

ANNUAL STATEMENT

OF THE

Cape Verity I, Inc.

TO THE

Insurance Department

OF THE

STATE OF

**FOR THE YEAR ENDED
DECEMBER 31, 2016**

LIFE AND ACCIDENT AND HEALTH

2016



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2016
OF THE CONDITION AND AFFAIRS OF THE

Cape Verity I, Inc.

NAIG Group Code 3891 4734 NAIC Company Code 15475 Employer's ID Number 46-3465867
(Current) (Prior)

Organized under the Laws of Iowa, State of Domicile or Port of Entry IA

Country of Domicile United States of America

Incorporated/Organized 08/21/2013 Commenced Business 08/23/2013

Statutory Home Office 215 10th Street Suite 1100 Des Moines, IA, US 50309
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 215 10th Street Suite 1100
(Street and Number)
Des Moines, IA, US 50309 855-887-4487
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 215 10th Street Suite 1100 Des Moines, IA, US 50309
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 215 10th Street Suite 1100
(Street and Number)
Des Moines, IA, US 50309 855-887-4487
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address _____

Statutory Statement Contact Tonya Rachelle Maxwell 515-393-3725
(Name) (Area Code) (Telephone Number)
tonya.maxwell@gafg.com _____
(E-mail Address) (FAX Number)

OFFICERS

Chief Executive Officer Nicholas Helmuth von Moltke David Eberhart Neve
Vice President, Chief Actuary, Appointed Actuary, and Valuation Actuary
President David Paul Wilken # John Joseph Fowler
Chief Financial Officer and Treasurer

OTHER

Philip William Sherrill, Senior Vice President Gary Phillip Silber, Vice President and Secretary Scott Douglas Silverman, Assistant Secretary
Maureen Helen Henderson, Assistant Secretary Deva Rishi Mishra, Senior Vice President

DIRECTORS OR TRUSTEES

Nicholas Helmuth von Moltke Hanben Kim Lee Gilles Maurice Dellaert
David Paul Wilken #

State of Iowa SS:
County of Polk

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.

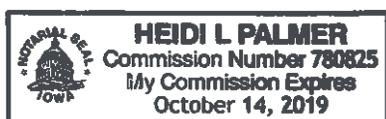
David Paul Wilken
David Paul Wilken
President

Gary Phillip Silber
Gary Phillip Silber
Vice President and Secretary

John Joseph Fowler
John Joseph Fowler
Chief Financial Officer and Treasurer

Subscribed and sworn to before me this 21st day of February, 2017
Heidi L. Palmer

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



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	718,772,659		718,772,659	646,066,843
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	9,347,051		9,347,051	15,388,063
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$				
encumbrances)				
4.2 Properties held for the production of income (less				
\$				
encumbrances)				
4.3 Properties held for sale (less \$				
encumbrances)				
5. Cash (\$, Schedule E - Part 1), cash equivalents				
(\$, Schedule E - Part 2) and short-term				
investments (\$, Schedule DA)	6,990,736		6,990,736	12,076,874
6. Contract loans (including \$	10,664,531		10,664,531	8,770,327
premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	745,774,977		745,774,977	682,302,107
13. Title plants less \$				
charged off (for Title insurers				
only)				
14. Investment income due and accrued	7,514,418		7,514,418	6,974,035
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection				
15.2 Deferred premiums and agents' balances and installments booked but				
deferred and not yet due (including \$				
earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$				
) and				
contracts subject to redetermination (\$				
)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies	22,320,696		22,320,696	21,525,872
16.3 Other amounts receivable under reinsurance contracts	7,630,976		7,630,976	4,314,353
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	196,697,400	196,697,400		
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets				
(\$				
)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				20,000,000
24. Health care (\$				
) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	499,356,044		499,356,044	467,291,239
26. Total assets excluding Separate Accounts, Segregated Accounts and				
Protected Cell Accounts (Lines 12 to 25)	1,479,294,511	196,697,400	1,282,597,111	1,202,407,606
27. From Separate Accounts, Segregated Accounts and Protected Cell				
Accounts				
28. Total (Lines 26 and 27)	1,479,294,511	196,697,400	1,282,597,111	1,202,407,606
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Contingent Note	499,356,044		499,356,044	467,291,239
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	499,356,044		499,356,044	467,291,239

