

At the Fall 2011 National meeting the Valuation of Securities Task Force directed the Blanks Working Group to post guidance eliminating the use of the “SM” suffix as changes to SSAP No. 43R eliminated the need for the suffix. Below is a mark-up of the instructions showing the changes requested. This guidance is effective for 2011 Annual and 2012 Quarterly reporting.

2011 ANNUAL STATEMENT INSTRUCTIONS – LIFE, HEALTH, PROPERTY, FRATERNAL & TITLE

SCHEDULE D – PART 1

LONG-TERM BONDS OWNED DECEMBER 31 OF CURRENT YEAR



Detail Eliminated To Conserve Space

Column 6 – NAIC Designation

Insert the NAIC designation for such security printed in the *Valuation of Securities*. Any NAIC Designation that is not obtained from the current edition of the *Valuation of Securities* or its *Supplement* and that is entered by the reporting entity under its own judgment shall have the letter “Z” appended to the designation. For the meaning and applicability of suffixes and designations, please refer to the most recent version of the *Purposes and Procedures Manual of the NAIC Securities Valuation Office* Part One, Section 3.

Please note the following recently added suffixes.

AM: ARO rated, modified designation: securities where the equivalent NAIC designation is modified by the insurer's carrying value

FM: Financial modeling: NAIC designation is based on financial modeling, incorporating the insurer's carrying value for the security.

~~SM: SVO assigned modified designation: securities where the NAIC designation assigned by the SVO is modified by the insurer's carrying value~~

For Class One Bond Mutual Funds and Exchange Traded Funds, enter 1.

Following is a matrix of the valid combinations of designations and suffixes for bonds.

1	2	3	4	5	6
				5*	6*
1F	2F	3F	4F	5F	6F
1FE	2FE	3FE	4FE	5FE	6FE
1AM	2AM	3AM	4AM	5AM	6AM
1FM	2FM	3FM	4FM	5FM	6FM
1SM	2SM	3SM	4SM	5SM	6SM
1Z	2Z	3Z	4Z	5Z	6Z
1Z*	2Z*	3Z*	4Z*	5Z*	6Z*

~~If the VOS data file has a designation for a specific security, that designation must be reported in this column with the one exception being an “SM” security.~~ If the VOS data file does not provide a designation for a specific security, a “FE”, “AM”, “FM”, “Z” or “F” must follow the designation reported in this column.

SCHEDULE D – PART 3

LONG-TERM BONDS AND STOCKS ACQUIRED DURING THE CURRENT QUARTER



Detail Eliminated To Conserve Space

Column 10 – NAIC Designation or Market Indicator

Enter the NAIC designation or market indicator at the end of the quarter for each security shown. For the meaning and applicability of suffixes and designations, please refer to the most recent version of the *Purposes and Procedures Manual of the NAIC Securities Valuation Office* Part Three, Section 1.

Long Term Bond NAIC Designations:

Insert the NAIC designation for such security printed in the *Valuations of Securities*. Any NAIC designation that is not obtained from the current edition of the *Valuations of Securities* or its *Supplement* and that is entered by the reporting entity under its own judgment shall have the letter Z appended to the designation.

Please note the following recently added suffixes.

AM: ARO rated, modified designation: securities where the equivalent NAIC designation is modified by the insurer's carrying value

FM: Financial modeling: NAIC designation is based on financial modeling, incorporating the insurer's carrying value for the security.

~~SM: SVO assigned modified designation: securities where the NAIC designation assigned by the SVO is modified by the insurer's carrying value~~

For Class One Bond Mutual Funds and Exchange Traded Funds, enter 1.

Following is a matrix of the valid combinations of designations and suffixes for bonds.

1	2	3	4	5	6
				5*	6*
1F	2F	3F	4F	5F	6F
1FE	2FE	3FE	4FE	5FE	6FE
1AM	2AM	3AM	4AM	5AM	6AM
1FM	2FM	3FM	4FM	5FM	6FM
1SM	2SM	3SM	4SM	5SM	6SM
1Z	2Z	3Z	4Z	5Z	6Z
1Z*	2Z*	3Z*	4Z*	5Z*	6Z*

~~If the VOS data file has a designation for a specific security, that designation must be reported in this column with the one exception being an “SM” security. If the VOS data file does not provide a designation for a specific security, a FE, AM, FM, Z or F must follow the designation reported in this column.~~

Preferred Stock NAIC Designations:

Insert the NAIC designation for such security printed in the *Valuations of Securities*. Include the market indicator A, J, K, L, U or V at the end of the NAIC designation. Any NAIC designation that is not obtained from the current edition of the *Valuations of Securities* or its *Supplement* and that is entered by the reporting entity under its own judgment shall have the letter Z appended to the designation.

Following is a matrix of the valid combinations of codes for preferred stock.



Detail Eliminated To Conserve Space

SCHEDULE D – PART 4

**LONG-TERM BONDS AND STOCKS SOLD, REDEEMED OR OTHERWISE
DISPOSED OF DURING THE CURRENT QUARTER**



Detail Eliminated To Conserve Space

Column 22 – NAIC Designation or Market Indicator

Enter the NAIC designation or market indicator at date of disposal for each security shown. Where multiple disposal transactions occurred for the same CUSIP, and those transactions are summarized on one line, enter the NAIC designation or market indicator for the last disposal using the last available designation. For the meaning and applicability of suffixes and designations, please refer to the most recent version of the *Purposes and Procedures Manual of the NAIC Securities Valuation Office* Part Three, Section 1.

Long Term Bond NAIC Designations:

Insert the NAIC designation for such security printed in the *Valuations of Securities*. Any NAIC designation that is not obtained from the current edition of the *Valuations of Securities* or its *Supplement* and that is entered by the reporting entity under its own judgment shall have the letter Z appended to the designation.

Please note the following recently added suffixes.

AM: ARO rated, modified designation: securities where the equivalent NAIC designation is modified by the insurer's carrying value

FM: Financial modeling: NAIC designation is based on financial modeling, incorporating the insurer's carrying value for the security.

SM: ~~SVO assigned modified designation~~: securities where the NAIC designation assigned by the SVO is modified by the insurer's carrying value

For Class One Bond Mutual Funds and Exchange Traded Funds, enter 1.

Following is a matrix of the valid combinations of designations and suffixes for bonds.

1	2	3	4	5	6
				5*	6*
1F	2F	3F	4F	5F	6F
1FE	2FE	3FE	4FE	5FE	6FE
1AM	2AM	3AM	4AM	5AM	6AM
1FM	2FM	3FM	4FM	5FM	6FM
1SM	2SM	3SM	4SM	5SM	6SM
1Z	2Z	3Z	4Z	5Z	6Z
1Z*	2Z*	3Z*	4Z*	5Z*	6Z*

If the VOS data file has a designation for a specific security, that designation must be reported in this column with the one exception being an “SM” security. If the VOS data file does not provide a designation for a specific security, an FE, AM, FM, Z or F must follow the designation reported in this column.

Preferred Stock NAIC Designations:

Insert the NAIC designation for such security printed in the *Valuations of Securities*. Include the market indicator A, J, K, L, U or V at the end of the NAIC designation. Any NAIC designation that is not obtained from the current edition of the *Valuations of Securities* or its *Supplement* and that is entered by the reporting entity under its own judgment shall have the letter Z appended to the designation.

Following is a matrix of the valid combinations of codes for preferred stock.

