0	.0	84	07/25/2016	1

QE05.1

**SCHEDULE D - PART 4**

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31388A	K6 0	FNMA PASS TH #00598917 5.500	06/25/2009	PAID ON PRINCIPAL		1,587	1,587	1,582	1,582	.0	.5	.0	.5	.0	1,587	.0	.0	.0	.15	10/25/2016	1
31388D	6W 3	FNMA PASS TH #00602185 5.500	06/25/2009	PAID ON PRINCIPAL		32,729	32,729	32,627	32,631	.0	.98	.0	.98	.0	32,729	.0	.0	.0	.301	10/25/2016	1
31388E	ND 4	FNMA PASS TH #00602588 5.500	06/25/2009	PAID ON PRINCIPAL		12,860	12,860	12,819	12,818	.0	.41	.0	.41	.0	12,860	.0	.0	.0	.118	08/25/2016	1
31388E	NH 5	FNMA PASS TH #00602592 5.500	06/25/2009	PAID ON PRINCIPAL		11,457	11,457	11,422	11,421	.0	.36	.0	.36	.0	11,457	.0	.0	.0	.105	09/25/2016	1
31388E	NM 4	FNMA PASS TH #00602596 5.500	06/25/2009	PAID ON PRINCIPAL		13,317	13,317	13,276	13,274	.0	.43	.0	.43	.0	13,317	.0	.0	.0	.122	09/25/2016	1
31388E	TA 4	FNMA PASS TH #00602745 5.500	06/25/2009	PAID ON PRINCIPAL		18,839	18,839	18,781	18,783	.0	.56	.0	.56	.0	18,839	.0	.0	.0	.237	08/25/2016	1
31388J	JU 0	FNMA PASS TH #00606075 5.500	06/25/2009	PAID ON PRINCIPAL		3,750	3,750	3,738	3,739	.0	.11	.0	.11	.0	3,750	.0	.0	.0	.35	10/25/2016	1
31388P	PY 1	FNMA PASS TH #00610739 5.500	06/25/2009	PAID ON PRINCIPAL		35,254	35,254	35,144	35,150	.0	105	.0	105	.0	35,254	.0	.0	.0	.324	10/25/2016	1
31388P	XP 1	FNMA PASS TH #00610986 5.500	06/25/2009	PAID ON PRINCIPAL		23,779	23,779	23,705	23,706	.0	.73	.0	.73	.0	23,779	.0	.0	.0	.222	10/25/2016	1
31390K	RG 5	FNMA PASS TH #00648587 7.500	06/25/2009	PAID ON PRINCIPAL		49,182	49,182	51,414	54,995	.0	(5,813)	.0	(5,813)	.0	49,182	.0	.0	.0	.614	05/25/2032	1
31390N	TM 4	FNMA PASS TH #00651356 5.500	06/25/2009	PAID ON PRINCIPAL		112,503	112,503	112,485	112,543	.0	(40)	.0	(40)	.0	112,503	.0	.0	.0	1,314	07/25/2017	1
31402C	QM 7	FNMA PASS TH #00725060 6.000	06/25/2009	PAID ON PRINCIPAL		30,908	30,908	31,630	32,060	.0	(1,152)	.0	(1,152)	.0	30,908	.0	.0	.0	.316	01/25/2034	1
31402E	S3 3	FNMA PASS TH #00726938 4.500	06/25/2009	PAID ON PRINCIPAL		4,895	4,895	4,718	4,741	.0	155	.0	155	.0	4,895	.0	.0	.0	.48	08/25/2033	1
31402J	ZY 6	FNMA PASS TH #00730759 4.500	06/25/2009	PAID ON PRINCIPAL		8,565	8,565	8,255	8,291	.0	274	.0	274	.0	8,565	.0	.0	.0	.68	08/25/2033	1
31402Q	LF 6	FNMA PASS TH #00734826 4.500	06/25/2009	PAID ON PRINCIPAL		40,321	40,321	38,859	38,994	.0	1,327	.0	1,327	.0	40,321	.0	.0	.0	.253	08/25/2033	1
31403A	2X 2	FNMA PASS TH #00743390 4.500	06/25/2009	PAID ON PRINCIPAL		53,349	53,349	53,466	53,429	.0	(80)	.0	(80)	.0	53,349	.0	.0	.0	.401	11/25/2018	1
31403R	CK 2	FNMA PASS TH #00755274 4.500	06/25/2009	PAID ON PRINCIPAL		134,714	134,714	135,009	134,870	.0	(156)	.0	(156)	.0	134,714	.0	.0	.0	.875	12/25/2018	1
31406L	F9 4	FNMA PASS TH #00812992 5.500	06/25/2009	PAID ON PRINCIPAL		359,671	359,671	358,873	358,842	.0	828	.0	828	.0	359,671	.0	.0	.0	3,258	02/25/2035	1
31407G	6H 6	FNMA PASS TH #00830772 5.000	06/25/2009	PAID ON PRINCIPAL		35,109	35,109	35,081	35,083	.0	.27	.0	.27	.0	35,109	.0	.0	.0	.292	08/25/2035	1