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 1,208,900,683 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	1,208,900,683	1,142,393,936
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)		
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)		
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)		
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)		
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)		
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)		
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including \$ 7,863,237 assumed and \$ ceded	7,863,237	3,195,030
9.4 Interest maintenance reserve (IMR, Line 6)	18,815,982	12,631,712
10. Commissions to agents due or accrued-life and annuity contracts \$ accident and health \$ and deposit-type contract funds \$		
11. Commissions and expense allowances payable on reinsurance assumed	685,707	767,558
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)		
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)		
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	988,480	27
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	2,648,657	2,304,717
24.02 Reinsurance in unauthorized and certified (\$) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities		
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,239,902,746	1,161,292,979
27. From Separate Accounts Statement		
28. Total liabilities (Lines 26 and 27)	1,239,902,746	1,161,292,979
29. Common capital stock	2,500,000	2,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds	499,356,044	467,291,239
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	66,500,000	66,500,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	(525,661,679)	(495,176,612)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	40,194,365	38,614,627
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	42,694,365	41,114,627
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	1,282,597,111	1,202,407,606
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)		
3101. Contingent Note Surplus	499,356,044	467,291,239
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	499,356,044	467,291,239
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	20,537,552	23,372,991
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	35,004,221	31,944,538
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	979,497	1,015,808
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income		10,303,767
9. Total (Lines 1 to 8.3)	56,521,270	66,637,104
10. Death benefits	6,902,316	5,623,725
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)		
13. Disability benefits and benefits under accident and health contracts		
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	9,102,856	7,017,954
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds		
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	66,506,746	66,511,840
20. Totals (Lines 10 to 19)	82,511,918	79,153,519
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)		
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	2,645,041	2,909,041
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	14,349	14,478
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)		625
25. Increase in loading on deferred and uncollected premiums		
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	4,775,472	
28. Totals (Lines 20 to 27)	89,946,780	82,077,663
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(33,425,510)	(15,440,559)
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(33,425,510)	(15,440,559)
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(13,347,350)	(7,264,421)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(20,078,160)	(8,176,138)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$75,086 (excluding taxes of \$3,857,413 transferred to the IMR)	(824,406)	(25,161)
35. Net income (Line 33 plus Line 34)	(20,902,566)	(8,201,299)
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	41,114,627	27,413,496
37. Net income (Line 35)	(20,902,566)	(8,201,299)
38. Change in net unrealized capital gains (losses) less capital gains tax of \$		
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(1,029,955)	1,280,824
41. Change in nonadmitted assets	1,206,248	6,471,602
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease		
44. Change in asset valuation reserve	(343,940)	(660,127)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		20,000,000
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus	22,649,951	(5,189,868)
54. Net change in capital and surplus for the year (Lines 37 through 53)	1,579,738	13,701,131
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	42,694,365	41,114,627
DETAILS OF WRITE-INS		
08.301. Funds Withheld Miscellaneous Income		10,303,767
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)		10,303,767
2701. Funds Withheld Miscellaneous Expense	4,775,472	
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	4,775,472	
5301. Tax Sharing Agreement	(9,414,854)	(6,481,107)
5302. Contingent Note Surplus	32,064,805	1,291,239
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)	22,649,951	(5,189,868)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance		23,372,991
2. Net investment income	32,773,879	30,780,742
3. Miscellaneous income		22,175,129
4. Total (Lines 1 through 3)	32,773,879	76,328,862
5. Benefit and loss related payments		16,782,170
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions		3,003,214
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Lines 5 through 9)		19,785,384
11. Net cash from operations (Line 4 minus Line 10)	32,773,879	56,543,478
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	245,615,561	71,845,050
12.2 Stocks		
12.3 Mortgage loans	5,817,854	7,918,028
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		75,249
12.8 Total investment proceeds (Lines 12.1 to 12.7)	251,433,415	79,838,327
13. Cost of investments acquired (long-term only):		
13.1 Bonds	290,759,820	150,966,371
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications	(301,642)	
13.7 Total investments acquired (Lines 13.1 to 13.6)	290,458,178	150,966,371
14. Net increase (decrease) in contract loans and premium notes		166,582
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(39,024,763)	(71,294,626)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
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)	1,164,746	11,557,800
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	1,164,746	11,557,800
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(5,086,138)	(3,193,348)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	12,076,874	15,270,222
19.2 End of year (Line 18 plus Line 19.1)	6,990,736	12,076,874
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001. Capital contribution from parent, accrued under SSAP 72		20,000,000
20.0002. Settled assumed reinsurance obligation	(3,630,364)	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	20,537,552		20,537,552									
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	35,004,221		35,004,221									
4. Amortization of Interest Maintenance Reserve (IMR)	979,497		979,497									
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded												
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts												
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income												
9. Totals (Lines 1 to 8.3)	56,521,270		56,521,270									
10. Death benefits	6,902,316		6,902,316									
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits												
13. Disability benefits and benefits under accident and health contracts												
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	9,102,856		9,102,856									
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds												
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts	66,506,746		66,506,746									
20. Totals (Lines 10 to 19)	82,511,918		82,511,918									
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)												
22. Commissions and expense allowances on reinsurance assumed	2,645,041		2,645,041									
23. General insurance expenses	14,349		14,349									
24. Insurance taxes, licenses and fees, excluding federal income taxes												
25. Increase in loading on deferred and uncollected premiums												
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions	4,775,472		4,775,472									
28. Totals (Lines 20 to 27)	89,946,780		89,946,780									
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(33,425,510)		(33,425,510)									
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(33,425,510)		(33,425,510)									
32. Federal income taxes incurred (excluding tax on capital gains)	(13,347,350)		(13,347,350)									
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(20,078,160)		(20,078,160)									
DETAILS OF WRITE-INS												
08.301.												
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)												
2701. Funds Withheld Miscellaneous Expense	4,775,472		4,775,472									
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	4,775,472		4,775,472									

(a) Includes the following amounts for FEGLI/SGLI: Line 1 _____, Line 10 _____, Line 16 _____, Line 23 _____, Line 24 _____

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	1,142,393,936		1,142,393,936					
2. Tabular net premiums or considerations	20,537,552		20,537,552					
3. Present value of disability claims incurred					XXX			
4. Tabular interest	46,557,718		46,557,718					
5. Tabular less actual reserve released								
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)	44,360,313		44,360,313					
8. Totals (Lines 1 to 7)	1,253,849,519		1,253,849,519					
9. Tabular cost	28,943,664		28,943,664		XXX			
10. Reserves released by death	6,902,316		6,902,316	XXX	XXX			XXX
11. Reserves released by other terminations (net)	9,102,856		9,102,856					
12. Annuity, supplementary contract and disability payments involving life contingencies								
13. Net transfers to or (from) Separate Accounts								
14. Total Deductions (Lines 9 to 13)	44,948,836		44,948,836					
15. Reserve December 31, current year	1,208,900,683		1,208,900,683					

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 22,438	
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 32,678,800	33,270,789
1.3 Bonds of affiliates	(a) 114,287	114,287
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c) 925,422	897,071
4. Real estate	(d)	
5. Contract loans	676,938	676,938
6. Cash, cash equivalents and short-term investments	(e) 45,185	45,185
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	34,463,070	35,004,270
11. Investment expenses		(g)
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		49
16. Total deductions (Lines 11 through 15)		49
17. Net investment income (Line 10 minus Line 16)		35,004,221
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		
1501. Miscellaneous Investment Expense		49
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		49

- (a) Includes \$ 2,637,360 accrual of discount less \$ 1,548,649 amortization of premium and less \$ 2,350,644 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ 223,158 amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ 2,120 accrual of discount less \$ 895 amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	37,857		37,857		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	10,234,835		10,234,835		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	(832)		(832)		
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	10,271,860		10,271,860		
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)					

