



QUARTERLY STATEMENT

As of September 30, 2017
of the Condition and Affairs of the

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

NAIC Group Code.....1279, 1279 (Current Period) (Prior Period)	NAIC Company Code..... 16667	Employer's ID Number..... 56-0789396
Organized under the Laws of NC Incorporated/Organized..... April 5, 1963	State of Domicile or Port of Entry NC Commenced Business..... May 9, 1963	Country of Domicile US
Statutory Home Office	230 NORTH ELM STREET..... GREENSBORO NC US 27401 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	230 NORTH ELM STREET..... GREENSBORO NC US 27401 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	336-373-0232 <i>(Area Code) (Telephone Number)</i>
Mail Address	POST OFFICE BOX 20597..... GREENSBORO NC US 27420 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	230 NORTH ELM STREET..... GREENSBORO NC US 27401 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	336-373-0232 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	WWW.ARCHMI.COM	
Statutory Statement Contact	JEFFREY WAYNE SHAW <i>(Name)</i> STATUTORYACCOUNTINGTEAM@ARCHMI.COM <i>(E-Mail Address)</i>	336-412-0800 <i>(Area Code) (Telephone Number) (Extension)</i> 336-412-0862 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. DAVID EVAN GANSBERG	PRESIDENT & CHIEF EXECUTIVE OFFICER	2. SARA FITZGERALD MILLARD	EXECUTIVE VICE PRESIDENT, GENERAL COUNSEL & SECRET
3. THOMAS HARRISON JETER	EXECUTIVE VICE PRESIDENT & CHIEF FINANCIAL OFFICER	4. BRIAN JOSEPH SMITH	SENIOR VICE PRESIDENT & CONTROLLER

OTHER

CHERYL ANN FELTGEN	EXECUTIVE VICE PRESIDENT & CHIEF RISK OFFICER	JOHN EDWARD GAINES	EXECUTIVE VICE PRESIDENT & CHIEF CREDIT & PRICING
CHRISTOPHER ANDREW HOVEY	EXECUTIVE VICE PRESIDENT & CHIEF OPERATING OFFICER	CHRIS MARTIN CLEMENT	EXECUTIVE VICE PRESIDENT & CHIEF SALES OFFICER
David William McLaughry	Senior Vice President & Chief Actuary	James Heath Taylor	Vice President & Treasurer

DIRECTORS OR TRUSTEES

ANDREW THOMAS RIPPERT	THOMAS HARRISON JETER	DENNIS ROBERT BRAND	CHERYL ANN FELTGEN
DAVID EVAN GANSBERG	MARK DONALD LYONS	JOHN EDWARD GAINES	

State of..... North Carolina
County of..... Guilford

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

_____ (Signature) DAVID EVAN GANSBERG 1. (Printed Name) PRESIDENT & CHIEF EXECUTIVE OFFICER _____ (Title)	_____ (Signature) SARA FITZGERALD MILLARD 2. (Printed Name) EXECUTIVE VICE PRESIDENT, GENERAL COUNSEL & SECRET _____ (Title)	_____ (Signature) THOMAS HARRISON JETER 3. (Printed Name) EXECUTIVE VICE PRESIDENT & CHIEF FINANCIAL OFFICER _____ (Title)
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Subscribed and sworn to before me
This _____ day of _____

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

Donna O. Robbins
Notary Public
November 26, 2021

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.....	18,881,194	0	18,881,194	15,744,149
2. Stocks:				
2.1 Preferred stocks.....	0	0	0	0
2.2 Common stocks.....	222,641,249	0	222,641,249	271,251,355
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 (\$.....17,868,324), cash equivalents (\$.....0) and short-term investments (\$.....4,368,554).....	22,236,878	0	22,236,878	6,489,578
6. Contract loans (including \$.....0 premium notes).....	0	0	0	0
7. Derivatives.....	0	0	0	0
8. Other invested assets.....	24,965,000	0	24,965,000	24,965,000
9. Receivables for securities.....	0	0	0	0
10. Securities lending reinvested collateral assets.....	0	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	288,724,321	0	288,724,321	318,450,082
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	164,077	0	164,077	139,154
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	3,650,014	0	3,650,014	1,723,679
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	0	0	0	0
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	0	0	0	0
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0	488,344
18.2 Net deferred tax asset.....	21,383,821	8,239,512	13,144,309	16,752,860
19. Guaranty funds receivable or on deposit.....	0	0	0	0
20. Electronic data processing equipment and software.....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	2,042	0	2,042	17,317
24. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other than invested assets.....	325,807	0	325,807	928,336
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	314,250,082	8,239,512	306,010,570	338,499,772
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. Total (Lines 26 and 27).....	314,250,082	8,239,512	306,010,570	338,499,772

DETAILS OF WRITE-INS

1101.....	0	0	0	0
1102.....	0	0	0	0
1103.....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. STATE PREMIUM TAXES RECOVERABLE.....	255,393	0	255,393	838,336
2502. SETTLEMENTS RECEIVABLE.....	70,414	0	70,414	90,000
2503.....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	325,807	0	325,807	928,336

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....3,117).....	15,652,654	15,190,913
2. Reinsurance payable on paid losses and loss adjustment expenses.....	.0	.0
3. Loss adjustment expenses.....	50,000	270,000
4. Commissions payable, contingent commissions and other similar charges.....	.0	.0
5. Other expenses (excluding taxes, licenses and fees).....	576,710	60,887
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	5,656	199,766
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	145,194	.0
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 \$...568 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	100,673	174,956
10. Advance premium.....	.0	.0
11. Dividends declared and unpaid:		
11.1 Stockholders.....	.0	.0
11.2 Policyholders.....	.0	.0
12. Ceded reinsurance premiums payable (net of ceding commissions).....	105,595	238,098
13. Funds held by company under reinsurance treaties.....	.0	.0
14. Amounts withheld or retained by company for account of others.....	.0	.0
15. Remittances and items not allocated.....	2,024,501	277,062
16. Provision for reinsurance (including \$.....0 certified).....	.0	.0
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.....	1,693,653	1,336,271
20. Derivatives.....	.0	.0
21. Payable for securities.....	.0	.0
22. Payable for securities lending.....	.0	.0
23. Liability for amounts held under uninsured plans.....	.0	.0
24. Capital notes \$.....0 and interest thereon \$.....0.....	.0	.0
25. Aggregate write-ins for liabilities.....	.0	.0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	20,354,636	17,747,953
27. Protected cell liabilities.....	.0	.0
28. Total liabilities (Lines 26 and 27).....	20,354,636	17,747,953
29. Aggregate write-ins for special surplus funds.....	.0	.0
30. Common capital stock.....	2,000,000	2,000,000
31. Preferred capital stock.....	.0	.0
32. Aggregate write-ins for other than special surplus funds.....	.0	.0
33. Surplus notes.....	389,674,500	468,674,500
34. Gross paid in and contributed surplus.....	168,609,959	168,745,746
35. Unassigned funds (surplus).....	(274,628,525)	(318,668,427)
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....	.0	.0
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....	.0	.0
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	285,655,934	320,751,819
38. Totals (Page 2, Line 28, Col. 3).....	306,010,570	338,499,772

DETAILS OF WRITE-INS

2501. AMOUNTS PAYABLE TO REINSURERS.....	.0	.0
2502. ....	.0	.0
2503. ....	.0	.0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	.0	.0
2901. ....	.0	.0
2902. ....	.0	.0
2903. ....	.0	.0
2998. Summary of remaining write-ins for Line 29 from overflow page.....	.0	.0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	.0	.0
3201. ....	.0	.0
3202. ....	.0	.0
3203. ....	.0	.0
3298. Summary of remaining write-ins for Line 32 from overflow page.....	.0	.0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	.0	.0

