



QUARTERLY STATEMENT

As of June 30, 2016
of the Condition and Affairs of the

ARCH MORTGAGE INSURANCE COMPANY

NAIC Group Code..... 1279, 1279 (Current Period) (Prior Period)	NAIC Company Code..... 40266	Employer's ID Number..... 36-3105660
Organized under the Laws of Wisconsin	State of Domicile or Port of Entry Wisconsin	Country of Domicile US
Incorporated/Organized..... December 30, 1980	Commenced Business..... December 31, 1981	
Statutory Home Office	33 East Main Street, Suite 900..... Madison WI US 53703 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	3003 Oak Road..... Walnut Creek CA US 94597 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	800-909-4264 <i>(Area Code) (Telephone Number)</i>
Mail Address	3003 Oak Road..... Walnut Creek CA US 94597 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	3003 Oak Road..... Walnut Creek CA US 94597 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	800-909-4264 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.archmi.com	
Statutory Statement Contact	Leslie Renae Marquart <i>(Name)</i> lmarquart@archmi.com <i>(E-Mail Address)</i>	800-909-4264 x 6687 <i>(Area Code) (Telephone Number) (Extension)</i> 925-658-6519 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. David Evan Gansberg	President & Chief Executive Officer	2. William Mark Levinthal #	Executive Vice President, General Counsel & Secretary
3. Thomas Harrison Jeter	Executive Vice President, Chief Financial Officer & Treasurer	4. Christopher Andrew Hovey	Executive Vice President & Chief Operations Officer

OTHER

Richard Jay Izen	Executive Vice President, Sales and Marketing Officer	Kenneth Scott Dailey	Vice President & Actuary
Cheryl Ann Feltgen	Executive Vice President & Chief Risk Officer		

DIRECTORS OR TRUSTEES

Andrew Thomas Rippert	Dennis Robert Brand	David Evan Gansberg	Mark Donald Lyons
Thomas Harrison Jeter	Cheryl Ann Feltgen		

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)	(Signature)	(Signature)
David Evan Gansberg	William Mark Levinthal	Thomas Harrison Jeter
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President & Chief Executive Officer	Executive Vice President, General Counsel & Secretary	Executive Vice President, Chief Financial Officer & Treasurer
(Title)	(Title)	(Title)

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document above, and not the truthfulness, accuracy, or validity of that document.

State of California
County of Contra Costa

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 _____

On 07/11/2016 before me, MELODIE J. WHITE,
NOTARY PUBLIC

personally appeared David E. Gansberg, William M. Levinthal, and Thomas H. Jeter who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Melodie J. White

(Seal)



ASSETS

	Current Statement Date			4
	1	2	3	December 31 Prior Year Net Admitted Assets
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	387,201,891		387,201,891	362,547,604
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	24,881,659	24,881,659	.0	
3. Mortgage loans on real estate:				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$.....36,629,322), cash equivalents (\$.....0) and short-term investments (\$.....300,087).....	36,929,409		36,929,409	45,833,255
6. Contract loans (including \$.....0 premium notes).....			.0	
7. Derivatives.....			.0	
8. Other invested assets.....			.0	
9. Receivables for securities.....	1,819		1,819	2,756
10. Securities lending reinvested collateral assets.....			.0	
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	449,014,778	24,881,659	424,133,119	408,383,615
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	3,510,779		3,510,779	3,105,603
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	6,736,338	.767	6,735,571	5,406,561
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....			.0	
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	1,656,456		1,656,456	1,603,075
16.2 Funds held by or deposited with reinsured companies.....			.0	
16.3 Other amounts receivable under reinsurance contracts.....			.0	
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	301,146
18.2 Net deferred tax asset.....	15,603,205		15,603,205	17,541,487
19. Guaranty funds receivable or on deposit.....			.0	
20. Electronic data processing equipment and software.....	32,983	32,983	.0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			.0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
23. Receivables from parent, subsidiaries and affiliates.....			.0	
24. Health care (\$.....0) and other amounts receivable.....			.0	
25. Aggregate write-ins for other than invested assets.....	1,865,971	1,838,250	27,721	77,079
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	478,420,510	26,753,659	451,666,851	436,418,566
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. Total (Lines 26 and 27).....	478,420,510	26,753,659	451,666,851	436,418,566

DETAILS OF WRITE-INS

1101. ....			.0	
1102. ....			.0	
1103. ....			.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. Prepaid Expenses.....	165,907	165,907	.0	
2502. Licenses Purchased.....	1,672,343	1,672,343	.0	
2503. Other Receivables.....	27,721		27,721	77,079
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).....	1,865,971	1,838,250	27,721	77,079

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....6,603,396).....	38,946,098	50,794,618
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	1,883,286	1,880,062
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	420,678	621,026
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	755,650	853,175
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....28,464,163 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).....	19,255,960	14,487,308
10. Advance premium.....	98,898	96,013
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	13,591,938	10,314,834
13. Funds held by company under reinsurance treaties.....	49,849,507	33,895,579
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....	19,361	138,315
16. Provision for reinsurance (including \$.....0 certified).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	41,182,651	38,210,735
20. Derivatives.....		
21. Payable for securities.....		
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	166,038,256	150,642,161
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	332,042,282	301,933,826
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	332,042,282	301,933,826
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	2,750,000	2,750,000
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....	39,500,000	39,500,000
34. Gross paid in and contributed surplus.....	118,820,608	116,205,536
35. Unassigned funds (surplus).....	(41,446,039)	(23,970,796)
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	119,624,569	134,484,740
38. Totals (Page 2, Line 28, Col. 3).....	451,666,851	436,418,566

DETAILS OF WRITE-INS

2501. Contingency reserve.....	164,932,517	149,274,676
2502. Reserve for escheatable and stale checks.....	248,280	258,164
2503. Premium refund reserve.....	857,459	1,109,321
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).....	166,038,256	150,642,161
2901.		
2902.		
2903.		
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.		
3202.		
3203.		
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

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 \$.....83,929,671).....	71,583,412	56,385,217	118,220,381
1.2 Assumed..... (written \$.....0).....			
1.3 Ceded..... (written \$.....47,845,337).....	40,267,729	29,859,816	63,652,288
1.4 Net..... (written \$.....36,084,334).....	31,315,683	26,525,401	54,568,093
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....6,474,196):			
2.1 Direct.....	234,821	16,800,948	24,368,883
2.2 Assumed.....			
2.3 Ceded.....	1,543,509	7,956,149	12,989,419
2.4 Net.....	(1,308,688)	8,844,799	11,379,464
3. Loss adjustment expenses incurred.....	762,773	714,896	1,338,616
4. Other underwriting expenses incurred.....	33,292,771	28,356,475	56,182,924
5. Aggregate write-ins for underwriting deductions.....	15,657,841	13,055,847	27,284,047
6. Total underwriting deductions (Lines 2 through 5).....	48,404,697	50,972,017	96,185,051
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(17,089,014)	(24,446,616)	(41,616,958)
INVESTMENT INCOME			
9. Net investment income earned.....	2,834,773	2,835,114	5,631,350
10. Net realized capital gains (losses) less capital gains tax of \$.....375,608.....	697,558	182,181	406,321
11. Net investment gain (loss) (Lines 9 + 10).....	3,532,331	3,017,295	6,037,671
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0		
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	282,157	235,131	517,288
15. Total other income (Lines 12 through 14).....	282,157	235,131	517,288
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	(13,274,526)	(21,194,190)	(35,061,999)
17. Dividends to policyholders.....			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	(13,274,526)	(21,194,190)	(35,061,999)
19. Federal and foreign income taxes incurred.....	(380,587)	(98,097)	(218,789)
20. Net income (Line 18 minus Line 19) (to Line 22).....	(12,893,939)	(21,096,093)	(34,843,210)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	134,484,740	152,482,249	152,482,249
22. Net income (from Line 20).....	(12,893,939)	(21,096,093)	(34,843,210)
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0.....		7,546,266	
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	4,872,712	7,795,297	12,918,154
27. Change in nonadmitted assets.....	(8,490,401)	(39,568,588)	(37,572,453)
28. Change in provision for reinsurance.....			
29. Change in surplus notes.....		39,500,000	39,500,000
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....	1,651,457	1,214,870	2,000,000
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	(14,860,171)	(4,608,248)	(17,997,509)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	119,624,569	147,874,001	134,484,740
DETAILS OF WRITE-INS			
0501. Increase in reserve for contingencies.....	15,657,841	13,262,701	27,284,047
0502. Approved withdrawal of reserve for contingencies.....		(206,854)	
0503.			
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).....	15,657,841	13,055,847	27,284,047
1401. Other rent.....	282,157	235,131	517,288
1402.			
1403.			
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).....	282,157	235,131	517,288
3701. Prior Year Audit Adjustment-Legal Settlement, net of tax.....			
3702. Change in Deferred Tax Asset-Prior Year Audit Adjustment Legal Settlement.....			
3703.			
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