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
FIRST YEAR (other than single)											
1. Uncollected											
2. Deferred and accrued											
3. Deferred, accrued and uncollected:											
3.1 Direct											
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 + Line 2)											
4. Advance											
5. Line 3.4 - Line 4											
6. Collected during year:											
6.1 Direct											
6.2 Reinsurance assumed											
6.3 Reinsurance ceded											
6.4 Net											
7. Line 5 + Line 6.4											
8. Prior year (uncollected + deferred and accrued - advance)											
9. First year premiums and considerations:											
9.1 Direct											
9.2 Reinsurance assumed											
9.3 Reinsurance ceded											
9.4 Net (Line 7 - Line 8)											
SINGLE											
10. Single premiums and considerations:											
10.1 Direct											
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net											
RENEWAL											
11. Uncollected											
12. Deferred and accrued											
13. Deferred, accrued and uncollected:											
13.1 Direct											
13.2 Reinsurance assumed											
13.3 Reinsurance ceded											
13.4 Net (Line 11 + Line 12)											
14. Advance											
15. Line 13.4 - Line 14											
16. Collected during year:											
16.1 Direct											
16.2 Reinsurance assumed	20,537,552		20,537,552								
16.3 Reinsurance ceded											
16.4 Net	20,537,552		20,537,552								
17. Line 15 + Line 16.4	20,537,552		20,537,552								
18. Prior year (uncollected + deferred and accrued - advance)											
19. Renewal premiums and considerations:											
19.1 Direct											
19.2 Reinsurance assumed	20,537,552		20,537,552								
19.3 Reinsurance ceded											
19.4 Net (Line 17 - Line 18)	20,537,552		20,537,552								
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct											
20.2 Reinsurance assumed	20,537,552		20,537,552								
20.3 Reinsurance ceded											
20.4 Net (Lines 9.4 + 10.4 + 19.4)	20,537,552		20,537,552								

EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums											
22. All other											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded											
25.2 Reinsurance assumed	2,645,041		2,645,041								
25.3 Net ceded less assumed	(2,645,041)		(2,645,041)								
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)											
26.2 Reinsurance assumed (Page 6, Line 22)	2,645,041		2,645,041								
26.3 Net ceded less assumed	(2,645,041)		(2,645,041)								
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)											
28. Single											
29. Renewal											
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)											

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	2 Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent						
2. Salaries and wages						
3.11 Contributions for benefit plans for employees						
3.12 Contributions for benefit plans for agents						
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare						
3.32 Other agent welfare						
4.1 Legal fees and expenses						
4.2 Medical examination fees						
4.3 Inspection report fees						
4.4 Fees of public accountants and consulting actuaries						
4.5 Expense of investigation and settlement of policy claims						
5.1 Traveling expenses						
5.2 Advertising						
5.3 Postage, express, telegraph and telephone						
5.4 Printing and stationery						
5.5 Cost or depreciation of furniture and equipment						
5.6 Rental of equipment						
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals						
6.2 Bureau and association fees						
6.3 Insurance, except on real estate						
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	14,349					14,349
6.6 Sundry general expenses						
6.7 Group service and administration fees						
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$ recovered)						
7.3 Agency conferences other than local meetings						
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses						
10. General expenses incurred	14,349				(a)	14,349
11. General expenses unpaid December 31, prior year						
12. General expenses unpaid December 31, current year						
13. Amounts receivable relating to uninsured plans, prior year						
14. Amounts receivable relating to uninsured plans, current year						
15. General expenses paid during year (Lines 10+11-12-13+14)	14,349					14,349
DETAILS OF WRITE-INS						
09.301.						
09.302.						
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)						

(a) Includes management fees of \$ _____ to affiliates and \$ _____ to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes					
2. State insurance department licenses and fees					
3. State taxes on premiums					
4. Other state taxes, including \$ for employee benefits					
5. U.S. Social Security taxes					
6. All other taxes					
7. Taxes, licenses and fees incurred					
8. Taxes, licenses and fees unpaid December 31, prior year					
9. Taxes, licenses and fees unpaid December 31, current year					
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)					

NONE

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4		
6. Paid in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total Lines 5 through 8		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts (included on Line 13)		
15. Total Lines 10 through 14		
16. Total from prior year		
17. Total dividends or refunds (Lines 9 + 15 - 16)		
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)		

NONE

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [] No [X]
- 1.2 If not, state which kind is issued.
Assumed Business Only
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts?..... Yes [] No [X]
- 2.2 If not, state which kind is issued.
Assumed Business Only
- 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?..... Yes [X] No []
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
- 4. Has the reporting entity any assessment or stipulated premium contracts in force? Yes [] No [X]
If so, state:
4.1 Amount of insurance? \$
4.2 Amount of reserve? \$
4.3 Basis of reserve:
.....
4.4 Basis of regular assessments:
.....
4.5 Basis of special assessments:
.....
4.6 Assessments collected during the year \$
- 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.
.....
- 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [] No [X]
6.1 If so, state the amount of reserve on such contracts on the basis actually held: \$
6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: \$
Attach statement of methods employed in their valuation.
- 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements \$
7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:
.....
7.3 State the amount of reserves established for this business: \$
7.4 Identify where the reserves are reported in the blank:
.....
- 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: \$
8.2 State the amount of reserves established for this business: \$
8.3 Identify where the reserves are reported in the blank:
.....
- 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [] No [X]
9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: \$
9.2 State the amount of reserves established for this business: \$
9.3 Identify where the reserves are reported in the blank:
.....

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
NONE			
9999999 - Total (Column 4, only)			

Exhibit 6 - Aggregate Reserves for Accident and Health Contracts

N O N E

Exhibit 7 - Deposit-Type Contracts

N O N E

Exhibit 8 - Contract Claims - Part 1 - Liability End of Current Year

N O N E

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct											
1.2 Reinsurance assumed	6,902,316		6,902,316								
1.3 Reinsurance ceded											
1.4 Net	(d) 6,902,316		6,902,316								
2. Liability December 31, current year from Part 1:											
2.1 Direct											
2.2 Reinsurance assumed											
2.3 Reinsurance ceded											
2.4 Net											
3. Amounts recoverable from reinsurers December 31, current year											
4. Liability December 31, prior year:											
4.1 Direct											
4.2 Reinsurance assumed											
4.3 Reinsurance ceded											
4.4 Net											
5. Amounts recoverable from reinsurers December 31, prior year											
6. Incurred Benefits											
6.1 Direct											
6.2 Reinsurance assumed	6,902,316		6,902,316								
6.3 Reinsurance ceded											
6.4 Net	6,902,316		6,902,316								

- (a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.
- (b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.
- (c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.
- (d) Includes \$ premiums waived under total and permanent disability benefits.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens.....			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection			
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset	196,697,400	197,727,355	1,029,955
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets			
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets		176,293	176,293
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	196,697,400	197,903,648	1,206,248
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	196,697,400	197,903,648	1,206,248
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Accounts Receivable - Miscellaneous		176,293	176,293
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)		176,293	176,293

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Practices

Cape Verity I, Inc. ("Cape Verity I" or "the Company") is a special purpose captive organized under the laws of the State of Iowa, and is a wholly-owned subsidiary of Accordia Life and Annuity Company ("Accordia"). The accompanying financial statements of Cape Verity I, Inc. are presented on the basis of accounting practices prescribed or permitted by the Insurance Division, Department of Commerce, of the State of Iowa (Iowa Department). The National Association of Insurance Commissioners ("NAIC") Accounting Practices & Procedures Manual ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the Iowa Department.