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....16,022,471).....	16,097,125	22,541,035	28,884,815
1.2 Assumed..... (written \$.....0).....	0	0	0
1.3 Ceded..... (written \$.....407,383).....	407,754	1,225,571	1,767,571
1.4 Net..... (written \$.....15,615,088).....	15,689,371	21,315,464	27,117,244
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....3,761):			
2.1 Direct.....	(13,278,860)	(16,660,102)	(19,563,650)
2.2 Assumed.....	0	0	0
2.3 Ceded.....	(101,232)	(770,416)	(825,687)
2.4 Net.....	(13,177,628)	(15,889,686)	(18,737,963)
3. Loss adjustment expenses incurred.....	3,210,264	4,395,800	5,474,166
4. Other underwriting expenses incurred.....	2,926,938	2,594,206	3,689,142
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	(7,040,426)	(8,899,680)	(9,574,655)
7. Net income of protected cells.....	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	22,729,797	30,215,144	36,691,899
INVESTMENT INCOME			
9. Net investment income earned.....	78,354,386	80,083,682	80,590,798
10. Net realized capital gains (losses) less capital gains tax of \$.....(28,744).....	164,246	(125,117)	3,371,621
11. Net investment gain (loss) (Lines 9 + 10).....	78,518,632	79,958,565	83,962,419
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	0	0
13. Finance and service charges not included in premiums.....	0	0	0
14. Aggregate write-ins for miscellaneous income.....	0	0	0
15. Total other income (Lines 12 through 14).....	0	0	0
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	101,248,429	110,173,709	120,654,318
17. Dividends to policyholders.....	0	0	0
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).....	101,248,429	110,173,709	120,654,318
19. Federal and foreign income taxes incurred.....	5,023,401	12,976,842	15,381,828
20. Net income (Line 18 minus Line 19) (to Line 22).....	96,225,028	97,196,867	105,272,490
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	320,751,822	449,876,364	449,876,364
22. Net income (from Line 20).....	96,225,028	97,196,867	105,272,490
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 \$.....0.....	(48,585,264)	(69,751,139)	(41,100,906)
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
26. Change in net deferred income tax.....	(1,370,824)	3,673,931	575,660
27. Change in nonadmitted assets.....	(2,229,041)	(3,173,919)	1,068,214
28. Change in provision for reinsurance.....	0	0	0
29. Change in surplus notes.....	(79,000,000)	(79,940,000)	(194,940,000)
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	0	0
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.....	(135,787)	0	0
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	0
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).....	(35,095,888)	(51,994,260)	(129,124,542)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	285,655,934	397,882,104	320,751,822

DETAILS OF WRITE-INS

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.	0	0	0
1402.	0	0	0
1403.	0	0	0
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).....	0	0	0
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

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	13,556,250	22,087,571	27,062,611
2. Net investment income.....	78,392,120	80,458,861	82,036,514
3. Miscellaneous income.....	0	0	0
4. Total (Lines 1 through 3).....	91,948,370	102,546,432	109,099,125
5. Benefit and loss related payments.....	(13,639,369)	(11,912,193)	(15,579,064)
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	6,290,882	6,990,006	9,243,308
8. Dividends paid to policyholders.....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	4,352,513	17,571,048	23,030,490
10. Total (Lines 5 through 9).....	(2,995,974)	12,648,861	16,694,734
11. Net cash from operations (Line 4 minus Line 10).....	94,944,345	89,897,571	92,404,391
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	13,148,991	6,637,049	127,127,578
12.2 Stocks.....	0	0	0
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	0	1,785,672	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	13,148,991	8,422,721	127,127,578
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	16,266,567	15,713,160	26,323,540
13.2 Stocks.....	0	0	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	16,266,567	15,713,160	26,323,540
14. Net increase or (decrease) in contract loans and premium notes.....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(3,117,576)	(7,290,439)	100,804,038
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	(79,000,000)	(79,940,000)	(194,940,000)
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	2,920,530	1,062,157	1,561,557
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(76,079,470)	(78,877,843)	(193,378,443)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	15,747,299	3,729,289	(170,014)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	6,489,579	6,659,593	6,659,593
19.2 End of period (Line 18 plus Line 19.1).....	22,236,878	10,388,882	6,489,579
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of United Guaranty Residential Insurance Company of North Carolina, (the Company), are presented on the basis of accounting practices prescribed or permitted by the North Carolina Insurance Department.

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

There are no changes in surplus in the accompanying financial statements due to differences between the state of North Carolina prescribed accounting practices and those of the NAIC. Reconciliations of net income and policyholders' surplus between the amounts reported in the accompanying financial statements (NC Basis) and NAIC SAP follow:

	SSAP #	F/S Page	F/S Line #	Current Period	2016
NET INCOME					
(1) UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 96,225,028	\$ 105,272,488
(2) State Prescribed Practice that is an increase/(decrease) from NAIC SAP				\$ 0	\$ 0
(3) State Permitted Practice that is an increase/(decrease) from NAIC SAP				\$ 0	\$ 0
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 96,225,028	\$ 105,272,488
SURPLUS					
(5) UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA state basis (Page 3, line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 285,655,934	\$ 320,751,819
(6) State Prescribed Practice that is an increase/(decrease) from NAIC SAP				\$ 0	\$ 0
(7) State Permitted Practice that is an increase/(decrease) from NAIC SAP				\$ 0	\$ 0
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 285,655,934	\$ 320,751,819

C. Accounting Policy

(6) Bonds, loan backed and structured securities ("LBaSS") with an NAIC designation (as obtained from the NAIC Investment Analysis Office ("IAO")) of "1" or "2" (considered to be investment grade) are carried at amortized cost. Bonds and LBaSS with an NAIC designation of "3," "4," "5," "5*," "6" or "6*" (considered to be non-investment grade) are carried at the lower of amortized cost or fair value. LBaSS fair values are determined using independent pricing services and broker quotes. Bonds and LBaSS that have not been filed and have not received a designation in over a year, from the NAIC IAO, are assigned a 6* designation and carried at zero, with unrealized losses charged to surplus. Bond and LBaSS securities that have been filed and received a 6* designation can carry a value greater than zero. Bond and LBaSS securities are assigned a 5* designation when the following conditions are met: a) the documentation required for a full credit analysis did not exist, b) the issuer/obligor has made all contracted interest and principal payments, and c) an expectation of repayment of interest and principal exists. Amortization of premium or discount on bonds and LBaSS is calculated using the effective yield method. Additionally, mortgage-backed securities and asset backed securities prepayment assumptions were obtained from an outside vendor or internal estimates. The retrospective adjustment method is used to account for the effect of unscheduled payments affecting high credit quality securities, while securities with less than high credit quality and securities for which the collection of all contractual cash flows is not probable are both accounted for using the prospective adjustment method.