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.....	37,783,179	30,818,766	62,287,525
2. Net investment income.....	4,526,422	3,866,485	8,584,772
3. Miscellaneous income.....	282,157	235,131	517,288
4. Total (Lines 1 through 3).....	42,591,758	34,920,382	71,389,585
5. Benefit and loss related payments.....	10,593,213	18,745,211	29,143,548
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	34,350,193	29,487,861	57,445,200
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.....375,608 tax on capital gains (losses).....	(306,125)		
10. Total (Lines 5 through 9).....	44,637,281	48,233,072	86,588,748
11. Net cash from operations (Line 4 minus Line 10).....	(2,045,524)	(13,312,690)	(15,199,163)
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	143,720,286	133,844,989	326,900,334
12.2 Stocks.....			
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			
12.7 Miscellaneous proceeds.....	937	272,791	271,891
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	143,721,223	134,117,780	327,172,225
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	169,398,229	168,938,852	365,293,025
13.2 Stocks.....			
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....			
13.6 Miscellaneous applications.....			
13.7 Total investments acquired (Lines 13.1 to 13.6).....	169,398,229	168,938,852	365,293,025
14. Net increase or (decrease) in contract loans and premium notes.....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(25,677,006)	(34,821,072)	(38,120,800)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....		39,500,000	39,500,000
16.2 Capital and paid in surplus, less treasury stock.....			2,000,000
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....			
16.6 Other cash provided (applied).....	18,818,684	9,457,978	35,979,843
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	18,818,684	48,957,978	77,479,843
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).....	(8,903,846)	824,216	24,159,880
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	45,833,255	21,673,375	21,673,375
19.2 End of period (Line 18 plus Line 19.1).....	36,929,409	22,497,591	45,833,255
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001 Premiums Collected - Non-cash adjustment in premium refund reserve.....	70,652	(265,104)	(429,454)
20.0002 Commissions, Expenses Paid - Non-cash adjustment in contingency reserve.....	(15,657,841)	(13,055,847)	(27,284,047)
20.0003 Other Cash (Applied) - Non-cash adjustment in liabilities for premium refund and contingency reserves.....	(15,728,493)	(12,790,743)	(26,854,593)
20.0004 Paid-in Surplus - Non-cash adjustment from subsidiary.....	(1,651,457)	(1,214,870)	

NOTES TO FINANCIAL STATEMENTS**1. Summary of Significant Accounting Policies****A. Accounting Practices**

The accompanying financial statements of Arch Mortgage Insurance Company (the "Company") are presented on the basis of accounting practices prescribed or permitted by the Wisconsin Office of the Commissioner of Insurance (the "Department").

The Department recognizes only statutory accounting practices prescribed or permitted by the state of Wisconsin (the "State") for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Wisconsin insurance laws. 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. The State has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, changes in contingency reserves for the year are reported in the annual statement as a reduction of or addition to underwriting income. Under Statement of Statutory Accounting Principles ("SSAP") No. 58, *Mortgage Guaranty Insurance* ("SSAP No. 58"), changes in contingency reserves must be reported directly to unassigned funds (surplus) and not included in income. This modification adopted by the State does not affect the Company's statutory surplus.

Description	State of Domicile	6/30/2016	12/31/2015
1. Net loss, state basis	WI	\$ (12,893,939)	\$ (34,843,210)
2. Effect of state prescribed practices: Change in contingency reserves	WI	15,657,841	27,284,047
3. Effect of state permitted practices		–	–
4. Net income (loss), NAIC SAP basis	WI	\$ 2,763,902	\$ (7,559,163)

Description	State of Domicile	6/30/2016	12/31/2015
5. Policyholders' surplus, state basis	WI	\$ 119,624,569	\$ 134,484,740
6. Effect of state prescribed practices		–	–
7. Effect of state permitted practices		–	–
8. Policyholders' surplus, NAIC SAP basis	WI	\$ 119,624,569	\$ 134,484,740

C. Accounting Policy

- (6) Investment grade loan-backed securities are stated at amortized value. The retrospective adjustment method is used to determine amortized value for all loan-backed securities. Non-investment grade loan-backed securities with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value.

Consistent with the NAIC process, the Company establishes the value of residential mortgage-backed securities by determining the NAIC designation and carrying value for the securities. Those securities assigned an NAIC designation of 1 or 2 are stated at amortized value while those with a 3 through 6 designation are stated at the lower of amortized value or fair value. The NAIC designation for the residential mortgage-backed securities held by the Company is reported in Schedule D.

D. Going Concern: Not Applicable.**2. Accounting Changes and Correction of Errors: Not Applicable.****3. Business Combinations and Goodwill: Not Applicable.****4. Discontinued Operations: Not Applicable.****5. Investments****D. Loan-Backed and Structured Securities**

- (1) Prepayment/default projections are based on historical statistics of the underlying collateral and current market data.
- (2) The amounts of the other-than-temporary impairment ("OTTI") related to loan backed securities as of June 30, 2016 are presented below: None.
- (3) Information pertaining to each security with a recognized OTTI: None.
- (4) All impaired securities for which an OTTI has not been recognized in earnings as a realized loss:

Loan backed securities in unrealized loss position as of June 30, 2016, stratified based on length of time continuously in this unrealized loss position, are as follows:

a.	The aggregate amount of unrealized losses:	1	Less than 12 Months	\$ (765)
		2	12 Months or Longer	\$ (2,940)
b.	The aggregate related fair value of securities with unrealized losses:	1	Less than 12 Months	\$ 1,022,528
		2	12 Months or Longer	\$ 2,341,199

NOTES TO FINANCIAL STATEMENTS

(5) Additional information

In accordance with SSAP No. 43R, *Loan-backed and Structured Securities – Revised*, the Company's loan-backed securities are stated at amortized cost.

In evaluating whether a decline in value is other-than-temporary, the Company considers several factors, including, but not limited to, the following:

- The extent and the duration of the decline in value;
- The reasons for the decline in value (credit event, interest related or market fluctuations);
- The financial position and access to capital of the issuer, including the current and future impact of any specific events;
- Our intent to sell the securities, or whether it is more likely than not that we will be required to sell it before recovery; and
- The financial condition and near term prospects of the issuer.

Impairment due to deterioration in credit that results in a conclusion that the present value of cash flows expected to be collected will not be sufficient to recover the amortized cost basis of the securities is considered other-than-temporary. Other declines in fair value (for example, due to interest rate changes, sector credit rating changes or company-specific rating changes) that result in a conclusion that the present value of cash flows expected to be collected will not be sufficient to recover the amortized cost basis of the security may also result in a conclusion that an OTTI has occurred. To the extent that the Company determines that a security is other-than-temporarily impaired, an impairment loss is recognized in the Statement of Income.

E. Repurchase Agreements and/or Securities Lending Transactions: Not Applicable.

I. Working Capital Finance Investments: Not Applicable.

J. Offsetting and Netting of Assets and Liabilities: Not Applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies: Not Applicable.

7. Investment Income: No significant change.

8. Derivative Instruments: Not Applicable.

9. Income Taxes: No significant change.

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

G. Nature of Relationships that Could Affect Operations

On April 12, 2016, the California Department of Insurance adopted reports of market conduct examination of the Company's claims handling, rating and underwriting practices during the 2015 calendar year. These reports alleged no findings of violation or other criticism.

On July 18, 2016, the Company reached \$25 billion in cumulative new insurance written ("NIW"). As a result, the Company is no longer ceding reinsurance on new policies written after that date under the Quota Share Reinsurance Agreement with PMI Insurance Co. dated January 30, 2014.

11. Debt: Not Applicable.

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

A. Defined Benefit Plans: For the quarter ended June 30, 2016, the Company had no employees.

13. Capital and Surplus, Shareholders' Dividends Restrictions and Quasi-Reorganizations

11. Surplus Notes: No significant change.

14. Contingencies: No significant change.

15. Leases: No significant change.

16. Information About Financial Instruments with Off-Balance Sheet Risk: Not Applicable.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities: Not Applicable.

18. Gain or Loss from Uninsured Accident and Health Plans and the Uninsured Portion of Partially Insured Plans: Not Applicable.

19. Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators: Not Applicable.

20. Fair Value Measurements

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

(1) Fair Value Measurements at Reporting Date

NOTES TO FINANCIAL STATEMENTS

For the purposes of this Quarterly Statement, the Company provides the following disclosure regarding measurement of certain financial assets at fair value.

The Company's financial assets measured at fair value are based on a hierarchy defined by SSAP No. 100, *Fair Value Measurements*. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are as follows:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities include debt securities with quoted prices that are traded less frequently than exchange-traded instruments and derivative contracts whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable public sources.

Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

At June 30, 2016, the Company had no financial assets recorded at fair value.

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. There were no transfers of assets or liabilities to or from Levels 1 and 2 for the quarter ended June 30, 2016. This policy also applies to transfers into or out of Level 3 as stated in paragraph 3 below.

(2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy

At June 30, 2016, the Company had no assets or liabilities measured at fair value in this category.

(3) Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. There were no transfers into or out of Level 3 for the quarter ended June 30, 2016.

(4) Inputs and Techniques Used for Level 2 and Level 3 Fair Values: Not Applicable.

(5) Derivative Fair Values: Not Applicable.

