

Report of SVO Classification Determinations
Report Number 4, Dated July 07, 2006

The SVO classifies securities in accordance with the SVO Purposes and Procedures Manual. The classification analysis covers securities filed by regulated entities, and requests submitted through the Advanced Rating Service/Emerging Investment Vehicle submission.

This report follows up on **Report Number 3 dated June 27, 2006**. The purpose of this report is to relay information on various classification decisions made by the SVO concerning securities typically referred to as capital securities. Capital securities are issued by a variety of regulated and non-regulated institutions to raise capital. The category encompasses trust-preferred securities; a new type of security referred to as a hybrid and could also encompass securities known by other names than trust preferred or hybrids.

Section 1. Transactions Reviewed Since Last Report (dated June 14, 2006):

Security	CUSIP	Classification
UBS PREFERRED FUNDING TRUST - I	90262PAA6	Preferred
UBS PREFERRED FUNDING TRUST - II	90262WAA1	Preferred
PHILLIPS 66 CAPITAL II	718554AA6	Redeemable Preferred
AHMANSON CAPITAL TRUST –I	008682AA4	Redeemable Preferred
INTESABCI PREFERRED SECURITIES INVESTOR TRUST	U4607TAA0	Preferred
FIRST EMPIRE CAPITAL TRUST –I	32007YAA9	Redeemable Preferred
FIRST EMPIRE CAPITAL TRUST –II	32007PAA8	Redeemable Preferred
BNP PARIBAS CAPITAL TRUST	055960AA6	Preferred
St. GEORGE FUNDING COMPANY LLC	789549AA0	Preferred
RESONA BANK LIMITED	76117JAB4	Preferred

Securities Submitted Under ARS/EIV Process

Since June 27, the SVO has completed the analysis of one more ARS/EIV hybrid security of the original ten filed. The security is not identified in this report because it is not owned by an insurance company. The applicant (insurance company contemplating purchase) and its agent have been informed of the classification decisions.

Section 2. Cumulative Report of Transactions Reviewed in 2006

As of **July 7**, the SVO has completed review and classification of the following securities owned by insurance companies.

Security	CUSIP	Classification
RBS Capital Trust III	74927QAA5	Common
ING Capital Funding Trust III	44978NAA3	Preferred
ING Groep NV	456837AC7	Preferred
Washington Mutual Pref. Funding Trust I	93934WAA3	Preferred
Washington Mutual Pref. Funding (Cayman) I Ltd.	93934VAA5	Preferred

Lehman ECAP	52520YAA5	Common
BNSF Funding	05567SAAA	Common
Wachovia Cap Trust III (WITS)	92978AAA0	Common
Stanley Works Caps Trust I	854624AA1	Common
ZFS Finance Trust I	98876XAA0	Common
ZFS Finance Trust II	98876YAA8	Common
Safeco Capital Trust I	786427AC8	Redeemable Preferred
HEARST-ARGYLE CAP TRUST	42242#AB2	Redeemable Preferred
FRESENIUS MEDICAL CARE CAPITAL TRUST II	35802N303	Subordinated Debt
FRESENIUS MEDICAL CARE CAPITAL TRUST IV	35802QAB4	Subordinated Debt
JPM CAPITAL TRUST II	46623MAA9	Redeemable Preferred
BARCLAYS BANK plc – 6.278% ADR Series 1	06738C828	Common
BNP U.S. FUNDING LLC – NC Preferred, Series A	05562EAA6	Preferred
SKANDINAVISKA ENSKILDA BANKEN AB –4.958% CAPITAL CONTRIBUTION SECURITIES	830505AL7	Common
SKANDINAVISKA ENSKILDA BANKEN AB –5.471% CAPITAL CONTRIBUTION SECURITIES	830505AM5	Common
KBC FUNDING TRUST III – 9.86% FIXED/FLOATING RATE NC TRUST PREFERRED	48239AAA7	Preferred
UBS PREFERRED FUNDING TRUST - I	90262PAA6	Preferred
UBS PREFERRED FUNDING TRUST - II	90262WAA1	Preferred
PHILLIPS 66 CAPITAL II	718554AA6	Redeemable Preferred
AHMANSON CAPITAL TRUST –I	008682AA4	Redeemable Preferred
INTESABCI PREFERRED SECURITIES INVESTOR TRUST	U4607TAA0	Preferred
FIRST EMPIRE CAPITAL TRUST –I	32007YAA9	Redeemable Preferred
FIRST EMPIRE CAPITAL TRUST –II	32007PAA8	Redeemable Preferred
BNP PARIBAS CAPITAL TRUST	055960AA6	Preferred
St. GEORGE FUNDING COMPANY LLC	789549AA0	Preferred
RESONA BANK LIMITED	76117JAB4	Preferred

Securities Under Review Via ARS/EIV Process

The original group of Hybrid ARS/EIV transactions consisted of 10 submissions, last of which was received on June 9th 2006. All these transactions have been completed including the one that was withdrawn by the filer. The SVO anticipates that it may receive other ARS/EIV requests for classification of hybrids. These will be reviewed in accordance with our normal procedure.