D. Going Concern - Not Applicable

Note 2 – Accounting Changes and Corrections of Errors

No significant changes

Note 3 – Business Combinations and Goodwill

No significant changes

Note 4 – Discontinued Operations

No significant changes

Note 5 – Investments

D. Loan-Backed Securities - None

E. Repurchase Agreements and/or Securities Lending Transactions - None

I. Working Capital Finance Investments - None

J. Offsetting and Netting of Assets and Liabilities - None

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

No significant changes

NOTES TO FINANCIAL STATEMENTS

Note 7 – Investment Income

No significant changes

Note 8 – Derivative Instruments

No significant changes

Note 9 – Income Taxes

No significant changes

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

D. Amounts Due to or from Related Parties

At September 30, 2017, the Company reported a receivable of \$2,042 and a payable of \$1,693,653 to affiliated companies. Intercompany balances are settled monthly. Details of the balances are:

Intercompany balance	Receivable(Payable)
Arch U.S. Mortgage Insurance Holdings	\$2,042
Arch Mortgage Insurance Services	(\$312,293)
United Guaranty Corporation	(\$89,984)
United Guaranty Residential Insurance Company	(\$1,024,352)
Arch Fulfillment Services	(\$175,580)
United Guaranty Credit Insurance Company	(\$811)
United Guaranty Commercial Insurance Company of NC	(\$69,816)
United Guaranty Mortgage Indemnity Company	(\$20,816)

Note 11 – Debt

B. FHLB (Federal Home Loan Bank) Agreements - None

Note 12 – Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit PlansA. Defined Benefit Plan
(4) None**Note 13 – Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

No significant changes

Note 14 – Liabilities, Contingencies and Assessments

No significant changes

Note 15 – Leases

No significant changes

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

No significant changes

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

B. Transfer and Servicing of Financial Assets

(2) None

(4) (a) None

(b) None

C. Wash Sales - None

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

No significant changes

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

No significant changes

Note 20 – Fair Value Measurements

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

(1) None

(2) None

NOTES TO FINANCIAL STATEMENTS

(3) The Company's policy is to recognize transfers in and out at the end of the reporting period, consistent with the date of the determination of fair value.

(4) In accordance with SSAP 100, the valuation techniques used in measuring fair values are based on the following:

Level 1: Fair value measurements that are quoted prices (unadjusted) in active markets that the Company has the ability to access for identical assets or liabilities.

Level 2: Fair value measurements, based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets and liabilities in active markets, and inputs other than quoted prices that are observable at commonly quoted intervals.

Level 3: Fair value measurements based on valuation techniques that use significant inputs that are unobservable. These measurements include circumstances in which there is little, if any, market activity for the asset or liability.

(5) Not Applicable

B. Other Fair Value Disclosures - Not Applicable

C. The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries). The fair values are also categorized into the three-level fair value hierarchy.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 19,671,097	\$ 18,881,194	\$ 16,166,395	\$ 3,504,702	\$ 0	\$ 0
Cash, cash equivalent and short-term investments	\$ 22,236,877	\$ 22,236,877	\$ 22,236,877	\$ 0	\$ 0	\$ 0

D. Not Practicable to Estimate Fair Value - Not Applicable

Note 21 – Other Items

No significant changes

Note 22 – Events Subsequent

The Company received approval from the North Carolina Department of Insurance to repay its outstanding Certificates of Contribution totaling \$389,674,500. This repayment will be accomplished through UGRIC-NC's exchange of its 24.965% ownership interest in United Guaranty Residential Insurance Company (UGRIC) to be effective October 1, 2017 at the fair value of UGRIC's common stock as of September 30, 2017; with any excess fair value of the common stock being issued as a dividend or distributed by UGRIC-NC to United Guaranty Corporation.

Note 23 – Reinsurance

No significant changes

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

F. Risk Sharing Provisions of the Affordable Care Act

(1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions?

Yes [] No [X]

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Incurred loss and loss adjustment expenses attributable to insured events of prior years decreased by \$13.7 million in 2017, and decreased by \$10.5 million in 2016 as a result of re-estimation of unpaid losses and loss adjustment expenses. The change is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

Note 26 – Intercompany Pooling Arrangements

No significant changes

Note 27 – Structured Settlements

No significant changes

Note 28 – Health Care Receivables

No significant changes

Note 29 – Participating policies

No significant changes

Note 30 – Premium Deficiency Reserves

No significant changes

Note 31 – High Deductibles

No significant changes

NOTES TO FINANCIAL STATEMENTS

Note 32 – Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant changes

Note 33 – Asbestos/Environmental Reserves

No significant changes

Note 34 – Subscriber Savings Accounts

No significant changes

Note 35 – Multiple Peril Crop Insurance

No significant changes

Note 36 – Financial Guaranty Insurance

B. None

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change: _____
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? If yes, complete Schedule Y, Parts 1 and 1A. Yes [X] No []
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide 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
	0	

- 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? If yes, attach an explanation. Yes [] No [X] N/A []
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/30/1899
- 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. 12/30/1899
- 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). 12/30/1899
- 6.4 By what department or departments?
State of North Carolina
- 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 with 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 Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

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

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
 - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 2,042

INVESTMENT

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

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 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 [X] No []

14.2 If yes, please complete the following:

	1 Prior Year End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$ 0	\$ 0
14.22 Preferred Stock	0	0
14.23 Common Stock	271,251,355	222,641,249
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)	\$ 271,251,355	\$ 222,641,249
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 [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

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

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0

16.3 Total payable for securities lending reported on the liability page: \$ 0

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

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

1 Name of Custodian(s)	2 Custodian Address
U.S Bank Institutional Trust & Custody	1025 Connecticut Avenue, NW Suite 517 EX-DC-WNWWW Washington, DC 20036
Bank of New York Mellon	One Mellon Center-Room 1072, Pittsburgh, PA 15258

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]

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

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

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

1 Name of Firm or Individual	2 Affiliation
Arch Investment Management, LLC	A

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? Yes [] No []

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes [] No []

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
12060	Arch Investment Management, LLC		SEC	DS

18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No []

18.2 If no, list exceptions:

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

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 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
	0.000	0.000	0	0	0	0	0	0	0	0
Total	XXX	XXX	0	0	0	0	0	0	0	0

- 5.1 Operating Percentages:

5.1 A&H loss percent	0.000%
5.2 A&H cost containment percent	0.000%
5.3 A&H expense percent excluding cost containment expenses	0.000%

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

- 6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

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

- 6.4 If yes, please provide the amount of funds administered as of the reporting date. \$ 0

**UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA
SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
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NONE