B. Other Fair Value disclosures: Not Applicable.

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3:

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20.A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Financial Instruments - assets						
Bonds	\$ 395,813,210	\$ 387,201,891	\$ 38,486,970	\$ 357,326,240	\$ -	\$ -
Cash, cash equivalent and short-term investments	36,929,409	36,929,409	36,929,409	-	-	-
Total assets	\$ 432,742,619	\$ 424,131,300	\$ 75,416,379	\$ 357,326,240	\$ -	\$ -
Financial Instruments - liabilities						
Derivative liabilities	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-

D. Financial Instruments for which Not Practical to Estimate Fair Values: Not Applicable.

21. Other Items: No significant change.

22. Events Subsequent

Subsequent events have been considered through August 14, 2016, for the statutory statement issued on August 15, 2016.

23. Reinsurance

C. Reinsurance Assumed and Ceded and Protected Cells:

NOTES TO FINANCIAL STATEMENTS

- (1) The following table summarizes assumed and ceded unearned premiums and the related commission equity at the end of the current quarter:

	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
a. Affiliates	\$ -	\$ -	\$ 19,340,734	\$ -	\$ (19,340,734)	\$ -
b. All other	-	-	9,123,429	-	(9,123,429)	-
c. Totals	\$ -	\$ -	\$ 28,464,163	\$ -	\$ (28,464,163)	\$ -

d. Direct unearned premium reserve was \$47,720,123

- (2) The Company has no additional or return commission as a result of existing contractual arrangements.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination: Not Applicable.

25. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves for losses and loss adjustment expenses ("LAE") as of December 31, 2015 were \$52.7 million. As of June 30, 2016, \$11.0 million was paid year to date relating to incurred losses and LAE attributable to insured events of prior years. Reserves for losses and LAE for prior years as of June 30, 2016, were \$34.2 million and correspond to \$7.4 million, or 14.1%, of favorable prior-year development since December 31, 2015. The \$7.4 million reflects the Company's re-estimation of unpaid claims and ongoing analysis of recent loss development trends and economic trends, including real estate market and unemployment rates, and their effect on recent claim rate and claim severity experience.

26. Intercompany Pooling Arrangements: Not Applicable.

27. Structured Settlements: Not Applicable.

28. Health Care Receivables: Not Applicable.

29. Participating Policies: Not Applicable.

30. Premium Deficiency Reserves

In accordance with SSAP No. 58 and SSAP No. 53, *Property Casualty Contracts – Premiums*, the Company recognizes a premium deficiency reserve ("PDR") by recording an additional liability for the deficiency, with a corresponding charge to operations when the anticipated losses, LAE, and maintenance costs exceed the recorded unearned premium reserve and any future installment premiums on existing policies. The Company performed a PDR analysis as of June 30, 2016 and determined that it did not have to record a liability related to PDR. The Company considers interest income in connection with its PDR analysis; accordingly anticipated premium and loss cash flows are discounted using the Company's pre-tax book yield.

31. High Deductibles: Not Applicable.

32. Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses: Not Applicable.

33. Asbestos and Environmental Reserves: Not Applicable.

34. Subscriber Savings Accounts: Not Applicable.

35. Multiple Peril Crop Insurance: Not Applicable.

36. Financial Guaranty Insurance: Not Applicable.

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

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. 12/31/2015
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2010
- 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). 06/11/2012
- 6.4 By what department or departments?
Wisconsin Office of the Commissioner of Insurance
- 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 [X] No [] N/A []
- 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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] 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:

- 14.21 Bonds
- 14.22 Preferred Stock
- 14.23 Common Stock
- 14.24 Short-Term Investments
- 14.25 Mortgage Loans on Real Estate
- 14.26 All Other
- 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)
- 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
	\$ 0	\$ 0
	0	0
	22,266,587	24,881,659
	0	0
	0	0
	0	0
	\$ 22,266,587	\$ 24,881,659
	\$ 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
Bank of New York Mellon	One Mellon Center - Room 1072, Pittsburg, PA 15258

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
129060	Arch Investment Management, LLC	274 Riverside Avenue, 2nd Floor, Westport, CT 06880

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

18.2 If no, list exceptions:

GENERAL INTERROGATORIES (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

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.....	L	579,747	395,693	109,377	225,202	378,044	470,787
2. Alaska.....AK.....L.....	L	2,072,624	2,136,831	416,739	473,008	1,761,641	2,131,069
3. Arizona.....AZ.....L.....	L	1,215,700	721,348	183,291	235,867	782,006	712,886
4. Arkansas.....AR.....L.....	L	320,958	162,810	37,443	78,349	177,948	198,637
5. California.....CA.....L.....	L	6,265,505	5,345,035	759,741	816,372	1,579,618	3,240,602
6. Colorado.....CO.....L.....	L	1,403,875	1,202,059	17,211	205,047	278,773	362,800
7. Connecticut.....CT.....L.....	L	419,085	323,255	195,355	206,437	884,679	1,118,225
8. Delaware.....DE.....L.....	L	150,472	63,111		57,672	8,170	114,361
9. District of Columbia.....DC.....L.....	L	147,881	67,341			47,352	33,038
10. Florida.....FL.....L.....	L	3,170,284	2,499,798	2,492,776	3,929,858	5,920,401	9,864,803
11. Georgia.....GA.....L.....	L	2,371,245	1,697,674	522,995	480,199	1,703,111	2,526,150
12. Hawaii.....HI.....L.....	L	121,490	112,250	321,805	150,382	720,251	1,231,676
13. Idaho.....ID.....L.....	L	1,572,867	1,104,437	218,484	121,979	256,282	372,100
14. Illinois.....IL.....L.....	L	2,302,184	1,596,328	768,016	864,945	1,661,920	3,220,336
15. Indiana.....IN.....L.....	L	1,583,456	891,881	144,388	277,845	791,566	974,777
16. Iowa.....IA.....L.....	L	1,697,230	735,505	243,799	284,342	767,849	1,403,097
17. Kansas.....KS.....L.....	L	1,385,490	962,750	64,886	87,916	665,518	863,066
18. Kentucky.....KY.....L.....	L	433,752	245,129	80,648	246,166	204,552	178,401
19. Louisiana.....LA.....L.....	L	705,379	431,579	86,056	16,784	932,886	949,691
20. Maine.....ME.....L.....	L	543,964	467,619	39,828	254,058	1,039,329	1,275,003
21. Maryland.....MD.....L.....	L	2,296,554	1,596,277	749,080	859,482	2,995,420	3,362,028
22. Massachusetts.....MA.....L.....	L	2,551,369	1,920,059	250,372	566,658	2,824,933	3,150,662
23. Michigan.....MI.....L.....	L	10,126,277	8,954,197	653,130	938,975	1,601,374	2,348,934
24. Minnesota.....MN.....L.....	L	3,045,354	2,635,216	989,407	784,151	1,651,548	3,040,839
25. Mississippi.....MS.....L.....	L	178,414	68,569	12,425	39	153,535	88,429
26. Missouri.....MO.....L.....	L	1,668,921	1,108,999	298,412	371,273	683,644	1,251,331
27. Montana.....MT.....L.....	L	149,812	144,147			59,727	
28. Nebraska.....NE.....L.....	L	489,579	272,412	22,583	280	54,151	345,218
29. Nevada.....NV.....L.....	L	329,129	354,684	406,504	1,338,789	1,320,856	1,881,705
30. New Hampshire.....NH.....L.....	L	793,414	654,945	72,190	246,210	221,860	313,945
31. New Jersey.....NJ.....L.....	L	1,196,362	800,285	497,576	977,271	2,409,225	2,518,024
32. New Mexico.....NM.....L.....	L	641,901	546,291	213,505	515,004	733,044	824,726
33. New York.....NY.....L.....	L	1,928,517	1,643,720	697,057	758,688	4,723,809	5,657,686
34. North Carolina.....NC.....L.....	L	2,032,721	606,510	108,400	36,090	742,177	915,794
35. North Dakota.....ND.....L.....	L	65,767	41,315	22,260	14,529	57,613	54,205
36. Ohio.....OH.....L.....	L	2,556,788	1,835,570	693,299	968,962	2,957,305	3,660,988
37. Oklahoma.....OK.....L.....	L	811,843	659,697	136,238	100,696	391,238	693,725
38. Oregon.....OR.....L.....	L	1,016,572	571,592	92,165	608,119	772,407	1,208,934
39. Pennsylvania.....PA.....L.....	L	1,953,696	1,481,229	552,933	895,500	2,525,281	3,727,725
40. Rhode Island.....RI.....L.....	L	794,082	600,967	196,239	743,788	797,856	1,294,304
41. South Carolina.....SC.....L.....	L	1,247,148	662,336	101,657	139,892	405,574	746,535
42. South Dakota.....SD.....L.....	L	183,098	96,207	13,301	62	3,790	77,144
43. Tennessee.....TN.....L.....	L	1,735,444	1,435,667	353,440	339,327	810,470	1,222,100
44. Texas.....TX.....L.....	L	4,360,725	3,243,452	303,733	542,545	2,317,399	3,507,109
45. Utah.....UT.....L.....	L	960,189	855,927	74,156	370,155	728,867	967,818
46. Vermont.....VT.....L.....	L	464,626	484,735	223,269	150,731	416,437	502,803
47. Virginia.....VA.....L.....	L	2,871,533	1,668,401	387,644	566,184	830,062	2,102,332
48. Washington.....WA.....L.....	L	2,606,907	2,266,298	565,345	1,317,031	1,790,250	3,020,159
49. West Virginia.....WV.....L.....	L	146,742	134,353	120,899	22,256	222,818	215,978
50. Wisconsin.....WI.....L.....	L	6,123,028	5,234,209	1,078,650	1,181,713	4,082,608	5,577,474
51. Wyoming.....WY.....L.....	L	130,057	90,051		38,295	191,927	106,514
52. American Samoa.....AS.....N.....	N						
53. Guam.....GU.....L.....	L						
54. Puerto Rico.....PR.....L.....	L	9,914	16,018	39,770	19,480	218,815	254,700
55. US Virgin Islands.....VI.....N.....	N						
56. Northern Mariana Islands.....MP.....N.....	N						
57. Canada.....CAN.....N.....	N						
58. Aggregate Other Alien.....OT.....XXX.....	XXX	0	0	0	0	0	0
59. Totals.....	(a)...53	83,929,671	63,846,768	16,628,477	24,424,603	60,257,916	85,881,373