Pursuant to Iowa Administrative Code ("IAC") Section 191-99.11(3), *Limited Purpose Subsidiary Life Insurance Company*, the Company has included as an admitted asset the outstanding principal amount of a Variable Funding Puttable Note (contingent note) serving as collateral for reinsurance credit taken by an affiliated cedant in connection with a reinsurance agreement entered into between the Company and the affiliated cedant. The contingent note was issued by CVI Issuer LLC, and is held for the benefit of the affiliated cedant. The contingent note is not included as a risk-based asset in the Company's risk-based capital calculation.

A reconciliation of the Company's net income (loss) and statutory surplus between practices prescribed and permitted by the State of Iowa and NAIC SAP is shown below:

<u>NET INCOME</u>	<u>SSAP#</u>	<u>F/S Page</u>	<u>F/S Line</u>	<u>State of Domicile</u>	<u>2016</u>	<u>2015</u>
(1) The Company state basis (Page 4, Line 35, Columns 1 & 3)		Page 4	Line 35	Iowa	\$ (20,902,566)	\$ (8,201,299)
(2) State Prescribed Practices that increase/(decrease) NAIC SAP				Iowa	-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP				Iowa	-	-
(4) NAIC SAP (1-2-3=4)				Iowa	\$ (20,902,566)	\$ (8,201,299)
<u>SURPLUS</u>						
(5) The Company state basis (Page 3, Line 38, Columns 1&2)		Page 3	Line 38	Iowa	\$ 42,694,365	\$ 41,114,627
(6) State Prescribed Practices that increase/(decrease) NAIC SAP Letter of Credit	SSAP 4			Iowa	499,356,044	467,291,239
(7) State Permitted Practices that increase/(decrease) NAIC SAP				Iowa	-	-
(8) NAIC SAP (5-6-7=8)				Iowa	\$ (456,661,679)	\$ (426,176,612)

If the Company had not been permitted to include the contingent note in surplus, the Company's risk-based capital would have been below Mandatory Control Level.

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life premiums are recognized as income over the premium paying period of the related policies. Reinsurance treaties that do not meet the definition of risk transfer are recorded under the rules of deposit accounting as prescribed in Statement of Statutory Accounting Principles ("SSAP") No. 61R. – *Life, Deposit-Type and Accident and Health Reinsurance* and are carried as a deposit liability, net income and expenses are shown in the aggregate write in line on the summary of operations. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

In addition, the Company uses the following accounting policies, as applicable:

1. Short-term investments that have original maturities of greater than three months and less than twelve months at date of purchase are carried at amortized cost, which approximates fair value.
2. Bonds not backed by other loans are stated at amortized cost or fair value, using the modified scientific method, in accordance with the NAIC *Purposes and Procedures* Manual of the Capital Markets and Investment Analysis Office.
3. The Company does not have any common stock.
4. The Company does not have any preferred stock.
5. Mortgage loans are stated at amortized cost or fair value, in accordance with the NAIC *Purposes and Procedures* Manual of the Capital Markets and Investment Analysis Office.
6. Loan-backed bonds and structured securities are stated at amortized cost using the interest method including anticipated prepayments at the date of purchase in accordance with SSAP 43-R "Loan-Backed and Structured Securities". Changes in prepayment speeds and estimated cash flows from the original purchase assumptions are evaluated quarterly and are accounted for on the prospective basis.
7. The Company does not have any investments in affiliates.
8. The Company does not have any investments in joint ventures.
9. The Company does not have any derivative instruments.
10. The Company has no accident and health business and therefore no premium deficiency calculation.
11. The Company has no accident and health business and therefore no unpaid losses or loss adjustment expenses.
12. The Company does not carry any fixed assets.
13. The Company does not have any pharmaceutical rebate receivables.

D. Going Concern

There is no substantial doubt about the Company's ability to continue as a going concern

NOTES TO FINANCIAL STATEMENTS

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS - Not applicable

3. BUSINESS COMBINATIONS AND GOODWILL

- A. Statutory Purchase Method – Not applicable
- B. Statutory Merger – Not applicable
- C. Assumption Reinsurance – Not applicable
- D. Impairment Loss – Not applicable

4. DISCONTINUED OPERATIONS

The Company does not have any discontinued operations.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans.

- (1) The maximum and minimum lending rates for mortgage loans at December 31, 2016: 7.90% maximum and 5.72% minimum.
- (2) The maximum percentage of any one admitted loan to the value of the security (exclusive of insured or guaranteed or purchase money mortgages) at the time of origination was 40.91%.
- (3) There were no taxes, assessments or any other amounts that were advanced and not included in the stated mortgage loan total.
- (4) As of December 31, 2016 and December 31, 2015 mortgage loans totaled \$9,347,051, and \$15,388,063, respectively, with all non-insured commercial mortgages under 30 days past due.
- (5) Investment in impaired loans, aggregated by type – Not applicable
- (6) Investment in impaired loans by type related to the following:
 - a. Average recorded investment – Not applicable
 - b. Interest income recognized – Not applicable
 - c. Recorded investments on nonaccrual status pursuant to SSAP No. 34, Investment income due and accrued – Not applicable
 - d. Unless not practicable, the amount of interest income recognized using a cash-basis method of accounting during the time within that period that loans were impaired. – Not applicable
- (7) Activity in the allowance for credit losses – Not applicable
- (8) Mortgage Loans Derecognized as a Result of Foreclosure – Not applicable
- (9) Policy for recognizing interest income on impaired loans – Not applicable