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.....		24,787	41,544	(15,595)	(19,911)	39,091	30,872
2. Alaska.....AK.....L.....		-	0	0	0	0	0
3. Arizona.....AZ.....N.....		-	0	0	0	0	0
4. Arkansas.....AR.....L.....		75	5,076	9,507	(9,040)	0	0
5. California.....CA.....N.....		-	0	0	0	0	0
6. Colorado.....CO.....L.....		1,660	2,766	13,794	(5,722)	5,359	4,440
7. Connecticut.....CT.....L.....		16,349	34,560	(2,244)	(1,146)	19,477	25,269
8. Delaware.....DE.....L.....		3,303,204	5,735,994	(738,756)	(951,888)	748,437	712,582
9. District of Columbia.....DC.....L.....		530,144	832,822	(413,074)	719,993	2,029,395	1,597,073
10. Florida.....FL.....L.....		62,102	54,471	(6,307)	(22,834)	25,254	71,310
11. Georgia.....GA.....L.....		30,337	68,950	13,302	39,502	188,705	190,091
12. Hawaii.....HI.....L.....		-	0	0	0	0	0
13. Idaho.....ID.....L.....		-	0	0	0	0	0
14. Illinois.....IL.....L.....		-	0	0	0	0	0
15. Indiana.....IN.....L.....		16,245	46,336	(27,781)	(197,731)	66,407	36,917
16. Iowa.....IA.....L.....		1,517	1,181	0	0	0	7,299
17. Kansas.....KS.....L.....		85,919	105,689	(23,207)	(59,850)	46,250	113,033
18. Kentucky.....KY.....L.....		7,388	7,804	(1,854)	(1,734)	0	0
19. Louisiana.....LA.....L.....		-	0	0	0	0	0
20. Maine.....ME.....L.....		6,864	(7,401)	0	0	0	0
21. Maryland.....MD.....L.....		266,229	183,146	(470)	66,656	1,391,185	1,326,219
22. Massachusetts.....MA.....L.....		20,265	26,940	(3,616)	(21,434)	45,424	51,122
23. Michigan.....MI.....L.....		59,865	17,761	109,693	(13,084)	55,232	68,783
24. Minnesota.....MN.....L.....		1,283,068	1,887,639	(474,147)	(595,523)	271,563	286,058
25. Mississippi.....MS.....L.....		-	0	0	0	0	0
26. Missouri.....MO.....L.....		25,284	34,435	12,291	(12,911)	14,072	41,161
27. Montana.....MT.....L.....		1,479	2,036	0	(5,491)	0	0
28. Nebraska.....NE.....L.....		-	0	0	0	0	0
29. Nevada.....NV.....L.....		40,037	42,300	(9,000)	60,211	13,184	5,954
30. New Hampshire.....NH.....L.....		37	174	0	0	0	0
31. New Jersey.....NJ.....L.....		3,115,619	7,139,791	(1,095,753)	(1,444,902)	733,772	307,536
32. New Mexico.....NM.....L.....		-	0	0	0	0	0
33. New York.....NY.....N.....		-	0	0	0	0	0
34. North Carolina.....NC.....L.....		40,889	355,292	(3,583,268)	(3,785,085)	923	27,468
35. North Dakota.....ND.....L.....		-	0	0	0	0	0
36. Ohio.....OH.....L.....		1,728,199	1,499,792	(560,354)	(646,061)	8,529,791	6,264,973
37. Oklahoma.....OK.....L.....		31,823	18,673	3,172	(23,516)	28,400	64,222
38. Oregon.....OR.....L.....		-	0	0	0	0	0
39. Pennsylvania.....PA.....L.....		1,093,310	788,805	(1,497,414)	(1,121,282)	1,237,479	3,503,492
40. Rhode Island.....RI.....L.....		321	29,887	(675)	(527)	0	66,789
41. South Carolina.....SC.....L.....		17,945	33,913	(196,965)	(127,711)	0	0
42. South Dakota.....SD.....L.....		-	0	0	0	0	0
43. Tennessee.....TN.....L.....		859	2,484	(32,307)	(10,711)	0	13,657
44. Texas.....TX.....L.....		4,039,222	3,857,885	(2,994,665)	(429,160)	942,173	247,060
45. Utah.....UT.....L.....		-	110,312	0	0	0	0
46. Vermont.....VT.....L.....		-	1,096	0	0	0	0
47. Virginia.....VA.....L.....		150,468	(547,531)	(2,345,903)	(3,462,753)	286,874	278,216
48. Washington.....WA.....L.....		20,962	27,559	(6,550)	(4,823)	29,665	26,242
49. West Virginia.....WV.....L.....		-	0	0	0	0	0
50. Wisconsin.....WI.....L.....		-	16,644	(1,777)	(3,938)	0	0
51. Wyoming.....WY.....N.....		-	0	0	0	0	0
52. American Samoa.....AS.....N.....		0	0	0	0	0	0
53. Guam.....GU.....N.....		0	0	0	0	0	0
54. Puerto Rico.....PR.....N.....		0	0	0	0	0	0
55. US Virgin Islands.....VI.....N.....		0	0	0	0	0	0
56. Northern Mariana Islands.....MP.....N.....		0	0	0	0	0	0
57. Canada.....CAN.....N.....		0	0	0	0	0	0
58. Aggregate Other Alien.....OT.....XXX.....		0	0	0	0	0	0
59. Totals.....(a).....47.....		16,022,471	22,458,825	(13,869,923)	(12,092,406)	16,748,112	15,367,838

DETAILS OF WRITE-INS

58001.....	XXX.....	0	0	0	0	0	0
58002.....	XXX.....	0	0	0	0	0	0
58003.....	XXX.....	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page....	XXX.....	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above).....	XXX.....	0	0	0	0	0	0

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state (other than their state of domicile see DSLI); (D) - DSLI - Domestic Surplus Lines Insurer

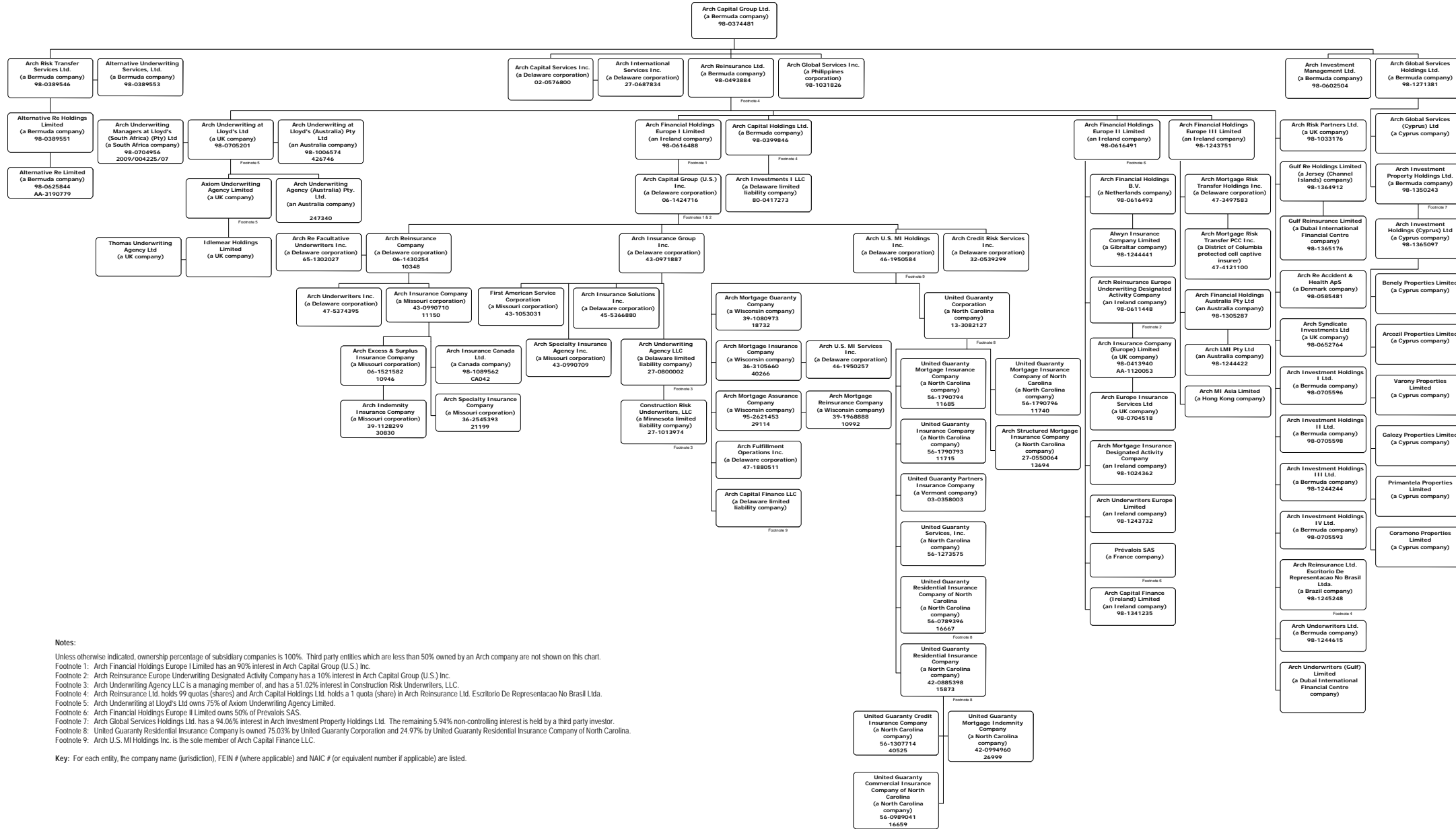
(DSL) - Reporting entities authorized to write Surplus Lines in the state of domicile; (N) - None of the above - Not allowed to write business in the state.