68608R	VS 9	OREGON HSG & CMNTY SVC 6.200	04/06/2009	REDEEMED		345,000	345,000	353,025	345,863	.0	(528)	.0	(528)	.0	345,335	.0	(335)	(335)	5,645	07/01/2028	1FE
938865	BL 5	WASHINGTON HSG DEV COR 7.250	06/01/2009	REDEEMED		20,891	20,891	19,442	19,864	.0	.19	.0	.19	.0	19,882	.0	1,008	1,008	253	06/01/2020	1
31337L	AK 4	FHR 2160 ZA CMO 6.000	06/15/2009	PAID ON PRINCIPAL		646,189	646,189	594,437	614,647	.0	31,542	.0	31,542	.0	646,189	.0	.0	.0	5,390	06/15/2029	1
31337P	VV 8	FHR 2248 ZA CMO 7.000	06/15/2009	PAID ON PRINCIPAL		137,782	137,782	135,127	135,863	.0	1,919	.0	1,919	.0	137,782	.0	.0	.0	1,505	09/15/2030	1
313398	NM 7	FHR 2334 SO CMO 19.704	04/15/2009	PAID ON PRINCIPAL		75,870	75,870	74,257	74,643	.0	1,227	.0	1,227	.0	75,870	.0	.0	.0	1,229	07/15/2031	1
313398	NM 7	FHR 2334 SO CMO 19.982	05/15/2009	PAID ON PRINCIPAL		53,589	53,589	52,451	52,723	.0	867	.0	867	.0	53,589	.0	.0	.0	1,748	07/15/2031	1
313398	NM 7	FHR 2334 SO CMO 20.047	06/15/2009	PAID ON PRINCIPAL		82,293	82,293	80,544	80,962	.0	1,331	.0	1,331	.0	82,293	.0	.0	.0	4,054	07/15/2031	1
31337U	VD 7	FHR 2357 OH CMO 6.500	06/15/2009	PAID ON PRINCIPAL		449,977	449,977	445,828	447,185	.0	2,792	.0	2,792	.0	449,977	.0	.0	.0	4,951	09/15/2031	1
31337V	5V 4	FHR 2359 ZA CMO 6.000	06/15/2009	PAID ON PRINCIPAL		1,195,237	1,195,237	1,095,055	1,133,117	.0	62,120	.0	62,120	.0	1,195,237	.0	.0	.0	11,277	09/15/2031	1
31392B	6U 5	FNGT 2002-T4 A2 CMO 7.000	06/25/2009	PAID ON PRINCIPAL		8,506	8,506	8,797	8,770	.0	(264)	.0	(264)	.0	8,506	.0	.0	.0	.93	12/25/2041	1
31359W	KH 3	FNR 1999-33 Z CMO 6.000	06/25/2009	PAID ON PRINCIPAL		530,970	530,970	489,421	506,232	.0	24,738	.0	24,738	.0	530,970	.0	.0	.0	5,156	07/25/2029	1
31359S	BJ 8	FNR 2001-6 Z CMO 6.000	06/25/2009	PAID ON PRINCIPAL		1,043,378	1,043,378	951,148	990,852	.0	52,526	.0	52,526	.0	1,043,378	.0	.0	.0	10,761	03/25/2031	1
31392B	PT 7	FNR 2001-81 QG CMO 6.500	06/25/2009	PAID ON PRINCIPAL		358,407	358,407	358,519	357,973	.0	434	.0	434	.0	358,407	.0	.0	.0	3,953	01/25/2032	1
3837H4	UJ 4	GNR 2000-34 ZB CMO 7.500	06/20/2009	PAID ON PRINCIPAL		102,727	102,727	105,342	102,369	.0	358	.0	358	.0	102,727	.0	.0	.0	1,275	10/20/2030	1
383739	JF 7	GNR 2001-4 ZC CMO 6.500	06/20/2009	PAID ON PRINCIPAL		519,907	519,907	494,896	501,035	.0	18,872	.0	18,872	.0	519,907	.0	.0	.0	6,018	03/20/2031	1
31337L	4S 4	FSPC T-017 A5 7.160	06/25/2009	PAID ON PRINCIPAL		79,285	79,285	79,274	78,925	.0	360	.0	360	.0	79,285	.0	.0	.0	.932	07/25/2029	1FE
3199999		Total - Bonds - U.S. Special Revenue & Assessment				20,157,415	20,095,815	20,053,554	19,951,010	.0	205,731	.0	205,731	.0	20,156,742	.0	.674	.674	293,767	XXX	XXX
<b>Bonds - Industrial and Miscellaneous</b>																					
00834#	AC 2	ADVANTAGE CAPITAL HAWA 14.000	04/30/2009	MATURED		51,146	51,146	51,146	51,146	.0	.0	.0	.0	.0	51,146	.0	.0	.0	8,573	11/30/2023	1FE
05947U	LW 6	BACM 2003-2 A2 4.342	06/11/2009	PAID ON PRINCIPAL		118,318	118,318	118,916	118,360	.0	(42)	.0	(42)	.0	118,318	.0	.0	.0	.858	03/11/2041	1FE
09774X	BU 5	BCM 2001-A A 6.805	06/15/2009	PAID ON PRINCIPAL		181,999	181,999	178,814	178,896	.0	3,103	.0	3,103	.0	181,999	.0	.0	.0	2,058	12/15/2030	2FE