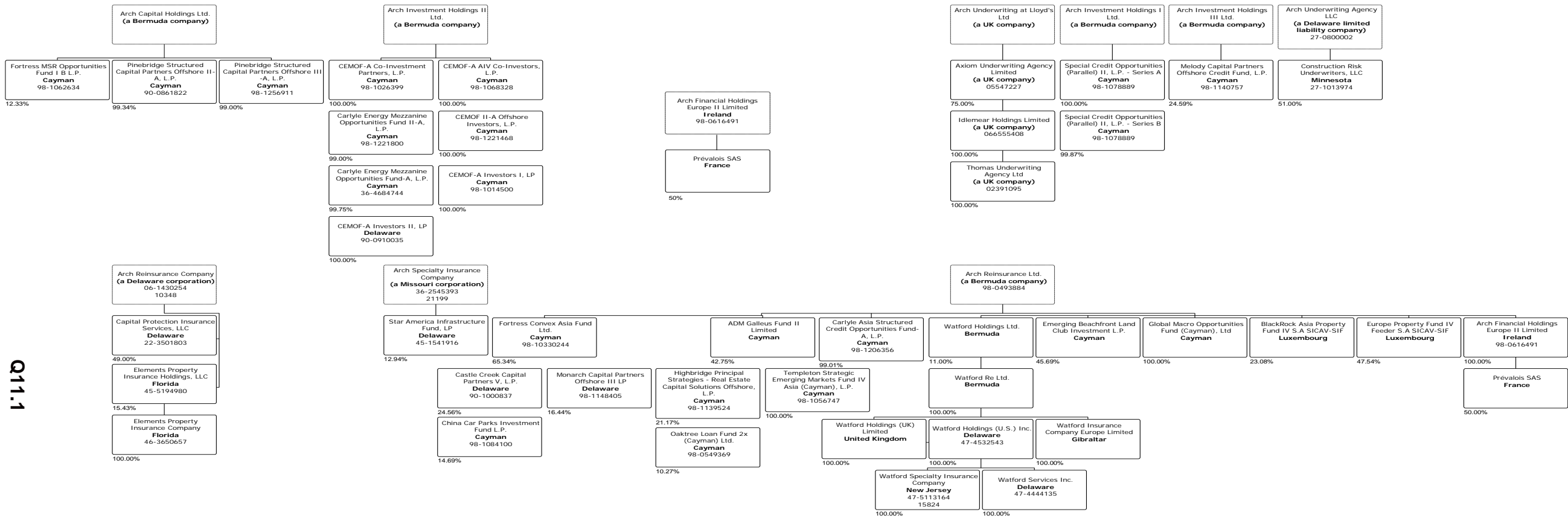
DETAILS OF WRITE-INS

58001.....	XXX						
58002.....	XXX						
58003.....	XXX						
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; (N) - None of the above - Not allowed to write business in the state.

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

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



Q11.1

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, 2015; such figures are updated on an annual basis in line with normal practices.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Public Traded (U.S. or International)	Name of Parent, Subsidiaries or Affiliates	Domi-ciliary 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)	*
Members														
			98-0374481..		947484.....	NASDAQ	Arch Capital Group Ltd.....	BMU.....	UIP.....	N/A.....	N/A.....	N/A.....	N/A	(1).....
			02-0576800..				Arch Capital Services Inc.....	DE.....	NIA.....	Arch Capital Group Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0602504..				Arch Investment Management Ltd.....	BMU.....	NIA.....	Arch Capital Group Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0493884..				Arch Reinsurance Ltd.....	BMU.....	IA.....	Arch Capital Group Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1031826..				Arch Global Services Inc.....	PHL.....	NIA.....	Arch Capital Group Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Arch Global Services (Cyprus) Ltd.....	CYP.....	NIA.....	Arch Global Services Holdings Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Arch Global Services Holdings Ltd.....	BMU.....	NIA.....	Arch Capital Group Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			27-0687834..				Arch International Services Inc.....	DE.....	NIA.....	Arch Capital Services Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1033176..				Arch Risk Partners Ltd.....	GBR.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1244615..				Arch Underwriters Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0705201..				Arch Underwriting at Lloyd's Ltd.....	GBR.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Axiom Underwriting Agency Limited.....	GBR.....	NIA.....	Arch Underwriting at Lloyd's Ltd.....	Ownership.....	75.000	Arch Capital Group Ltd.....	
							Idlemeare Holdings Limited.....	GBR.....	NIA.....	Axiom Underwriting Agency Limited.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Thomas Underwriting Agency Limited.....	GBR.....	NIA.....	Idlemeare Holdings Limited.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Arch Underwriting Agency (Australia) Pty. Ltd.	AUS.....	NIA.....	Arch Underwriting at Lloyd's Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0399846..				Arch Capital Holdings Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0616488..				Arch Financial Holdings Europe I Limited.....	IRL.....	UIP.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0585481..				Arch Re Accident & Health ApS.....	DNK.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0652764..				Arch Syndicate Investments Ltd.....	GBR.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Gulf Re Holdings Limited	JEY.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Gulf Reinsurance Limited.....	ARE.....	IA.....	Gulf Re Holdings Limited.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0705596..				Arch Investment Holdings I Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0705598..				Arch Investment Holdings II Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1244244..				Arch Investment Holdings III Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-0705593..				Arch Investment Holdings IV Ltd.....	BMU.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Watford Holdings Ltd.....	BMU.....	NIA.....	N/A.....	N/A.....	11.100	N/A	(2).....
							Watford Re Ltd.....	BMU.....	IA.....	Watford Holdings Ltd.....	Ownership.....	100.000	Watford Holdings Ltd.....	
							Watford Holdings (UK) Limited.....	GBR.....	NIA.....	Watford Re Ltd.....	Ownership.....	100.000	Watford Holdings Ltd.....	
							Watford Holdings (U.S.) Inc.....	DE.....	NIA.....	Watford Holdings (UK) Limited.....	Ownership.....	100.000	Watford Holdings Ltd.....	
		15824.....					Watford Specialty Insurance Company.....	NJ.....	IA.....	Watford Holdings (U.S.) Inc.....	Ownership.....	100.000	Watford Holdings Ltd.....	
							Watford Insurance Company Europe Limited	GIB.....	IA.....	Watford Holdings (UK) Limited.....	Ownership.....	100.000	Watford Holdings Ltd.....	
							Watford Services Inc.....	DE.....	NIA.....	Watford Holdings (U.S.) Inc.....	Ownership.....	100.000	Watford Holdings Ltd.....	
			981245248..				Arch Reinsurance Ltd. Escritorio De Representacao Ltda.	BRA.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1006574..				Arch Underwriting at Lloyd's (Australia) Pty Ltd	AUS.....	NIA.....	Arch Underwriting at Lloyd's Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	