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

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

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

PART 1 - ORGANIZATIONAL CHART

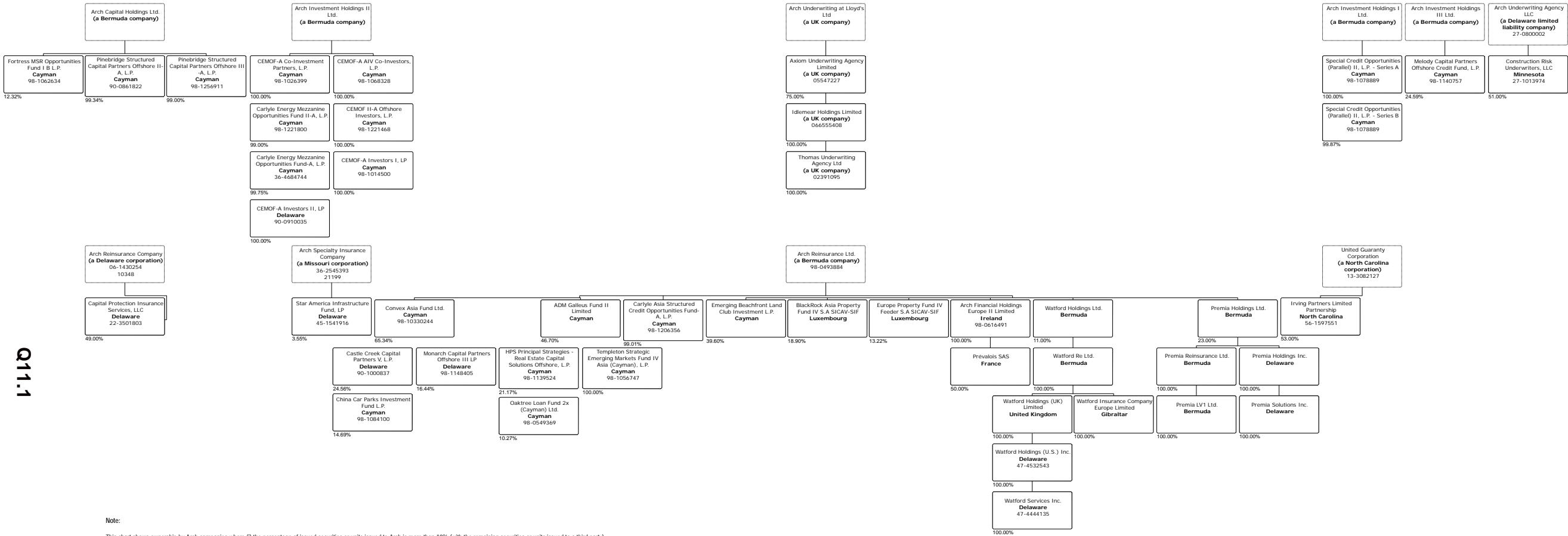


Notes:

- Unless otherwise indicated, ownership percentage of subsidiary companies is 100%. Third party entities which are less than 50% owned by an Arch company are not shown on this chart.
- Footnote 1: Arch Financial Holdings Europe I Limited has a 90% interest in Arch Capital Group (U.S.) Inc.
- Footnote 2: Arch Reinsurance Europe Underwriting Designated Activity Company has a 10% interest in Arch Capital Group (U.S.) Inc.
- Footnote 3: Arch Underwriting Agency LLC is a managing member of, and has a 51.02% interest in Construction Risk Underwriters, LLC.
- Footnote 4: Arch Reinsurance Ltd. holds 99 quotas (shares) and Arch Capital Holdings Ltd. holds a 1 quota (share) in Arch Reinsurance Ltd. Escritorio De Representacao No Brasil Ltda.
- Footnote 5: Arch Underwriting at Lloyd's Ltd owns 75% of Axiom Underwriting Agency Limited.
- Footnote 6: Arch Financial Holdings Europe II Limited owns 50% of Prevalois SAS.
- Footnote 7: Arch Global Services Holdings Ltd. has a 94.06% interest in Arch Investment Property Holdings Ltd. The remaining 5.94% non-controlling interest is held by a third party investor.
- Footnote 8: United Guaranty Residential Insurance Company is owned 75.03% by United Guaranty Corporation and 24.97% by United Guaranty Residential Insurance Company of North Carolina.
- Footnote 9: Arch U.S. MI Holdings Inc. is the sole member of Arch Capital Finance LLC.

Key: For each entity, the company name (jurisdiction), FEIN # (where applicable) and NAIC # (or equivalent number if applicable) are listed.

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



Note:

This chart shows ownership by Arch companies where (i) the percentage of issued securities or units issued to Arch is more than 10% (with the remaining securities or units issued to a third party) or (ii) the ownership is 100% by Arch, but represents ownership in an entity formed for a particular investment purpose where such investment entity has no operations other than to hold an investment. Each Arch entity is in a "dotted line" box with entities owned by it meeting the criteria set forth in the prior sentence in "solid line" boxes below; there is no ownership relationship between "solid line" boxes.

Key: For each entity, the company name (jurisdiction), FEIN # (where applicable) and NAIC # (or equivalent number if applicable) are listed.

The figures in the chart are at December 31, 2016; such figures are updated on an annual basis in line with normal practices.

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
Members															
0		0	98-0374481	0	947484	NASDAQ	Arch Capital Group Ltd	BMU	UIP	N/A	N/A	N/A	N/A	N	(1)
0		0	02-0576800	0	0		Arch Capital Services Inc	DE	NIA	Arch Capital Group Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0602504	0	0		Arch Investment Management Ltd	BMU	NIA	Arch Capital Group Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0493884	0	0		Arch Reinsurance Ltd	BMU	IA	Arch Capital Group Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1031826	0	0		Arch Global Services Inc	PHL	NIA	Arch Capital Group Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Arch Global Services (Cyprus) Ltd	CYP	NIA	Arch Global Services Holdings Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Arch Global Services Holdings Ltd	BMU	NIA	Arch Capital Group Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	27-0687834	0	0		Arch International Services Inc	DE	NIA	Arch Capital Services Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1033176	0	0		Arch Risk Partners Ltd	GBR	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1244615	0	0		Arch Underwriters Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0705201	0	0		Arch Underwriting at Lloyd's Ltd	GBR	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Axiom Underwriting Agency Limited	GBR	NIA	Arch Underwriting at Lloyd's Ltd	Ownership	75.000	Arch Capital Group Ltd	N	0
0		0		0	0		Idlemeare Holdings Limited	GBR	NIA	Axiom Underwriting Agency Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Thomas Underwriting Agency Limited	GBR	NIA	Idlemeare Holdings Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Arch Underwriting Agency (Australia) Pty Ltd	AUS	NIA	Arch Underwriting at Lloyd's Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0399846	0	0		Arch Capital Holdings Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0616488	0	0		Arch Financial Holdings Europe I Limited	IRL	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0585481	0	0		Arch Re Accident & Health ApS	DNK	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0652764	0	0		Arch Syndicate Investments Ltd	GBR	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Gulf Re Holdings Limited	JEY	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Gulf Reinsurance Limited	ARE	IA	Gulf Re Holdings Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0705596	0	0		Arch Investment Holdings I Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0705598	0	0		Arch Investment Holdings II Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	99-1244244	0	0		Arch Investment Holdings III Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0705593	0	0		Arch Investment Holdings IV Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Watford Holdings Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	11.100	Arch Capital Group Ltd	N	0
0		0		0	0		Watford Re Ltd	BMU	IA	Watford Holdings Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(2)
0		0		0	0		Watford Holdings (UK) Limited	GBR	NIA	Watford Re Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Watford Holdings (U.S.) Inc	DE	NIA	Watford Holdings (UK) Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Watford Insurance Company Europe Limited	GIB	IA	Watford Holdings (UK) Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Watford Services Inc	DE	NIA	Watford Holdings (U.S.) Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	99-1245248	0	0		Arch Reinsurance Ltd. Escritorio De Representacao Ltda	BRA	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1006574	0	0		Arch Underwriting at Lloyd's (Australia) Pty Ltd	AUS	NIA	Arch Underwriting at Lloyd's Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0704956	0	0		Arch Underwriting Managers at Lloyd's (South Africa)(Pty) Limited	ZAF	NIA	Arch Underwriting at Lloyd's Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0