QE052

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 4**

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
05565S AA 2	BNSF 2006-2 TRUST 5.629		04/01/2009	PAID ON PRINCIPAL		143,742	143,742	143,742	143,742	0	0	0	0	0	143,742	0	0	0	4,046	04/01/2024	1FE
29334* AA 4	ENHANCED CAPITAL PARTN 8.060		06/01/2009	VARIOUS		246,329	246,329	246,329	246,329	0	0	0	0	0	246,329	0	0	0	104,444	03/01/2013	1FE
29333@ AA 3	ENHANCED CAPITAL PARTN 8.400		06/30/2009	MATURED		9,630	9,630	9,630	9,630	0	0	0	0	0	9,630	0	0	0	5,242	08/01/2011	1FE
361477 AA 0	GATX CORP 9.000		05/15/2009	PAID ON PRINCIPAL		33,788	33,788	33,788	33,788	0	0	0	0	0	33,788	0	0	0	1,596	11/15/2013	1FE
393505 A6 9	GT 1998-2 A5 6.240		06/01/2009	PAID ON PRINCIPAL		133,835	133,835	109,912	109,931	0	23,904	0	23,904	0	133,835	0	0	0	1,362	12/01/2028	3FE
44920D AC 0	HART 2006-B A3 5.110		06/15/2009	PAID ON PRINCIPAL		1,309,281	1,309,281	1,286,368	1,288,864	0	20,417	0	20,417	0	1,309,281	0	0	0	10,914	04/15/2011	1FE
437410 AB 9	HOMER CITY FUND 8.734		04/01/2009	PAID ON PRINCIPAL		20,750	20,750	20,750	19,090	1,660	0	0	1,660	0	20,750	0	0	0	906	10/01/2026	3FE
452558 AR 0	IMPERIAL BANK 8.500		04/01/2009	MATURED		4,059,000	4,059,000	5,171,469	4,111,286	0	(52,286)	0	(52,286)	0	4,059,000	0	0	0	172,508	04/01/2009	1FE
501773 CS 2	LBCMT 1999-C1 A2 6.780		05/18/2009	PAID ON PRINCIPAL		552,990	552,990	599,800	553,256	0	(266)	0	(266)	0	552,990	0	0	0	4,344	06/15/2031	1FE
629855 AE 7	NALCO COMPANY 7.750		06/12/2009	REDEEMED		732,934	719,000	674,063	675,456	0	6,013	0	6,013	0	681,469	0	51,465	51,465	32,040	11/15/2011	3FE
655356 JF 1	NASC 1998-D6 A1B 6.590		06/15/2009	PAID ON PRINCIPAL		39,173	39,173	39,760	39,158	0	15	0	15	0	39,173	0	0	0	430	03/15/2030	1FE
640204 AG 8	NEIMAN MARCUS 9.000		06/10/2009	BARCLAYS CAPITAL INC		542,451	847,579	305,374	372,935	502,475	(570,036)	0	(67,561)	0	305,374	0	237,077	237,077	19,471	10/15/2015	5FE
76114E AH 5	RESIDENTIAL CAPITAL CO 9.625		06/09/2009	GOLDMAN SACHS & CO		276,500	395,000	237,000	94,800	0	0	0	0	0	94,800	0	181,700	181,700	21,861	05/15/2015	6FE
86183@ AA 4	STONEHENGE CAP FUND CO 8.905		04/30/2009	MATURED		8,428	8,428	8,428	8,428	0	0	0	0	0	8,428	0	0	0	2,040	03/01/2013	1FE
02660T BM 4	AHM 2004-3 3A 4.787		06/25/2009	PAID ON PRINCIPAL		383,401	383,401	383,461	380,757	0	2,644	0	2,644	0	383,401	0	0	0	1,986	10/25/2034	1FE
05948X D3 2	BOAMS 2003-9 3A1 CMO 5.000		06/25/2009	PAID ON PRINCIPAL		114,677	114,677	115,699	115,483	0	(805)	0	(805)	0	114,677	0	0	0	1,051	12/25/2018	1FE
05949A PN 4	BOAMS 2004-7 6A1 CMO 4.500		06/25/2009	PAID ON PRINCIPAL		433,998	433,998	430,404	431,014	0	2,984	0	2,984	0	433,998	0	0	0	3,256	08/25/2019	1FE
15132E AR 9	CDMC 2002-4 A1 CMO 6.500		06/25/2009	PAID ON PRINCIPAL		91,052	91,052	92,489	90,760	0	292	0	292	0	91,052	0	0	0	1,138	07/25/2032	1FE