B. Debt Restructuring – There were no debt restructures on December 31, 2016.

C. Reverse Mortgages – Not applicable

D. Loan Backed Securities

- (9) Loan-backed and structured securities ("LBASS") are valued and reported in accordance with "SSAP 43R – *Loan-Backed and Structured Securities*". Prepayment assumptions are primarily obtained from external sources or internal estimates. These assumptions are consistent with the current interest rate and economic environment. The prospective adjustment method is used on most non-agency LBASS. Fair values are based on independent pricing sources. The Company reviews securities at least quarterly for other-than-temporary impairments ("OTTI") using current cash flow assumptions. The Company did not recognize any OTTI charges on loan-backed securities as of December 31, 2016.
- (10) All loan-backed securities with a recognized OTTI disclosed in the aggregate, classified on the basis for the OTTI: None
- (11) All loan-backed securities with a recognized OTTI, currently held by the Company with the present value of cash flows expected to be less than or equal to amortized cost: None
- (12) All loan-backed securities whereby the fair value is less than cost or amortized cost for which an OTTI has not been recognized in earnings as a realized loss: None
- (13) The Company evaluates whether credit impairment exists by considering primarily the following factors: a) changes in the financial condition, credit rating and near term prospects of the issuer, b) whether the issuer is current on contractually obligated interest and principal payments, c) changes in the financial condition of the security's underlying collateral, d) the payment structure of the security and 3) the length of time and extent to which the fair value has been less than amortized cost of the security.

E. Repurchase Agreements and/or Securities Lending Transactions – Not applicable

F. Real Estate – Not applicable

G. Investments in Low Income Housing Tax Credits – Not applicable

H. Restricted Assets - None

I. Working Capital Finance Investments – Not applicable

J. Offsetting and Netting of Assets and Liabilities – Not applicable

K. Structured Notes – Not applicable

L. 5* Securities – Not applicable

NOTES TO FINANCIAL STATEMENTS

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

- A. The Company has no investments in joint venture, partnerships or limited liability companies that exceed 10% of its admitted assets as of December 31, 2016.
- B. The Company recognizes impairments when it is probable that it will be unable to recover the carrying amount of the investment or there is evidence indicating inability of the investee to sustain earnings that would justify the carrying value of the investment. The Company did not have any impairment in joint ventures, partnerships, or limited liability companies as of December 31, 2016.

7. INVESTMENT INCOME

The Company did not have any due and accrued income over 90 days past due that was excluded from surplus as of December 31, 2016.

8. DERIVATIVE INSTRUMENTS

The Company does not have any derivative instruments.

9. INCOME TAXES

- A. The net deferred tax asset/(liability) at December 31, 2016, and the change from the prior year-end are comprised of the following components:

1.

	12/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross deferred tax assets	198,146,968	-	198,146,968
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets	198,146,968	-	198,146,968
(d) Deferred tax assets non-admitted	196,697,400	-	196,697,400
(e) Subtotal net admitted deferred tax assets	1,449,568	-	1,449,568
(f) Gross deferred tax liabilities	1,304,758	144,810	1,449,568
(g) Net admitted deferred tax assets / (liabilities)	144,810	(144,810)	-

	12/31/2015		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Gross deferred tax assets	198,822,312	-	198,822,312
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets	198,822,312	-	198,822,312
(d) Deferred tax assets non-admitted	197,727,356	-	197,727,356
(e) Subtotal net admitted deferred tax assets	1,094,956	-	1,094,956
(f) Gross deferred tax liabilities	1,013,955	81,001	1,094,956
(g) Net admitted deferred tax assets / (liabilities)	81,001	(81,001)	-

	Change		
	(7)	(8)	(9)
	Ordinary	Capital	(Col 7+8) Total
(a) Gross deferred tax assets	(675,344)	-	(675,344)
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets	(675,344)	-	(675,344)
(d) Deferred tax assets non-admitted	(1,029,956)	-	(1,029,956)
(e) Subtotal net admitted deferred tax assets	354,612	-	354,612
(f) Gross deferred tax liabilities	290,803	63,809	354,612
(g) Net admitted deferred tax assets / (liabilities)	63,809	(63,809)	-

The ultimate realization of deferred tax assets depends on the generation of future taxable income during the periods in which the temporary differences are deductible and prior to the expiration of capital loss, net operating loss and tax credit carry-forwards. Management considers the scheduled reversal of deferred tax liabilities (including the impact of available carry-back and carry-forward periods), projected taxable income, and tax planning strategies in making this assessment. Management believes it is more likely than not that all deferred tax assets will be realized based on projected taxable income and available tax planning strategies. There were no tax planning strategies used related to reinsurance.

The amount of admitted adjusted gross deferred tax assets admitted under each component of SSAP 101:

2. Admission Calculation Components SSAP No. 101

	12/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carry-backs.	-	-	-
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	-	-	-
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	-	-	-
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	6,404,155
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets from 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	1,304,758	144,810	1,449,568
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	1,304,758	144,810	1,449,568

	12/31/2015		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carry-backs.	-	-	-
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	-	-	-
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	-	-	-
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	6,167,194
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets from 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	1,013,956	81,001	1,094,957
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	1,013,956	81,001	1,094,957

	Change		
	(7)	(8)	(9)
	Ordinary	Capital	(Col 7+8) Total
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carry-backs.	-	-	-
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	-	-	-
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	-	-	-
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	236,961
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets from 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	290,803	63,809	354,612
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	290,802	63,809	354,611

3.

	12/31/2016	12/31/2015
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	680%	723%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above	42,694,365	41,114,627

NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax Planning Strategies

	12/31/2016		
	(1)	(2)	(3) (Col 1+2)
	Ordinary	Capital	Total
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.			
1 Adjusted Gross DTAs amount from Note 9A1(c)	198,146,968	-	198,146,968
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies.	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	1,449,568	-	1,449,568
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies.	0%	0%	0%

	12/31/2015		
	(4)	(5)	(6) (Col 4+5)
	Ordinary	Capital	Total
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.			
1 Adjusted Gross DTAs amount from Note 9A1(c)	198,822,312	-	198,822,312
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies.	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	1,094,956	-	1,094,956
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies.	0%	0%	0%

	Change		
	(7)	(8)	(9) (Col 7+8)
	Ordinary	Capital	Total
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.			
1 Adjusted Gross DTAs amount from Note 9A1(c)	(675,344)	-	(675,344)
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies.	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	354,612	-	354,612
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies.	0%	0%	0%

	Yes	No
(c) Does the Company's tax-planning strategies include the use of reinsurance?		√

B. Unrecognized deferred tax liabilities

There are no temporary differences for which deferred tax liabilities are not recognized.