Q12

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Public Traded (U.S. or International)	Name 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)	*	
Q12.1			98-0704956..				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.....		
			80-0417273..				Arch Investments I LLC.....	DE.....	NIA.....	Arch Capital Holdings Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			98-0616491..				Arch Financial Holdings Europe II Limited..	IRL.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			98-1243751..				Arch Financial Holdings Europe III Limited..	IRL.....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			98-1244422..				Arch LMI Pty Ltd.....	AUS.....	NIA.....	Arch Financial Holdings Australia Pty Ltd...	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			98-1305287..				Arch Financial Holdings Australia Pty Ltd...	AUS.....	NIA.....	Arch Financial Holdings Europe III Limited...	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			47-3497583..				Arch Mortgage Risk Transfer Holdings Inc...	DE.....	NIA.....	Arch Financial Holdings Europe III Limited...	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			47-4121100..				Arch Mortgage Risk Transfer PCC Inc.....	DC.....	IA.....	Arch Mortgage Risk Transfer Holdings Inc...	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			98-0616493..				Arch Financial Holdings B.V.....	NLD.....	NIA.....	Arch Financial Holdings Europe II Limited....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
				98-1024362..				Arch Mortgage Insurance Designated Activity Company	IRL.....	IA.....	Arch Financial Holdings Europe II Limited....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
								Arch Underwriters Europe Limited.....	IRL.....	IA.....	Arch Financial Holdings Europe II Limited....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				98-0611448..				Arch Reinsurance Europe Underwriting Designated Activity Company	IRL.....	IA.....	Arch Financial Holdings Europe II Limited....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				06-1424716..				Arch Capital Group (U.S.) Inc.....	DE.....	UIP.....	Arch Financial Holdings Europe I Limited....	Ownership.....	...81.000	Arch Capital Group Ltd.....	
				06-1424716..				Arch Capital Group (U.S.) Inc.....	DE.....	UIP.....	Arch Reinsurance Europe Underwriting Limited	Ownership.....	...19.000	Arch Capital Group Ltd.....	
				98-0389546..				Arch Risk Transfer Services Ltd.....	BMU....	NIA.....	Arch Reinsurance Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				98-1244441..				Alwyn Insurance Company Limited.....	GIB.....	IA.....	Arch Financial Holdings B.V.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				98-0413940..				Arch Insurance Company (Europe) Limited..	GBR....	IA.....	Arch Reinsurance Europe Underwriting Limited	Ownership.....	...100.000	Arch Capital Group Ltd.....	
	1279..	Arch Capital Group (U.S.) Inc.....	10348....	06-1430254..				Arch Reinsurance Company.....	DE.....	IA.....	Arch Capital Group (U.S.) Inc.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				47-5374395..				Arch Underwriters Inc.....	DE.....	NIA.....	Arch Reinsurance Company.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				45-5194980..				Elements Property Insurance Holdings, LLC	FL.....	NIA.....	Arch Reinsurance Company.....	Ownership.....	...14.530	Arch Capital Group Ltd.....	
			15312....	46-3650657..				Elements Property Insurance Company.....	FL.....	IA.....	Elements Property Insurance Holdings LLC.	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				98-0389553..				Alternative Underwriting Services Ltd.....	BMU....	NIA.....	Arch Risk Transfer Services Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
				98-0389551..				Alternative Re Holdings Limited.....	BMU....	NIA.....	Arch Risk Transfer Services Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	
			98-0704518..				Arch Europe Insurance Services Ltd.....	GBR....	NIA.....	Arch Insurance Company (Europe) Limited..	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			65-1302027..				Arch Re Facultative Underwriters Inc.....	DE.....	NIA.....	Arch Reinsurance Company.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			43-0971887..				Arch Insurance Group Inc.....	DE.....	NIA.....	Arch Capital Group (U.S.) Inc.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			22-3501803..				Capital Protection Insurance Services, LLC	DE.....	NIA.....	Arch Reinsurance Company.....	Ownership.....	...49.000	Arch Capital Group Ltd.....		
			98-0625844..				Alternative Re Limited.....	BMU....	IA.....	Alternative Re Holdings Limited.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			27-0800002..				Arch Underwriting Agency LLC.....	DE.....	NIA.....	Arch Insurance Group Inc.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
			43-0990709..				Arch Specialty Insurance Agency Inc.....	MO.....	NIA.....	Arch Insurance Group Inc.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		
1279..	Arch Capital Group (U.S.) Inc.....	11150....	43-0990710..				Arch Insurance Company	MO.....	IA.....	Arch Insurance Group Inc.....	Ownership.....	...100.000	Arch Capital Group Ltd.....		

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Public Traded (U.S. or International)	Name 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)	*
			43-1053031..				First American Service Corporation.....	MO.....	NIA.....	Arch Insurance Group Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			27-1013974..				Construction Risk Underwriters, LLC.....	MN.....	NIA.....	Arch Underwriting Agency LLC.....	Ownership.....	50.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	10946.....	06-1521582..				Arch Excess & Surplus Insurance Company...	MO.....	IA.....	Arch Insurance Company	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	21199.....	36-2545393..				Arch Specialty Insurance Company.....	MO.....	IA.....	Arch Insurance Company.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	30830.....	39-1128299..				Arch Indemnity Insurance Company.....	MO.....	IA.....	Arch Excess & Surplus Insurance Company...	Ownership.....	100.000	Arch Capital Group Ltd.....	
			45-5366880..				Arch Insurance Solutions Inc.....	DE.....	NIA.....	Arch Insurance Group Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			98-1089562..				Arch Insurance Canada Ltd.....	CAN.....	NIA.....	Arch Insurance Company.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			46-1950584..				Arch U.S. MI Holdings Inc.....	DE.....	UDP.....	Arch Capital Group (U.S.) Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			46-1950257..				Arch U.S. MI Services Inc.....	DE.....	DS.....	Arch Mortgage Insurance Company.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
			47-1880511..				Arch Fulfillment Operations Inc.....	DE.....	NIA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	40266.....	36-3105660..				Arch Mortgage Insurance Company.....	WI.....	RE.....	Arch U.S. MI Holdings Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	18732.....	39-1080973..				Arch Mortgage Guaranty Company.....	WI.....	IA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	29114.....	95-2621453..				Arch Mortgage Assurance Company.....	WI.....	IA.....	Arch U.S. MI Holdings Inc.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
1279...	Arch Capital Group (U.S.) Inc.....	10992.....	39-1968888..				Arch Mortgage Reinsurance Company.....	WI.....	IA.....	Arch Mortgage Assurance Company.....	Ownership.....	100.000	Arch Capital Group Ltd.....	
							Prévalois SAS.....	FRA.....	NIA.....	Arch Financial Holdings Europe II Limited....	Ownership.....	50.000	Arch Capital Group Ltd.....	
							Emerging Beachfront Land Club Investment L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	45.690	Arch Capital Group Ltd.....	(3).....
							CEMOF-A Co-Investment Partners, L.P.....	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	(3).....
							Special Credit Opportunities (Parallel) II, L.P. - Series A	CYM.....	OTH.....	Arch Investment Holdings I Ltd.....	Ownership.....	100.000	Arch Capital Group Ltd.....	(3).....
							Special Credit Opportunities (Parallel) II, L.P. - Series B	CYM.....	OTH.....	Arch Investment Holdings I Ltd.....	Ownership.....	99.870	Arch Capital Group Ltd.....	(3).....
							Carlyle Asia Structured Credit Opportunities Fund-A, L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	99.000	Arch Capital Group Ltd.....	(3).....
							Fortress MSR Opportunities Fund I B L.P.....	CYM.....	OTH.....	Arch Capital Holdings Ltd.....	Ownership.....	12.330	Arch Capital Group Ltd.....	(3).....
							ADM Galleus Fund II Limited.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	42.750	Arch Capital Group Ltd.....	(3).....
							Fortress Convex Asia Fund Ltd.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	65.340	Arch Capital Group Ltd.....	(3).....
							Melody Capital Partners Offshore Credit Fund, L.P.	CYM.....	OTH.....	Arch Investment Holdings III Ltd.....	Ownership.....	24.590	Arch Capital Group Ltd.....	(3).....
							Castle Creek Capital Partners V, L.P.....	DE.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	24.560	Arch Capital Group Ltd.....	(3).....
							Highbridge Principal Strategies - Real Estate Capital Solutions Offshore, L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	21.170	Arch Capital Group Ltd.....	(3).....
							Pinebridge Structured Capital Partners Offshore II-A, L.P.	CYM.....	OTH.....	Arch Capital Holdings Ltd.....	Ownership.....	99.340	Arch Capital Group Ltd.....	(3).....
							Monarch Capital Partners Offshore III LP.....	DE.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	16.440	Arch Capital Group Ltd.....	(3).....

Q12.2

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Public Traded (U.S. or International)	Name 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)	*
			45-1541916..				Star America Infrastructure Fund, LP.....	DE.....	OTH.....	Arch Specialty Insurance Company.....	Ownership.....	...12.940	Arch Capital Group Ltd.....	(3).....
							China Car Parks Investment Fund L.P.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...14.690	Arch Capital Group Ltd.....	(3).....
							Carlyle Energy Mezzanine Opportunities Fund II-A, L.P.	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...99.000	Arch Capital Group Ltd.....	(3).....
							Templeton Strategic Emerging Markets Fund IV Asia (Cayman), L.P.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							Carlyle Energy Mezzanine Opportunities Fund-A, L.P.	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...99.750	Arch Capital Group Ltd.....	(3).....
							CEMOF-A Investors I, LP.....	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							CEMOF-A Investors II, LP.....	DE.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							CEMOF-A AIV Co-Investors, LP.....	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							CEMOF II-A Offshore Investors, L.P.....	CYM.....	OTH.....	Arch Investment Holdings II Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							Oaktree Loan Fund 2x (Cayman) Ltd.....	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...10.270	Arch Capital Group Ltd.....	(3).....
							Pinebridge Structured Capital Partners Offshore III-A, L.P.	CYM.....	OTH.....	Arch Capital Holdings Ltd.....	Ownership.....	...99.000	Arch Capital Group Ltd.....	(3).....
							Global Macro Opportunities Fund (Cayman), Ltd.	CYM.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...100.000	Arch Capital Group Ltd.....	(3).....
							BlackRock Asia Property Fund IV S.A SICAV-SIF	LUX.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...23.080	Arch Capital Group Ltd.....	(3).....
							Europe Property Fund IV Feeder S.A SICAV-SIF	LUX.....	OTH.....	Arch Reinsurance Ltd.....	Ownership.....	...47.540	Arch Capital Group Ltd.....	(3).....