939336 QA 4	WAMMS 2003-MS1 2A CMO 5.250		06/25/2009	PAID ON PRINCIPAL		1,634,453	1,634,453	1,660,757	1,651,329	0	(16,876)	0	(16,876)	0	1,634,453	0	0	0	16,441	02/25/2018	1FE
939336 QP 1	WAMMS 2003-MS2 3A1 CMO 5.000		06/25/2009	PAID ON PRINCIPAL		720,044	720,044	701,593	704,400	0	15,644	0	15,644	0	720,044	0	0	0	5,964	03/25/2018	1FE
929227 6Y 7	WAMU 2003-S6 2A3 CMO 4.750		06/25/2009	PAID ON PRINCIPAL		165,015	165,015	165,531	165,364	0	(348)	0	(348)	0	165,015	0	0	0	1,384	07/25/2018	1FE
94980W AA 4	WFMBS 2003-15 1A1 CMO 4.750		06/25/2009	PAID ON PRINCIPAL		832,409	832,409	833,904	832,843	0	(435)	0	(435)	0	832,409	0	0	0	6,516	12/25/2018	1FE
949788 AE 3	WFMBS 2004-7 2A1 CMO 4.500		06/25/2009	PAID ON PRINCIPAL		412,207	412,207	408,213	408,859	0	3,347	0	3,347	0	412,207	0	0	0	3,102	07/25/2019	1FE
02150J AC 6	CWALT 2007-9T1 1A3 6.000		06/25/2009	PAID ON PRINCIPAL		174,839	174,839	90,448	77,159	50,209	19,149	0	69,359	0	146,518	0	28,321	28,321	1,748	05/25/2037	4FE
161546 GB 6	CFAB 2003-4 2A2 .913		06/25/2009	PAID ON PRINCIPAL		1,924	1,924	1,924	1,924	0	0	0	0	0	1,924	0	0	0	5	05/25/2033	1FE
161546 GB 6	CFAB 2003-4 2A2 1.037		05/25/2009	PAID ON PRINCIPAL		3,763	3,763	3,763	3,763	0	0	0	0	0	3,763	0	0	0	7	05/25/2033	1FE
161546 GB 6	CFAB 2003-4 2A2 1.121		04/25/2009	PAID ON PRINCIPAL		4,868	4,868	4,868	4,868	0	0	0	0	0	4,868	0	0	0	5	05/25/2033	1FE
66987X CD 5	NHEL 2003-1 A1 1.073		06/25/2009	PAID ON PRINCIPAL		4,554	4,554	4,560	4,559	0	(6)	0	(6)	0	4,554	0	0	0	14	05/25/2033	1FE
66987X CD 5	NHEL 2003-1 A1 1.197		05/25/2009	PAID ON PRINCIPAL		4,965	4,965	4,971	4,971	0	(6)	0	(6)	0	4,965	0	0	0	10	05/25/2033	1FE
66987X CD 5	NHEL 2003-1 A1 1.281		04/25/2009	PAID ON PRINCIPAL		3,959	3,959	3,964	3,963	0	(5)	0	(5)	0	3,959	0	0	0	4	05/25/2033	1FE
76110W UX 2	RASC 2003-KS10 A16 4.540		06/25/2009	PAID ON PRINCIPAL		22,708	22,708	22,704	22,665	0	43	0	43	0	22,708	0	0	0	164	12/25/2033	1FE
76110W PG 5	RASC 2002-KS4 A1IB (AM .813		06/25/2009	PAID ON PRINCIPAL		4,116	4,116	4,112	4,097	0	19	0	19	0	4,116	0	0	0	10	07/25/2032	3FE
76110W PG 5	RASC 2002-KS4 A1IB (AM .937		05/25/2009	PAID ON PRINCIPAL		6,311	6,311	6,305	6,281	0	30	0	30	0	6,311	0	0	0	10	07/25/2032	3FE
76110W PG 5	RASC 2002-KS4 A1IB (AM 1.021		04/25/2009	PAID ON PRINCIPAL		7,442	7,442	7,435	7,407	0	35	0	35	0	7,442	0	0	0	6	07/25/2032	3FE
3899999	Total - Bonds - Industrial & Miscellaneous					13,486,997	13,896,691	14,182,393	12,977,559	554,344	(543,469)	0	10,875	0	12,988,434	0	498,563	498,563	435,514	XXX	XXX
8399997	Total - Bonds - Part 4					35,464,865	35,812,960	36,041,554	34,738,826	554,344	(327,542)	0	226,803	0	34,965,629	0	499,236	499,236	749,477	XXX	XXX
8399999	Total - Bonds					35,464,865	35,812,960	36,041,554	34,738,826	554,344	(327,542)	0	226,803	0	34,965,629	0	499,236	499,236	749,477	XXX	XXX
9999999	Total - Bonds, Preferred and Common Stocks					35,464,865	XXX	36,041,554	34,738,826	554,344	(327,542)	0	226,803	0	34,965,629	0	499,236	499,236	749,477	XXX	XXX