C. Current income taxes incurred consist of the following major components:

	(1)	(2)	(3)
	12/31/2016	12/31/2015	Change (Col 1-2)
Current Income Tax			
(a) Federal	(13,347,350)	(7,264,421)	(6,082,929)
(b) Foreign	-	-	-
(c) Subtotal	(13,347,350)	(7,264,421)	(6,082,929)
(d) Federal Income Tax on Net Capital Gains	3,932,496	783,315	3,149,181
(e) Utilization of Capital Loss Carry-Forwards	-	-	-
(f) Other	-	-	-
(g) Federal and Foreign Income Taxes Incurred	(9,414,854)	(6,481,106)	(2,933,748)
Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses	-	-	-
(2) Unearned premium reserve	-	-	-
(3) Policyholder reserves	12,247,500	11,194,218	1,053,282
(4) Investments	-	-	-
(5) Deferred acquisition costs	10,553,965	12,220,888	(1,666,923)
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	-	-	-
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	-	61,703	(61,703)
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
Acquired Reserve Basis	175,345,503	175,345,503	-
Other	-	-	-
(13) Other (including items <5% of total ordinary tax assets)	175,345,503	175,345,503	-
(99) Subtotal	198,146,968	198,822,312	(675,344)
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	196,697,400	197,727,356	(1,029,956)
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	1,449,568	1,094,956	354,612
(e) Capital			
(1) Investments	-	-	-
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other (including items <5% of total capital tax assets)	-	-	-
(99) Subtotal	-	-	-
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ -	\$ -	\$ -
(i) Admitted deferred tax assets (2d + 2h)	1,449,568	1,094,956	354,612
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	(1,304,758)	(1,013,955)	(290,803)
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
Other	-	-	-
(5) Other (including items <5% of total ordinary tax liabilities)	-	-	-
(99) Subtotal	(1,304,758)	(1,013,955)	(290,803)
(b) Capital			
(1) Investments	(144,810)	(81,001)	(63,809)
(2) Real Estate	-	-	-
(3) Other (including items <5% of total capital tax liabilities)	-	-	-
(99) Subtotal	(144,810)	(81,001)	(63,809)
(c) Deferred tax liabilities (3a99 +3b99)	(1,449,568)	(1,094,956)	(354,612)
4. Net deferred tax assets / liabilities (2i - 3c)	-	-	-

The change in deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	12/31/2016			12/31/2015			Change
	Ordinary	Capital	Total	Ordinary	Capital	Total	
Total deferred tax assets (admitted and nonadmitted)	198,146,968	-	198,146,968	198,822,312	-	198,822,312	(675,344)
Total deferred tax liabilities	1,304,758	144,810	1,449,568	1,013,955	81,001	1,094,956	354,612
Net deferred tax asset	196,842,210	(144,810)	196,697,400	197,808,357	(81,001)	197,727,356	(1,029,956)
Tax effect of unrealized (gains) / losses							-
Change in net deferred income tax							(1,029,956)

NOTES TO FINANCIAL STATEMENTS

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The significant items causing a difference between the statutory federal income tax rate and the Company's effective income tax rate are as follows:

	Amount	Tax Effect	Effective Rate
Provision computed at statutory rate	(30,317,420)	(10,611,097)	35.00%
IMR	6,184,270	2,164,496	-7.14%
Return to Provision True Up	0	0	0.00%
Tax on non-admitted assets	176,294	61,703	-0.20%
Total	(23,956,856)	(8,384,898)	27.66%
Federal income taxes incurred		(9,414,854)	31.06%
Change in net deferred income taxes		1,029,956	-3.40%
Total statutory income tax expense/(benefit)		(8,384,898)	27.66%

E. Operating loss carry-forward

- (1) At December 31, 2016, the Company does not have any net operating loss carry-forwards, capital loss carry-forwards or foreign tax credits.
- (2) The Company does not have any federal income taxes available for recoupment in the event of future losses.

F. Consolidated federal income tax return

- (1) The Company will file a consolidated Federal income tax return with Commonwealth Annuity and Life Insurance Company ("CWA"), Accordia Life and Annuity Company ("Accordia"), Cape Verity II, Inc., Cape Verity III, Inc., Gotham Re, Inc., Forethought National Life Insurance Company, Forethought Life Insurance Company and First Allmerica Financial Life Insurance Company ("FAFLIC") for the period ending December 31, 2016. The FAFLIC entity joined the consolidated group as of January 1, 2016. The Company is a party to a written agreement, which sets forth the manner in which the total combined Federal income tax is allocated to each entity within the consolidated group. Pursuant to this agreement, Accordia is obligated to perform all of the Company's tax sharing obligations and is entitled to accept all of the Company's tax sharing benefits. Accordingly, any current taxes payable or receivable of the Company are reflected by Accordia.
- (2) The IRS routinely audits the Company's federal income tax returns, and when appropriate, provisions are made in the financial statements in anticipation of the results of these audits. The Company believes that its income tax filing positions and deductions will be sustained on audit, and does not anticipate any adjustments that will result in a material, adverse effect on the Company's financial condition, results of operations, or cash flow. Therefore, no reasonable estimate can be made for tax loss contingencies and none has been recorded.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

A. Nature of Relationships:

Cape Verity I, Inc. was formed on August 21, 2013 and commenced business as a limited purpose subsidiary life insurance company domiciled and licensed in the state of Iowa. All outstanding shares of the Company's common stock are directly owned by Accordia, a stock life insurance company domiciled in the state of Iowa. All outstanding shares of Accordia are owned by Commonwealth, an insurance company incorporated in the state of Massachusetts. Accordia carries the Company at its statutory net worth, as prescribed in the Securities Valuations Office Purposes and Procedures manual. Accordia is an indirect wholly owned subsidiary of Global Atlantic Financial Group ("GAFG").