Q12.3

Asteris	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.

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	
2. Allied lines.....			0.0	
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....			0.0	
5. Commercial multiple peril.....			0.0	
6. Mortgage guaranty.....	71,583,412	234,821	0.3	29.8
8. Ocean marine.....			0.0	
9. Inland marine.....			0.0	
10. Financial guaranty.....			0.0	
11.1. Medical professional liability - occurrence.....			0.0	
11.2. Medical professional liability - claims-made.....			0.0	
12. Earthquake.....			0.0	
13. Group accident and health.....			0.0	
14. Credit accident and health.....			0.0	
15. Other accident and health.....			0.0	
16. Workers' compensation.....			0.0	
17.1. Other liability-occurrence.....			0.0	
17.2. Other liability-claims made.....			0.0	
17.3. Excess workers' compensation.....			0.0	
18.1. Products liability-occurrence.....			0.0	
18.2. Products liability-claims made.....			0.0	
19.1, 19.2. Private passenger auto liability.....			0.0	
19.3, 19.4. Commercial auto liability.....			0.0	
21. Auto physical damage.....			0.0	
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....			0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Warranty.....			0.0	
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0.0	
35. Totals.....	71,583,412	234,821	0.3	29.8

DETAILS OF WRITE-INS

3401.			0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....			
6. Mortgage guaranty.....	45,576,951	83,929,671	63,846,768
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical professional liability - occurrence.....			
11.2. Medical professional liability - claims made.....			
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....			
17.1. Other liability-occurrence.....			
17.2. Other liability-claims made.....			
17.3. Excess workers' compensation.....			
18.1. Products liability-occurrence.....			
18.2. Products liability-claims made.....			
19.1 19.2. Private passenger auto liability.....			
19.3 19.4. Commercial auto liability.....			
21. Auto physical damage.....			
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Warranty.....			
31. Reinsurance-nonproportional assumed property.....	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.....	45,576,951	83,929,671	63,846,768

DETAILS OF WRITE-INS

3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2013 + Prior.....	19,413	869	20,282	4,147	336	4,483	14,045	158	388	14,591	(1,221)	13	(1,208)
2. 2014.....	11,987	917	12,904	3,013	427	3,440	6,092	187	602	6,881	(2,882)	299	(2,583)
3. Subtotals 2014 + Prior.....	31,400	1,786	33,186	7,160	763	7,923	20,137	345	990	21,472	(4,103)	312	(3,791)
4. 2015.....	17,260	2,229	19,489	2,835	273	3,108	11,283	453	1,018	12,754	(3,142)	(485)	(3,627)
5. Subtotals 2015 + Prior.....	48,660	4,015	52,675	9,995	1,036	11,031	31,420	798	2,008	34,226	(7,245)	(173)	(7,418)
6. 2016.....	XXX	XXX	XXX	XXX	268	268	XXX	5,484	1,119	6,603	XXX	XXX	XXX
7. Totals.....	48,660	4,015	52,675	9,995	1,304	11,299	31,420	6,282	3,127	40,829	(7,245)	(173)	(7,418)
8. Prior Year-End's Surplus As Regards Policyholders	134,485										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. ....(14.9)%	2. ....(4.3)%	3. ....(14.1)%
													Col. 13, Line 7 Line 8
													4. ....(5.5)%

Q14

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:



NONE

Statement for June 30, 2016 of the **ARCH MORTGAGE INSURANCE COMPANY**
SCHEDULE A - VERIFICATION
Real Estate

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

SCHEDULE B - VERIFICATION
Mortgage Loans

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

SCHEDULE BA - VERIFICATION
Other Long-Term Invested Assets

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

SCHEDULE D - VERIFICATION
Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	384,814,191	349,419,380
2. Cost of bonds and stocks acquired.....	169,398,229	365,293,025
3. Accrual of discount.....	56,092	87,697
4. Unrealized valuation increase (decrease).....	2,615,074	
5. Total gain (loss) on disposals.....	1,073,167	625,110
6. Deduct consideration for bonds and stocks disposed of.....	143,720,286	326,900,334
7. Deduct amortization of premium.....	2,152,917	3,710,687
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	412,083,550	384,814,191
11. Deduct total nonadmitted amounts.....	24,881,659	22,266,587
12. Statement value at end of current period (Line 10 minus Line 11).....	387,201,891	362,547,604

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

	1	2	3	4	5	6	7	8
NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	364,283,730	134,570,057	131,697,507	(1,071,835)	364,283,730	366,084,445		340,936,059
2. NAIC 2 (a).....	20,445,060	4,017,450	2,997,786	(47,192)	20,445,060	21,417,532		22,495,283
3. NAIC 3 (a).....	885,000		1,003,603	118,603	885,000	0		
4. NAIC 4 (a).....						0		
5. NAIC 5 (a).....						0		
6. NAIC 6 (a).....						0		
7. Total Bonds.....	385,613,790	138,587,507	135,698,896	(1,000,424)	385,613,790	387,501,977	0	363,431,342
PREFERRED STOCK								
8. NAIC 1.....						0		
9. NAIC 2.....						0		
10. NAIC 3.....						0		
11. NAIC 4.....						0		
12. NAIC 5.....						0		
13. NAIC 6.....						0		
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	385,613,790	138,587,507	135,698,896	(1,000,424)	385,613,790	387,501,977	0	363,431,342

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

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	.....300,087	.....XXX.....	.....300,087	.....	.....

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.....	.....883,738	.....2,611,619
2. Cost of short-term investments acquired.....	.....74,194,631	.....135,622,452
3. Accrual of discount.....	.....	.....
4. Unrealized valuation increase (decrease).....	.....	.....
5. Total gain (loss) on disposals.....	.....	.....
6. Deduct consideration received on disposals.....	.....74,778,282	.....137,350,333
7. Deduct amortization of premium.....	.....	.....
8. Total foreign exchange change in book/adjusted carrying value.....	.....	.....
9. Deduct current year's other-than-temporary impairment recognized.....	.....	.....
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	.....300,087	.....883,738
11. Deduct total nonadmitted amounts.....	.....	.....
12. Statement value at end of current period (Line 10 minus Line 11).....	.....300,087	.....883,738

**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**

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Cost of cash equivalents acquired.....	2,362,926	
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	2,360,000	
7. Deduct amortization of premium.....	2,926	
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	0	0