QE053

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



**SCHEDULE D - PART 4**

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Desig- nation or Market Indicator (a)

QE05.4

**Sch. DB-Part A-Section 1**  
**NONE**

**Sch. DB-Part B-Section 1**  
**NONE**

**Sch. DB-Part C-Section 1**  
**NONE**

**Sch. DB-Part D-Section 1**  
**NONE**

**SCHEDULE E - PART 1 - CASH**

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
<b>Open Depositories</b>								
Bank of America, N.A.....	Hartford,CT.....	.....0.000	.....0	.....0	...(27,603,681)	...(15,396,298)	...(16,982,972)	XXX
Bank of America, N.A. - IL.....	Chicago,IL.....	.....0.000	.....0	.....0	.....78,705	.....78,914	.....48,578	XXX
JP Morgan Chase Bank, N.A.....	New York,NY.....	.....0.000	.....0	.....0	.....(92,365)	.....(52,785)	.....(180)	XXX
0199999. Total Open Depositories.....	...XXX...	...XXX...	.....0	.....0	...(27,617,341)	...(15,370,168)	...(16,934,574)	XXX
0399999. Total Cash on Deposit.....	...XXX...	...XXX...	.....0	.....0	...(27,617,341)	...(15,370,168)	...(16,934,574)	XXX
0599999. Total Cash.....	...XXX...	...XXX...	.....0	.....0	...(27,617,341)	...(15,370,168)	...(16,934,574)	XXX

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
------------------	-----------	-----------------------	--------------------------	-----------------------	--------------------------------------	--	-------------------------------------

**NONE**

QE09