Q12

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
0		0	80-0417273	0	0		Arch Investments I LLC	DE	NIA	Arch Capital Holdings Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0616491	0	0		Arch Financial Holdings Europe II Limited	IRL	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1243751	0	0		Arch Financial Holdings Europe III Limited	IRL	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1244422	0	0		Arch LMI Pty Ltd	AUS	NIA	Arch Financial Holdings Australia Pty Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1305287	0	0		Arch Financial Holdings Australia Pty Ltd	AUS	NIA	Arch Financial Holdings Europe III Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	47-3497583	0	0		Arch Mortgage Risk Transfer Holdings Inc	DE	NIA	Arch Financial Holdings Europe III Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	47-4121100	0	0		Arch Mortgage Risk Transfer PCC Inc	DC	IA	Arch Mortgage Risk Transfer Holdings Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0616493	0	0		Arch Financial Holdings B.V	NLD	NIA	Arch Financial Holdings Europe II Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1024362	0	0		Arch Mortgage Insurance Designated Activity Company	IRL	IA	Arch Financial Holdings Europe II Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1243732	0	0		Arch Underwriters Europe Limited	IRL	NIA	Arch Financial Holdings Europe II Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0611448	0	0		Arch Reinsurance Europe Underwriting Designated Activity Company	IRL	IA	Arch Financial Holdings Europe II Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	06-1424716	0	0		Arch Capital Group (U.S.) Inc	DE	NIA	Arch Financial Holdings Europe I Limited	Ownership	90.000	Arch Capital Group Ltd	N	0
0		0	06-1424716	0	0		Arch Capital Group (U.S.) Inc	DE	NIA	Arch Reinsurance Europe Underwriting Designated Activity Company	Ownership	10.000	Arch Capital Group Ltd	N	0
0		0	98-0389546	0	0		Arch Risk Transfer Services Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-1244441	0	0		Alwyn Insurance Company Limited	GIB	IA	Arch Financial Holdings B.V	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0413940	0	0		Arch Insurance Company (Europe) Limited	GBR	IA	Arch Reinsurance Europe Underwriting Designated Activity Company	Ownership	100.000	Arch Capital Group Ltd	N	0
1279	Arch Capital Group (U.S.) Inc.	10348	06-1430254	0	0		Arch Reinsurance Company	DE	IA	Arch Capital Group (U.S.) Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	47-5374395	0	0		Arch Underwriters Inc	DE	NIA	Arch Reinsurance Company	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0389553	0	0		Alternative Underwriting Services Ltd	BMU	NIA	Arch Risk Transfer Services Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0389551	0	0		Alternative Re Holdings Limited	BMU	NIA	Arch Risk Transfer Services Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	98-0704518	0	0		Arch Europe Insurance Services Ltd	GBR	NIA	Arch Insurance Company (Europe) Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	65-1302027	0	0		Arch Re Facultative Underwriters Inc	DE	NIA	Arch Reinsurance Company	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	43-0971887	0	0		Arch Insurance Group Inc	DE	NIA	Arch Capital Group (U.S.) Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	22-3501803	0	0		Capital Protection Insurance Services, LLC	DE	NIA	Arch Reinsurance Company	Ownership	49.000	Arch Capital Group Ltd	N	0
0		0	98-0625844	0	0		Alternative Re Limited	BMU	IA	Alternative Re Holdings Limited	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	27-0800002	0	0		Arch Underwriting Agency LLC	DE	NIA	Arch Insurance Group Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	43-0990709	0	0		Arch Specialty Insurance Agency Inc	MO	NIA	Arch Insurance Group Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
1279	Arch Capital Group (U.S.) Inc.	11150	43-0990710	0	0		Arch Insurance Company	MO	IA	Arch Reinsurance Company	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	43-1053031	0	0		First American Service Corporation	MO	NIA	Arch Insurance Group Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	27-1013974	0	0		Construction Risk Underwriters, LLC	MN	NIA	Arch Underwriting Agency LLC	Ownership	50.000	Arch Capital Group Ltd	N	0
0	Arch Capital Group (U.S.) Inc.	10946	06-1521582	0	0		Arch Excess & Surplus Insurance Company	MO	IA	Arch Insurance Company	Ownership	100.000	Arch Capital Group Ltd	N	0

Q12.1

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
1279	Arch Capital Group (U.S.) Inc.	21199..	36-2545393..	.....0	.....0	.....	Arch Specialty Insurance Company.....	MO.....	IA.....	Arch Insurance Company.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	30830..	39-1128299..	.....0	.....0	.....	Arch Indemnity Insurance Company.....	MO.....	IA.....	Arch Excess & Surplus Insurance Company....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	45-5366880..	.....0	.....0	.....	Arch Insurance Solutions Inc.....	DE.....	NIA.....	Arch Insurance Group Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	98-1089562..	.....0	.....0	.....	Arch Insurance Canada Ltd.....	CAN.....	IA.....	Arch Insurance Company.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	46-1950584..	.....0	.....0	.....	Arch U.S. MI Holdings Inc.....	DE.....	NIA.....	Arch Capital Group (U.S.) Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	46-1950584..	.....0	.....0	.....	Arch Capital Finance LLC.....	DE.....	NIA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	46-1950257..	.....0	.....0	.....	Arch U.S. MI Services Inc.....	DE.....	NIA.....	Arch Mortgage Insurance Company.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	47-1880511..	.....0	.....0	.....	Arch Fulfillment Operations Inc.....	DE.....	NIA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	40266..	36-3105660..	.....0	.....0	.....	Arch Mortgage Insurance Company.....	WI.....	IA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	18732..	39-1080973..	.....0	.....0	.....	Arch Mortgage Guaranty Company.....	WI.....	IA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	29114..	95-2621453..	.....0	.....0	.....	Arch Mortgage Assurance Company.....	WI.....	IA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	10992..	39-1968888..	.....0	.....0	.....	Arch Mortgage Reinsurance Company.....	WI.....	IA.....	Arch Mortgage Assurance Company.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Arch Investment Holdings (Cyprus) Ltd.....	CYP.....	NIA.....	Arch Investment Property Holdings Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Arch Investment Property Holdings Ltd.....	BMU.....	NIA.....	Arch Global Services Holdings Ltd.....	Ownership.....	....94.060	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Arch Investment Property Holdings Ltd.....	BMU.....	NIA.....	AFP Capital Management Limited.....	Ownership.....	....5.940	Individuals.....	.....N.....	0.....
0.....	0.....	0.....	98-1341235..	.....0	.....0	.....	Arch Capital Finance (Ireland) Limited.....	IRL.....	NIA.....	Arch Financial Holdings Europe II Limited.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Benely Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Arcozil Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Varony Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Galozy Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Primantela Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	.....	.....0	.....0	.....	Coramono Properties Limited.....	CYP.....	NIA.....	Arch Investment Holdings (Cyprus) Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	0.....	0.....	13-3082127..	.....0	.....0	.....	United Guaranty Corporation.....	NC.....	NIA.....	Arch U.S. MI holdings Inc.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	11685..	56-1790794..	.....0	.....0	.....	United Guaranty Mortgage Insurance Company	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	11740..	56-1790796..	.....0	.....0	.....	United Guaranty Mortgage Insurance Company of North Carolina	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	11715..	56-1790793..	.....0	.....0	.....	United Guaranty Insurance Company.....	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....