Sch. B - Pt. 2
NONE

Sch. B - Pt. 3
NONE

Sch. BA - Pt. 2
NONE

Sch. BA - Pt. 3
NONE

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
912828 Q3 7	UNITED STATES TREASURY SENIOR GOVT BND.....		04/21/2016....	PIERPONT SECURITIES.....		1,942,688	1,950,000	1,465	1.....
912828 Q5 2	UNITED STATES TREASURY SENIOR GOVT BND.....		04/22/2016....	Various.....		4,368,505	4,383,000	1,024	1.....
912828 Q7 8	UNITED STATES TREASURY SENIOR GOVT BND.....		04/29/2016....	FTN FINANCIAL.....		1,042,600	1,040,000	155	1.....
912828 Q9 4	UNITED STATES TREASURY SENIOR GOVT BND.....		05/04/2016....	Various.....		4,800,164	4,800,000	880	1.....
912828 R3 6	UNITED STATES TREASURY SENIOR GOVT BND.....		05/19/2016....	J.P. MORGAN SECURITIES INC.....		5,877,656	6,000,000	2,385	1.....
912828 R4 4	UNITED STATES TREASURY SENIOR GOVT BND.....		05/27/2016....	Various.....		2,305,423	2,310,000	525	1.....
912828 R5 1	UNITED STATES TREASURY SENIOR GOVT BND.....		05/26/2016....	SANTANDER INVESTMENT.....		1,047,539	1,050,000	25	1.....
912828 R8 5	UNITED STATES TREASURY SENIOR GOVT BND.....		06/22/2016....	R W PRESSPRICH.....		2,899,320	2,900,000	832	1.....
912828 UR 9	UNITED STATES TREASURY GOVT BND 0.750%.....		04/04/2016....	BANC OF AMERICA SECURITIES LLC.....		799,938	800,000	620	1.....
0599999. Total Bonds - U.S. Government.....						25,083,833	25,233,000	7,911	XXX
Bonds - U.S. States, Territories and Possessions									
574193 MQ 8	MARYLAND ST MUNI BND GO 5.000% 06/01/2.....		06/16/2016....	BANC OF AMERICA SECURITIES LLC.....		8,207,500	6,700,000		1FE.....
917542 QQ 8	UTAH ST MUNI BND GO 5.000% 07/01/18.....		06/24/2016....	JEFFRIES & CO. INC.....		2,175,640	2,000,000	48,889	1FE.....
93974C 4J 6	WASHINGTON STATE MUNI BND 5.000% 07/01.....		06/15/2016....	MORGAN STANLEY & CO. INC.....		3,214,782	2,775,000	65,135	1FE.....
1799999. Total Bonds - U.S. States, Territories and Possessions.....						13,597,922	11,475,000	114,024	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
346766 TM 0	FORT BEND CNTY TEX MUNI BND GO 5.000%.....		05/10/2016....	LOOP CAPITAL MARKETS.....		2,220,880	2,000,000	1,667	1FE.....
403755 L3 3	GWINNETT CNTY GA SCH DIST MUNI BND GO.....		05/12/2016....	JEFFRIES & CO. INC.....		5,367,350	5,000,000	73,611	1FE.....
54438C LM 2	LOS ANGELES CALIF CMNTY COLLEG MUNI BND.....		05/11/2016....	RBC DOMINION SECURITIES INC.....		2,187,640	2,000,000	29,167	1FE.....
64966L RG 8	NEW YORK NY MUNI BND GO 5.000% 08/01/2.....		06/16/2016....	JEFFRIES & CO. INC.....		9,555,200	8,000,000	155,556	1FE.....
791319 JY 3	ST LOUIS CNTY MO PKWY SCH DIST MUNI BND.....		05/13/2016....	JEFFRIES & CO. INC.....		5,599,074	4,485,000	47,965	1FE.....
838868 HT 7	SOUTH MILWAUKEE WIS SCH DIST MUNI BND GO.....		05/19/2016....	JEFFRIES & CO. INC.....		2,113,281	1,910,000		1FE.....
2499999. Total Bonds - U.S. Political Subdivisions of States, Territories and Possessions.....						27,043,425	23,395,000	307,966	XXX
Bonds - U.S. Special Revenue and Special Assessment									
49126K GG 0	KENTUCKY ECONOMIC DEV FIND AUT MUNI BND.....		05/18/2016....	JEFFRIES & CO. INC.....		4,072,896	3,600,000	11,825	1FE.....
647310 X2 2	NEW MEXICO ST HWY COMMN TAX RE MUNI BND.....		06/03/2016....	BANC OF AMERICA SECURITIES LLC.....		2,220,900	2,000,000		1FE.....
64971W F8 8	NEW YORK NY CITY TRANSITIONAL MUNITAX BN.....		04/13/2016....	CITICORP SECURITIES MARKETS.....		4,000,000	4,000,000		1FE.....
837151 NV 7	SOUTH CAROLINA ST PUB SVC AUTH MUNI BND.....		06/16/2016....	BANC OF AMERICA SECURITIES LLC.....		2,238,500	2,000,000	51,944	1FE.....
914233 H2 0	UNIVERSITY OF CONNECTICUT MUNI BND REV.....		04/07/2016....	JEFFRIES & CO. INC.....		3,338,460	3,000,000		1FE.....
915183 VG 9	UNIVERSITY OF UTAH MUNI BND REV 5.000%.....		05/11/2016....	LOOP CAPITAL MARKETS.....		2,919,885	2,670,000	38,938	1FE.....
927781 4T 8	VIRGINIA COLLEGE BLDG AUTH VA MUNI BND R.....		05/10/2016....	JEFFRIES & CO. INC.....		3,004,884	2,700,000	38,250	1FE.....
92818F AH 8	VIRGINIA ST PUB SCH AUTH MUNI BND REV.....		04/04/2016....	LOOP CAPITAL MARKETS.....		4,089,447	3,565,000	39,611	1FE.....
3199999. Total Bonds - U.S. Special Revenue and Special Assessment.....						25,884,972	23,535,000	180,568	XXX
Bonds - Industrial and Miscellaneous									
00206R CR 1	AT&T INC SENIOR CORP BND 2.800% 02/17.....		05/06/2016....	CITICORP SECURITIES MARKETS.....		1,019,700	1,000,000	7,156	2FE.....
00817Y AT 5	AETNA INC SENIOR CORP BND 1.900% 06/07.....		06/02/2016....	CITICORP SECURITIES MARKETS.....		2,997,750	3,000,000		2FE.....
03027W AH 5	AMERICAN TOWER TRUST I ABS_13-1-A 1.55.....		05/03/2016....	SUNCOAST CAPITAL GROUP.....		2,642,037	2,647,000	2,395	1FE.....
126802 DN 4	CABELAS MASTER CREDIT CARD TRU ABS 16-1.....		06/23/2016....	WELLS FARGO BROKERAGE SERVIES.....		2,999,535	3,000,000		1FE.....
191216 BW 9	COCA-COLA COMPANY (THE) SENIOR CORP BND.....		05/25/2016....	CITICORP SECURITIES MARKETS.....		1,999,640	2,000,000		1FE.....

QE04

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
90931L AA 6	UAL_12-2A SENIOR LN1 CORP BND 3.100% 0.....		06/06/2016....	MORGAN STANLEY & CO. INC.....		3,500,000	3,500,000		1FE.....
3899999	Total Bonds - Industrial and Miscellaneous.....					15,158,662	15,147,000	9,551	XXX
8399997	Total Bonds - Part 3.....					106,768,814	98,785,000	620,020	XXX
8399999	Total Bonds.....					106,768,814	98,785,000	620,020	XXX
9999999	Total Bonds, Preferred and Common Stocks.....					106,768,814	XXX	620,020	XXX

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

QE04.1

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For re g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than- Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Design- ation or Market Indicator (a)
Bonds - U.S. Government																					
912828	L3 2 UNITED STATES TREASURY GOVT BND 1.375%		04/04/2016	BANC OF AMERICA SECURITIES LLC		1,412,578	1,400,000	1,392,125	1,392,547		403		403		1,392,951		19,628	19,628	11,508	08/31/2020	1
912828	L8 1 UNITED STATES TREASURY GOVT BND 0.875%		06/24/2016	J.P. MORGAN SECURITIES INC.		2,211,086	2,200,000	2,188,047	2,188,660		1,957		1,957		2,190,616		20,470	20,470	13,464	10/15/2018	1
912828	N6 3 UNITED STATES TREASURY SENIOR GOVT BND.....		06/16/2016	Various.....		12,922,746	12,800,000	12,822,453		(2,621)		(2,621)		12,819,832		102,914	102,914	55,366	01/15/2019	1	
912828	P2 0 UNITED STATES TREASURY SENIOR GOVT BND.....		06/15/2016	BARCLAYS CAPITAL.....		3,601,547	3,600,000	3,593,250		1,277		1,277		3,594,527		7,020	7,020	10,459	01/31/2018	1	
912828	P4 6 UNITED STATES TREASURY SENIOR GOVT BND.....		04/12/2016	J.P. MORGAN SECURITIES INC.		3,955,000	4,000,000	3,920,313		828		828		3,921,141		33,859	33,859	10,357	02/15/2026	1	
912828	P9 5 UNITED STATES TREASURY SENIOR GOVT BND.....		04/04/2016	J.P. MORGAN SECURITIES INC.		1,856,504	1,850,000	1,847,109		39		39		1,847,148		9,356	9,356	1,056	03/15/2019	1	
912828	Q5 2 UNITED STATES TREASURY SENIOR GOVT BND.....		05/17/2016	Various.....		4,383,207	4,383,000	4,368,505		260		260		4,368,765		14,442	14,442	3,099	04/15/2019	1	
912828	Q9 4 UNITED STATES TREASURY SENIOR GOVT BND.....		06/14/2016	BANC OF AMERICA SECURITIES LLC		4,802,063	4,800,000	4,800,164		(8)		(8)		4,800,156		1,907	1,907	4,696	04/30/2018	1	
912828	R3 6 UNITED STATES TREASURY SENIOR GOVT BND.....		06/15/2016	Various.....		5,914,955	6,000,000	5,877,656		484		484		5,878,140		36,815	36,815	6,579	05/15/2026	1	
912828	R4 4 UNITED STATES TREASURY SENIOR GOVT BND.....		06/03/2016	BANC OF AMERICA SECURITIES LLC		2,306,842	2,310,000	2,305,423		25		25		2,305,448		1,393	1,393	1,318	05/15/2019	1	
912828	R5 1 UNITED STATES TREASURY SENIOR GOVT BND.....		06/16/2016	BARCLAYS CAPITAL.....		1,054,143	1,050,000	1,047,539		67		67		1,047,606		6,537	6,537	527	05/31/2018	1	
912828	R8 5 UNITED STATES TREASURY SENIOR GOVT BND.....		06/23/2016	BARCLAYS CAPITAL.....		2,896,375	2,900,000	2,899,320		1		1		2,899,321		(2,946)	(2,946)	901	06/15/2019	1	
912828	UR 9 UNITED STATES TREASURY GOVT BND 0.750%		05/12/2016	BARCLAYS CAPITAL.....		5,080,198	5,080,000	5,077,738		222		222		5,077,960		2,239	2,239	8,076	02/28/2018	1	
912828	WM 8 UNITED STATES TREASURY GOVT BND 0.375%		05/11/2016	BANC OF AMERICA SECURITIES LLC		2,999,883	3,000,000	2,994,854	2,998,911		981		981		2,999,892		(9)	(9)	5,164	05/31/2016	1
0599999. Total Bonds - U.S. Government.....						55,397,127	55,373,000	55,134,496	6,580,118	0	3,915	0	3,915	0	55,143,503	0	253,625	253,625	132,570	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
487694	DH 1 KELLER TEX INDPT SCH DIST MUNI BND GO.....		06/16/2016	BANC OF AMERICA SECURITIES LLC		2,094,720	2,000,000	2,172,580	2,125,380		(36,245)		(36,245)		2,089,135		5,585	5,585	80,750	08/15/2032	1FE
591852	YX 0 METROPOLITAN COUNCIL MINN MINN MUNI BND....		05/19/2016	LOOP CAPITAL MARKETS.....		6,203,145	4,875,000	6,089,314	6,061,748		(46,323)		(46,323)		6,015,426		187,719	187,719	195,000	03/01/2026	1FE
930863	2Q 7 WAKE CNTY N C MUNI BND GO 5.000% 02/01.....		04/19/2016	J.P. MORGAN SECURITIES INC.....		3,901,713	3,495,000	3,955,501	3,918,496		(41,549)		(41,549)		3,876,947		24,766	24,766	126,694	02/01/2019	1FE
2499999. Total Bonds - U.S. Political Subdivisions of States, Territories and Possessions.....						12,199,578	10,370,000	12,217,395	12,105,624	0	(124,117)	0	(124,117)	0	11,981,508	0	218,070	218,070	402,444	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
343136	2L 0 FLORIDA ST TPK AUTH MUNI BND REV 5.000%.....		05/18/2016	JEFFRIES & CO. INC.....		3,269,947	3,120,000	3,388,819	3,314,027		(50,609)		(50,609)		3,263,418		6,529	6,529	139,533	07/01/2017	1FE
495289	2V 1 KING CNTY WASH MUNI BND REV 5.000% 07/.....		05/13/2016	JEFFRIES & CO. INC.....		5,849,909	4,590,000	5,719,324		(24,507)		(24,507)		5,694,817		155,092	155,092	58,013	07/01/2024	1FE	
604146	CN 8 MINNESOTA ST MUNI BND REV 5.000% 06/01.....		05/18/2016	JEFFRIES & CO. INC.....		2,136,805	1,845,000	2,153,429	2,131,391		(24,646)		(24,646)		2,106,745		30,060	30,060	44,075	06/01/2020	1FE
3199999. Total Bonds - U.S. Special Revenue and Special Assessment.....						11,256,661	9,555,000	11,261,572	5,445,418	0	(99,762)	0	(99,762)	0	11,064,980	0	191,681	191,681	241,621	XXX	XXX
Bonds - Industrial and Miscellaneous																					
00817Y	AT 5 AETNA INC SENIOR CORP BND 1.900% 06/07.....		06/22/2016	R W PRESSPRICH.....		3,022,920	3,000,000	2,997,750		36		36		2,997,786		25,134	25,134	2,850	06/07/2019	2FE	
02006M	AC 5 ALLYA_13-2 ABS 13-2 A3 0.790% 01/15/18.....		06/15/2016	Paydown.....		318,865	318,865	319,513	319,017		(152)		(152)		318,865		0	0	1,042	01/15/2018	1FE
0258M0	DK 2 AMERICAN EXPRESS CREDIT CORPOR SENIOR CO		04/22/2016	SANTANDER INVESTMENT.....		2,532,325	2,500,000	2,520,290	2,513,580		(1,316)		(1,316)		2,512,264		20,061	20,061	32,318	03/18/2019	1FE
09247X	AC 5 BLACKROCK INC. CORP BND 6.250% 09/15/1.....		05/26/2016	SANTANDER INVESTMENT.....		1,597,500	1,500,000	1,739,100	1,621,306		(29,311)		(29,311)		1,591,995		5,505	5,505	66,667	09/15/2017	1FE
14313Q	AC 9 CARMX_14-1 ABS 14-1 A3 0.790% 10/15/18.....		06/15/2016	Paydown.....		420,438	420,438	420,126	420,336		102		102		420,438		0	0	1,380	10/15/2018	1FE