The Company owns market traded bonds of Goldman Sachs, with a NAIC rating of 1, a carrying value of \$2.2 million, and a market value of \$2.4 million, as of December 31, 2016. The purchase of these securities constituted arms-length transactions.

B. Detail of Transactions Greater than ½ of 1% of total admitted assets

The Company did not have asset transfers greater than ½ of 1% during the period ended December 31, 2016. As of December 31, 2015, the Company received an additional capital contribution of \$20,000,000 from Accordia Life and Annuity Company.

As of December 31, 2016 and 2015, the Company received an additional capital contribution of \$0 and \$20,000,000, respectively from Accordia Life and Annuity Company.

The Company received \$9,414,854 during 2016 and \$6,481,107 during 2015, under the provisions of the supplemental tax sharing agreement described in Note 9. This amount was recorded as a surplus adjustment in the Summary of Operations.

C. Amounts of transactions and effects of any change in terms of intercompany arrangements: Not applicable

D. Amounts Due to or From Related Parties

As of December 31, 2016 and 2015, the Company reported \$0 and \$20,000,000, respectively, receivable from affiliates and \$0 due to affiliates. All intercompany balances to or from parent, subsidiaries, and affiliates are settled within 30 days of their incurrence under the terms of the intercompany expense sharing agreements.

E. Guarantees or undertakings for the benefit of an affiliate or related party: Not applicable

F. Management, Service Contracts, Cost Sharing Arrangement

The Company has entered into administration, shared services, management services and investment management services agreements with related parties. These affiliates provide legal, compliance, technology, operations, financial reporting, human resources and risk management services. The Company did not record expenses for these agreements for the twelve months ended December 31, 2016 and December 31, 2015.

G. Nature of Relationships that Could Affect Operations

The Company's various affiliated relationships and agreement/transactions are discussed above in Note 10. The operating results and financial position of the Company as reported in these financial statements would not be significantly different from those that would have been obtained if the Company were autonomous.

H. Amount Deducted for Investment in Upstream Company – Not applicable

I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets – Not applicable

J. Write Down for Impairment of Investments in Subsidiary, Controlled or Affiliated Companies – Not applicable

K. Investment in a Foreign Insurance Company – Not applicable

NOTES TO FINANCIAL STATEMENTS

L. Downstream Noninsurance Holding Company – Not applicable

M. All SCA investments – Not applicable

N. Investment in Insurance SCAs – Not applicable

11. DEBT

A. Debt and Capital Notes – Not applicable

B. Federal Home Loan Bank Agreements – Not applicable

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS, COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

The Company does not participate in retirement plans, deferred compensation, post-employment benefits and compensated absences and other post-retirement benefits plans.

13. CAPITAL AND SURPLUS, SHAREHOLDERS' DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

(1) The Company has 25,000 shares authorized, issued and outstanding. All shares are common stock.

(2) The Company has no preferred stock authorized.

(3) The payment of dividends by the Company to its parent is regulated under Iowa law. Under Iowa law, the Company may pay dividends only from the earned surplus arising from its business and must receive the prior approval (or non-disapproval) of the Iowa Insurance Commissioner to pay any dividend that would exceed certain statutory limitations.

(4) As of December 31, 2016 and December 31, 2015, no dividends were paid to Accordia.

(5) Iowa law provides that a Limited Purpose Subsidiary Life Insurance Company ("LPS") may pay dividends that do not decrease the capital of the LPS below the minimum capital and surplus requirements designated by the commissioner of the Iowa Department, provided that payment of such dividend would not jeopardize the ability of the LPS to fulfill its obligations.

(6) The unassigned surplus is held for the benefit of the Company's shareholder.

(7) There were no unpaid advances to surplus.

(8) No shares of stock are held by the Company, including stock of affiliated companies, for special purposes.

(9) There were no changes in balances of special surplus.

(10) The portion of unassigned funds (surplus) represented or reduced by unrealized gains and (losses), net of capital gains tax, was \$0 and \$0 at December 31, 2016 and December 31, 2015, respectively.

(11) The Company issued a Variable Funding Surplus Note (surplus note) to CVI Issuer LLC on October 1, 2013, with an initial outstanding principal amount of \$0. As of December 31, 2016, the carrying value of the surplus note was \$0. There were no interest or principal payments made at December 31, 2016, and December 31, 2015.

(12) There have not been any restatements due to quasi-reorganizations.

(13) There have been no quasi-reorganizations.

14. CONTINGENCIES

A. Contingent Commitments: Not applicable

B. Assessments

Unfavorable economic conditions may contribute to an increase in the number of insurance companies that are under regulatory supervision. This may result in an increase in mandatory assessments by state guaranty funds, or voluntary payments by solvent insurance companies to cover losses to policyholders of insolvent or rehabilitated companies. Mandatory assessments, which are subject to statutory limits, can be partially recovered through a reduction in future premium taxes in some states. The Company is not able to reasonably estimate the potential impact of any such future assessments or voluntary payments.

C. Gain Contingencies – Not applicable

D. Claims Related Extra Contractual Obligation – Not applicable

E. All Other Contingencies – Not applicable

15. LEASES

A. Lessee Leasing Arrangements – Not applicable

B. Lessor Leases – Not applicable

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

The Company does not have any financial instruments with off-balance sheet risk or financial instruments with concentrations of credit risk.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENT OF LIABILITIES

A. Transfers of Receivables Reported as Sale – Not applicable

B. Transfer and Servicing of Financial Assets – Not applicable

C. Wash Sales

The Company generally does not sell and reacquire securities within 30 days of the sale date. There were no wash sale transactions with a NAIC designation of 3 or below in the current year.

NOTES TO FINANCIAL STATEMENTS

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS – Not applicable

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

The Company does not have any direct premium written by managing general agents or third party administrators.