Q12.2

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
1279	Arch Capital Group (U.S.) Inc.	11463..	03-0358003..	.....0	.....0	.....	United Guaranty Partners Insurance Company.	VT.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	N/A.....	0.....	56-1273575..	.....0	.....0	.....	United Guaranty Services, Inc.....	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	16667..	56-0789396..	.....0	.....0	.....	United Guaranty Residential Insurance Company of North Carolina	NC.....	RE.....	United Guaranty Corporation.....	Ownership.....	....24.970	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	15873..	42-0885398..	.....0	.....0	.....	United Guaranty Residential Insurance Company	NC.....	IA.....	United Guaranty Residential Insurance Company of North Carolina	Ownership.....	....75.030	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	15873..	42-0885398..	.....0	.....0	.....	United Guaranty Residential Insurance Company	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	40525..	56-1307714..	.....0	.....0	.....	United Guaranty Credit Insurance Company.....	NC.....	IA.....	United Guaranty Residential Insurance Company	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	26999..	42-0994960..	.....0	.....0	.....	United Guaranty Mortgage Indemnity Company	NC.....	IA.....	United Guaranty Residential Insurance Company	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	16659..	56-0989041..	.....0	.....0	.....	United Guaranty Commercial Insurance Company of North Carolina	NC.....	IA.....	United Guaranty Residential Insurance Company	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
1279	Arch Capital Group (U.S.) Inc.	13694..	27-0550064..	.....0	.....0	.....	Arch Structured Mortgage Insurance Company.	NC.....	IA.....	United Guaranty Corporation.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	.....	0.....	.....	.....0	.....0	.....	Prévalois SAS.....	FRA.....	NIA.....	Arch Financial Holdings Europe II Limited.....	Ownership.....	....50.000	Arch Capital Group Ltd.....	.....N.....	0.....
0.....	.....	0.....	.....	.....0	.....0	.....	Emerging Beachfront Land Club Investment L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....40.000	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	CEMOF-A Co-Investment Partners, L.P.....	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Special Credit Opportunities (Parallel) II, L.P. - Series A	CYM.....	OTH.....	Arch Investment Holdings I Ltd.....	Ownership.....	....100.000	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Special Credit Opportunities (Parallel) II, L.P. - Series B	CYM.....	OTH.....	Arch Investment Holdings I Ltd.....	Ownership.....	....99.870	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Carlyle Asia Structured Credit Opportunities Fund-A, L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....99.000	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Fortress MSR Opportunities Fund I B L.P.....	CYM.....	OTH.....	Arch Capital Holdings Ltd.....	Ownership.....	....12.330	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	ADM Galleus Fund II Limited.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....47.000	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Convex Asia Fund Ltd.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....65.340	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Melody Capital Partners Offshore Credit Fund, L.P.	CYM.....	OTH.....	Arch Investment Holdings III Ltd.....	Ownership.....	....24.590	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Castle Creek Capital Partners V, L.P.....	DE.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....24.560	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	HPS Principal Strategies - Real Estate Capital Solutions Offshore, L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	....21.170	Arch Capital Group Ltd.....	.....N.....	(3).....
0.....	.....	0.....	.....	.....0	.....0	.....	Pinebridge Structured Capital Partners Offshore II-A, L.P.	CYM.....	OTH.....	Arch Capital Holdings Ltd.....	Ownership.....	....99.340	Arch Capital Group Ltd.....	.....N.....	(3).....

Q12.3

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
0		0		0	0		Monarch Capital Partners Offshore III LP	DE	OTH	Arch Reinsurance Ltd	Ownership	16.440	Arch Capital Group Ltd	N	(3)
0		0	45-1541916	0	0		Star America Infrastructure Fund, LP	DE	OTH	Arch Specialty Insurance Company	Ownership	4.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		China Car Parks Investment Fund L.P.	CYM	OTH	Arch Reinsurance Ltd	Ownership	14.690	Arch Capital Group Ltd	N	(3)
0		0		0	0		Carlyle Energy Mezzanine Opportunities Fund II-A, L.P.	CYM	OTH	Arch Investment Holdings II Ltd	Ownership	99.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		Templeton Strategic Emerging Markets Fund IV Asia (Cayman), L.P.	CYM	OTH	Arch Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		Carlyle Energy Mezzanine Opportunities Fund-A, L.P.	CYM	OTH	Arch Investment Holdings II Ltd	Ownership	99.750	Arch Capital Group Ltd	N	(3)
0		0		0	0		CEMOF-A Investors I, LP	CYM	OTH	Arch Investment Holdings II Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		CEMOF-A Investors II, LP	DE	OTH	Arch Investment Holdings II Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		CEMOF-A AIV Co-Investors, LP	CYM	OTH	Arch Investment Holdings II Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		CEMOF II-A Offshore Investors, L.P.	CYM	OTH	Arch Investment Holdings II Ltd	Ownership	100.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		Oaktree Loan Fund 2x (Cayman) Ltd	CYM	OTH	Arch Reinsurance Ltd	Ownership	10.270	Arch Capital Group Ltd	N	(3)
0		0		0	0		Pinebridge Structured Capital Partners Offshore III-A, L.P.	CYM	OTH	Arch Capital Holdings Ltd	Ownership	99.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		BlackRock Asia Property Fund IV S.A SICAV-SIF	LUX	OTH	Arch Reinsurance Ltd	Ownership	23.080	Arch Capital Group Ltd	N	(3)
0		0		0	0		Europe Property Fund IV Feeder S.A SICAV-SIF	LUX	OTH	Arch Reinsurance Ltd	Ownership	13.000	Arch Capital Group Ltd	N	(3)
0		0		0	0		Premia Holdings Ltd	BMU	NIA	Arch Reinsurance Ltd	Ownership	23.210	Arch Capital Group Ltd	N	(4)
0		0		0	0		Premia Reinsurance Ltd	BMU	IA	Premia Holdings Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Premia LV1 Ltd	BMU	NIA	Premia Reinsurance Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Premia Holdings Inc	DE	NIA	Premia Holdings Ltd	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0		0	0		Premia Solutions Inc	DE	NIA	Premia Holdings Inc	Ownership	100.000	Arch Capital Group Ltd	N	0
0		0	32-0539299	0	0		Arch Credit Risk Services Inc	DE	NIA	Arch Capital Group (U.S.) Inc	Ownership	100.000	Arch Capital Group Ltd	N	0

Q12.4

Aster Explanation

(1)	Artisan Partners Holdings LP owns over 10% of the common shares of Arch Capital Group Ltd., but disclaims control.
(2)	Watford Holdings Ltd. is owned by various shareholders, each holding less than 10% of the voting shares, except for Arch Reinsurance Ltd., which holds approximately 11% of the voting shares of Watford Holdings Ltd.
(3)	Entity is an investment vehicle which is not operated or controlled by Arch.