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than- Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Design- ation or Market Indicator (a)
144141 DA 3	DUKE ENERGY PROGRESS INC CORP BND 3.00%		04/29/2016	FTN FINANCIAL		1,054,720	1,000,000	1,016,480	1,012,957		(750)		(750)		1,012,207		42,513	42,513	19,083	09/15/2021	1FE
14912L 4X 6	CATERPILLAR INC CORP BND 2.050% 08/01/		04/04/2016	FTN FINANCIAL		820,709	817,000	841,878	823,528		(2,965)		(2,965)		820,562		147	147	11,445	08/01/2016	1FE
25468P CS 3	WALT DISNEY COMPANY (THE) CORP BND MTN		04/18/2016	SEAFIRST		1,003,010	1,000,000	981,570	995,645		1,171		1,171		996,817		6,193	6,193	7,688	02/15/2017	1FE
26442E AA 8	DUKE ENERGY OHIO INC CORP BND 5.450% 0		05/27/2016	SANTANDER INVESTMENT		1,106,080	1,000,000	1,169,730	1,082,563		(10,215)		(10,215)		1,072,348		33,732	33,732	36,485	04/01/2019	1FE
35671D BD 6	FREEMPORT-MCMORAN INC SENIOR CORP BND 2.		05/10/2016	MIZUHO INTERNATIONAL PLC		952,500	1,000,000	1,007,500	1,004,298		(695)		(695)		1,003,603		(51,103)	(51,103)	15,701	03/15/2018	3FE
458140 AH 3	INTEL CORPORATION CORP BND 1.950% 10/0		04/11/2016	FTN FINANCIAL		1,006,250	1,000,000	1,024,670	1,004,199		(1,588)		(1,588)		1,002,611		3,639	3,639	10,454	10/01/2016	1FE
45866F AB 0	INTERCONTINENTALEXCHANGE GROUP SENIOR CO		05/04/2016	SANTANDER INVESTMENT		2,562,875	2,500,000	2,565,610	2,542,349		(5,232)		(5,232)		2,537,117		25,758	25,758	35,417	10/15/2018	1FE
459200 HC 8	INTERNATIONAL BUSINESS MACHINE CORP BND		04/20/2016	SEAFIRST		1,004,080	1,000,000	985,640	996,662		952		952		997,614		6,466	6,466	8,993	02/06/2017	1FE
718172 AN 9	PHILIP MORRIS INTERNATIONAL IN SENIOR CO		05/04/2016	JANNEY MONTGOMERY SCOTT		1,007,160	1,000,000	991,530	997,869		613		613		998,482		8,678	8,678	10,337	03/20/2017	1FE
718172 AS 8	PHILIP MORRIS INTERNATIONAL IN SENIOR CO		05/04/2016	JANNEY MONTGOMERY SCOTT		1,304,017	1,300,000	1,293,695	1,296,847		674		674		1,297,521		6,496	6,496	10,481	08/21/2017	1FE
742718 DN 6	PROCTER & GAMBLE COMPANY CORP BND 4.70		05/26/2016	SANTANDER INVESTMENT		1,089,970	1,000,000	1,189,250	1,094,967		(12,399)		(12,399)		1,082,568		7,402	7,402	37,339	02/15/2019	1FE
74456Q BG 0	PUBLIC SERVICE ELECTRIC AND GA SECURED C		05/06/2016	SUNCOAST CAPITAL GROUP		931,298	920,000	918,335	918,846		118		118		918,963		12,334	12,334	7,360	06/01/2019	1FE
89231R AC 8	TAOT_14-B SENIOR ABS_14-B-A3 0.760% 0		06/15/2016	Paydown		238,090	238,090	238,052	238,076		14		14		238,090				746	03/15/2018	1FE
91159H HE 3	US BANCORP SENIOR CORP BND MTN 1.950%		05/03/2016	SANTANDER INVESTMENT		2,035,600	2,000,000	2,008,140	2,005,153		(623)		(623)		2,004,530		31,070	31,070	18,525	11/15/2018	1FE
98158L AC 1	WOART 2014-A ABS 2014-A A3 0.940% 04/1		06/15/2016	Paydown		270,482	270,482	270,447	270,467		14		14		270,482				1,055	04/15/2019	1FE
3899999	Total Bonds - Industrial and Miscellaneous					24,278,889	23,784,875	24,499,306	21,158,665	0	(61,552)	0	(61,552)	0	24,094,863	0	184,025	184,025	335,366	XXX	XXX
8399997	Total Bonds - Part 4					103,132,255	99,082,875	103,112,769	45,289,825	0	(281,516)	0	(281,516)	0	102,284,854	0	847,401	847,401	1,112,001	XXX	XXX
8399999	Total Bonds					103,132,255	99,082,875	103,112,769	45,289,825	0	(281,516)	0	(281,516)	0	102,284,854	0	847,401	847,401	1,112,001	XXX	XXX
9999999	Total Bonds, Preferred and Common Stocks					103,132,255	XXX	103,112,769	45,289,825	0	(281,516)	0	(281,516)	0	102,284,854	0	847,401	847,401	1,112,001	XXX	XXX

QE05.1

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

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

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..... 100 West 33rd Street, New York NY.....					.....23,460,978	.....28,911,523	.....36,629,322	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....0	.....0	.....23,460,978	.....28,911,523	.....36,629,322	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....0	.....0	.....23,460,978	.....28,911,523	.....36,629,322	XXX
0599999. Total Cash.....	XXX	XXX	.....0	.....0	.....23,460,978	.....28,911,523	.....36,629,322	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