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

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	.0	0.000	0.000
2. Allied lines.....	.0	.0	0.000	0.000
3. Farmowners multiple peril.....	.0	.0	0.000	0.000
4. Homeowners multiple peril.....	.0	.0	0.000	0.000
5. Commercial multiple peril.....	.0	.0	0.000	0.000
6. Mortgage guaranty.....	.0	.0	0.000	0.000
8. Ocean marine.....	.0	.0	0.000	0.000
9. Inland marine.....	.0	.0	0.000	0.000
10. Financial guaranty.....	.0	.0	0.000	0.000
11.1. Medical professional liability - occurrence.....	.0	.0	0.000	0.000
11.2. Medical professional liability - claims-made.....	.0	.0	0.000	0.000
12. Earthquake.....	.0	.0	0.000	0.000
13. Group accident and health.....	.0	.0	0.000	0.000
14. Credit accident and health.....	.0	.0	0.000	0.000
15. Other accident and health.....	.0	.0	0.000	0.000
16. Workers' compensation.....	.0	.0	0.000	0.000
17.1. Other liability-occurrence.....	.0	.0	0.000	0.000
17.2. Other liability-claims made.....	.0	.0	0.000	0.000
17.3. Excess workers' compensation.....	.0	.0	0.000	0.000
18.1. Products liability-occurrence.....	.0	.0	0.000	0.000
18.2. Products liability-claims made.....	.0	.0	0.000	0.000
19.1, 19.2. Private passenger auto liability.....	.0	.0	0.000	0.000
19.3, 19.4. Commercial auto liability.....	.0	.0	0.000	0.000
21. Auto physical damage.....	.0	.0	0.000	0.000
22. Aircraft (all perils).....	.0	.0	0.000	0.000
23. Fidelity.....	.0	.0	0.000	0.000
24. Surety.....	.0	.0	0.000	0.000
26. Burglary and theft.....	.0	.0	0.000	0.000
27. Boiler and machinery.....	.0	.0	0.000	0.000
28. Credit.....	16,097,125	(13,278,860)	(82.492)	(73.910)
29. International.....	.0	.0	0.000	0.000
30. Warranty.....	.0	.0	0.000	0.000
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	0.000	0.000
35. Totals.....	16,097,125	(13,278,860)	(82.492)	(73.910)
DETAILS OF WRITE-INS				
3401.....	.0	.0	0.000	0.000
3402.....	.0	.0	0.000	0.000
3403.....	.0	.0	0.000	0.000
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	.0	.0	0.000	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	.0	.0	0.000	0.000

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....	.0	.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.....	.0	.0	.0
17.1. Other liability-occurrence.....	.0	.0	.0
17.2. Other liability-claims made.....	.0	.0	.0
17.3. Excess workers' compensation.....	.0	.0	.0
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.....	.0	.0	.0
24. Surety.....	.0	.0	.0
26. Burglary and theft.....	.0	.0	.0
27. Boiler and machinery.....	.0	.0	.0
28. Credit.....	4,715,989	16,022,471	22,458,824
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.....	4,715,989	16,022,471	22,458,824
DETAILS OF WRITE-INS			
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

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

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)	2017 Loss and LAE Payments on Claims Reported as of Prior Year-End	2017 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2017 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. 2014 + Prior.....	5,435	3,503	8,938	(12,151)	24	(12,127)	2,355	0	6,928	9,283	(15,231)	3,449	(11,782)
2. 2015.....	1,715	1,105	2,820	(289)	6	(283)	475	115	1,661	2,251	(1,529)	677	(852)
3. Subtotals 2015 + Prior.....	7,150	4,608	11,758	(12,440)	30	(12,410)	2,830	115	8,589	11,534	(16,760)	4,126	(12,634)
4. 2016.....	2,253	1,452	3,705	610	947	1,557	(1,570)	1,832	791	1,053	(3,213)	2,118	(1,095)
5. Subtotals 2016 + Prior.....	9,403	6,060	15,463	(11,830)	977	(10,853)	1,260	1,947	9,380	12,587	(19,973)	6,244	(13,729)
6. 2017.....	XXX	XXX	XXX	XXX	643	643	XXX	569	2,548	3,117	XXX	XXX	XXX
7. Totals.....	9,403	6,060	15,463	(11,830)	1,620	(10,210)	1,260	2,516	11,928	15,704	(19,973)	6,244	(13,729)
8. Prior Year-End's Surplus As Regards Policyholders	320,752												
											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. ....(212.411)%	2. ....103.036 %	3. ....(88.786)%
													Col. 13, Line 7 Line 8
													4. ....(4.280)%

Q14

Statement for September 30, 2017 of the **UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA**
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanation:

1. The data for this supplement is not required to be filed.
2. The data for this supplement is not required to be filed.
3. The data for this supplement is not required to be filed.
4. The data for this supplement is not required to be filed.

Bar Code:



**UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA
Overflow Page for Write-Ins**

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
2904.	0	0
2905.	0	0
2997. Summary of remaining write-ins for Line 29.....	0	0

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
3204.	0	0
3297. Summary of remaining write-ins for Line 32.....	0	0

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA 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

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	24,965,000	24,965,000
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).....	24,965,000	24,965,000
12. Deduct total nonadmitted amounts.....	0	0
13. Statement value at end of current period (Line 11 minus Line 12).....	24,965,000	24,965,000

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.....	286,995,502	425,713,159
2. Cost of bonds and stocks acquired.....	16,266,567	26,323,540
3. Accrual of discount.....	3,653	56,972
4. Unrealized valuation increase (decrease).....	(48,610,104)	(41,083,418)
5. Total gain (loss) on disposals.....	82,127	3,621,400
6. Deduct consideration for bonds and stocks disposed of.....	13,148,991	127,127,578
7. Deduct amortization of premium.....	66,310	508,573
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).....	241,522,443	286,995,502
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	241,522,443	286,995,502

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	23,199,697	132,464	71,644	(10,769)	23,908,944	23,199,697	23,249,748	15,744,147
2. NAIC 2 (a).....	0	0	0	0	0	0	0	0
3. NAIC 3 (a).....	0	0	0	0	0	0	0	0
4. NAIC 4 (a).....	0	0	0	0	0	0	0	0
5. NAIC 5 (a).....	0	0	0	0	0	0	0	0
6. NAIC 6 (a).....	0	0	0	0	0	0	0	0
7. Total Bonds.....	23,199,697	132,464	71,644	(10,769)	23,908,944	23,199,697	23,249,748	15,744,147
PREFERRED STOCK								
8. NAIC 1.....	0	0	0	0	0	0	0	0
9. NAIC 2.....	0	0	0	0	0	0	0	0
10. NAIC 3.....	0	0	0	0	0	0	0	0
11. NAIC 4.....	0	0	0	0	0	0	0	0
12. NAIC 5.....	0	0	0	0	0	0	0	0
13. NAIC 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	23,199,697	132,464	71,644	(10,769)	23,908,944	23,199,697	23,249,748	15,744,147

QS102

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

NAIC 1 \$.....4,368,554; 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.....	4,368,554	XXX	4,369,554	18,898	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.....	0	0
2. Cost of short-term investments acquired.....	13,878,340	0
3. Accrual of discount.....	0	0
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration received on disposals.....	9,509,786	0
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).....	4,368,554	0
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	4,368,554	0

**Sch. DB - Pt. A - Verification
NONE**

**Sch. DB - Pt. B - Verification
NONE**

**Sch. DB - Pt. C - Sn. 1
NONE**

**Sch. DB - Pt. C - Sn. 2
NONE**

**Sch. DB - Verification
NONE**

**Sch. E - Verification
NONE**

**Sch. A - Pt. 2
NONE**

**Sch. A - Pt. 3
NONE**

**Sch. B - Pt. 2
NONE**

**Sch. B - Pt. 3
NONE**

**Sch. BA - Pt. 2
NONE**

**Sch. BA - Pt. 3
NONE**

**Sch. D - Pt. 3
NONE**

**Sch. D - Pt. 4
NONE**

**Sch. DB - Pt. A - Sn. 1
NONE**

**Sch. DB - Pt. B - Sn. 1
NONE**

**Sch. DB - Pt. D - Sn. 1
NONE**

**Sch. DB - Pt. D - Sn. 2
NONE**

**Sch. DL - Pt. 1
NONE**

**Sch. DL - Pt. 2
NONE**

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
Bank of America..... Concord, CA.....		0.000	0	0	10,155,698	13,258,142	17,729,877	XXX
Wells Fargo..... San Francisco, CA.....		0.000	0	0	620,437	184,516	138,447	XXX
0199999. Total Open Depositories.....	XXX	XXX	0	0	10,776,135	13,442,658	17,868,324	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	0	0	10,776,135	13,442,658	17,868,324	XXX
0599999. Total Cash.....	XXX	XXX	0	0	10,776,135	13,442,658	17,868,324	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
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NONE

QE13