20. FAIR VALUE MEASUREMENT

A. The Company did not carry assets or liabilities at fair value as of December 31, 2016 or December 31, 2015.

B. No additional disclosures are required pertaining to fair value measurement.

C. Aggregate fair value for all financial instruments at reporting date:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Assets at fair value						
Bonds	\$ 731,585,141	\$ 718,772,658	\$ -	\$ 718,257,356	\$ 13,327,785	\$ -
Short-term investments	6,990,736	6,990,736	6,990,736	-	-	-
Cash and equivalents	-	-	-	-	-	-
Total Assets	\$ 738,575,877	\$ 725,763,395	\$ 6,990,736	\$ 718,257,356	\$ 13,327,785	\$ -

D. Not Practicable to estimate fair value

As of December 31, 2016 and December 31, 2015 the Company did not own any financial instruments that were not practicable to estimate fair value.

21. OTHER ITEMS

A. Extraordinary Items – Not applicable

B. Troubled Debt Restructuring – Not applicable

C. Other Disclosures and Unusual Items

The Company is the holder of a contingent note security utilized to enable the Company to secure statutory reserve credit for the reinsurance ceded to the Company under its reinsurance agreement. Total outstanding principal of the contingent note as of December 31, 2016 was \$499,356,044.

The Company's Parent is currently undergoing a conversion to a new life insurance administration system, which impacts the business assumed. As part of this conversion certain life insurance policies have been temporarily restricted at December 31, 2016 resulting in a delay of the billing of premiums and other related policy transactions. In limited cases, estimates were used for restricted policy balances within the financial statements. Any variances to the estimates will be recorded as policies are released from the restricted status in future periods.

The Company's largest single life insurance policy face value as of December 31, 2016 is \$10,498,740.

D. The Company did not have any business interruption insurance recoveries as of December 31, 2016 or December 31, 2015.

E. State Transferable Tax Credits

The Company had no reportable state transferable tax credits.

F. Subprime Mortgage Related Risk Exposure

(1) While the Company holds no direct investments in subprime mortgage loans, the Company may have limited exposure to subprime borrowers through direct investments in primarily investment grade subprime residential mortgage-backed securities. The Company's definition of subprime is predominantly based on borrower statistics from a residential pool of mortgages. Included in the statistics evaluated is the average credit score of the borrower, the loan-to-value ratio, the debt-to-income statistics, and the diversity of all these statistics across the borrower profile. As is true for all securities in the Company's portfolio, the entire mortgage-backed asset portfolio is reviewed for impairments at least quarterly. Additionally, reviews of specific mortgage-backed securities are made on a periodic basis by reviewing both the unrealized gain/loss as well as changes to the underlying statistics. Included in the analysis are current delinquency and default statistics, as well as the current and original levels of subordination on the security.

(2) Direct exposure through investments in subprime mortgage loans – Not applicable

(3) Direct exposure through other investments – Not applicable

(4) Underwriting Exposure to subprime risk – Not applicable

G. Retained Assets – Not applicable

H. Reporting entities shall disclose information when they may receive possible proceeds as the issuer, ceding insurer or counterparty of insurance linked securities

The Company owns a security with a book value of \$7.2 million, as of December 31, 2016, with cash flows based upon the ownership of life settlement assets and single premium immediate annuity assets. This position is held in the Company's investment portfolio and not for risk management of direct or assumed insurance risks. The total death benefit payout on the security would be approximately \$9.1 million as of December 31, 2016.

22. EVENTS SUBSEQUENT

Type I – Recognized Subsequent Events – no Type I subsequent events to report.

Type II – Non-recognized Subsequent Events – no Type II subsequent events to report.

Subsequent events have been considered through February 22, 2017 for the statutory statement issued on March 1, 2017.

NOTES TO FINANCIAL STATEMENTS

23. REINSURANCE

A. Ceded Reinsurance Report:

Section 1 - General Interrogatories

- (1) Are any of the reinsurers listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee or director of the Company?

Yes () No (X)

- (2) Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. branches of such companies) which is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes () No (X)

Section 2 - Ceded Reinsurance Report - Part A

- (1) Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes () No (X)

- (2) Does the Company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes () No (X)

Section 3 - Ceded Reinsurance Report - Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, for agreements not reflected in Section 2 above, of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary the Company may consider the current or anticipated experience of the business reinsured in making this estimate.

\$0

- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes () No (X)

B. Uncollectible Reinsurance – Not applicable

C. Commutation of Ceded Reinsurance – Not applicable

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not applicable

E. For reinsurance of variable annuity contracts with an affiliated captive reinsurer – Not applicable

F. For reinsurance of variable annuity contracts with an affiliated captive reinsurer – Not applicable

G. Ceding Entities That Utilize Captive Reinsurers – Not applicable

24. RETROSPECTIVELY RATED CONTRACTS

The Company does not have any retrospectively rated contracts or contract subject to redetermination.

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

The Company does not have any change in incurred loss adjustment expenses attributable to insured events of prior years.

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company does not have any inter-company pooling arrangements.

27. STRUCTURED SETTLEMENTS

The company does not have any structured settlements.

28. HEALTH CARE RECEIVABLES

The Company does not have any Healthcare.

29. PARTICIPATING POLICIES

The Company does not have any participating policies.

30. PREMIUM DEFICIENCY RESERVES (ACCIDENT AND HEALTH)

The Company does not have any premium deficiency reserves.

31. RESERVES FOR LIFE CONTRACTS AND ANNUITY CONTRACTS

- (1) The Company has no product types for which the waiver of deferred fractional premiums is applicable and no product types in which the return of any portion of the final premium beyond the date of death is applicable.

- (2) Extra premium are not charged on substandard lives for Universal Life (UL) product types. UL Commissioners Annuity Reserve Valuation Method (CARVM) reserves are based on appropriate multiples of standard rates of mortality.

NOTES TO FINANCIAL STATEMENTS

- (3) As of December 31, 2016, the Company had \$458,765,227 of insurance in force for which the gross premiums were less than the net premiums according to the standard of valuation set by the State of Iowa. Reserves to cover the above shortfall in premium totaled \$44,581,269 at December 31, 2016, are calculated annually, and were included in reserves on Page 3, line 1 (Exhibit 5, Section G).
- (4) The tabular interest at December 31, 2016, (Page 7, Line 4), tabular less actual reserve released (Page 7, Line 5) and tabular cost (Page 7, Line 9) have been determined by formula as described in the NAIC instructions for Page 7.
- (5) The tabular interest on funds not involving life contingencies is calculated as the product of the mean fund balance and the average valuation interest rate.
- (6) There are no significant "Other Increases (net)" under Page 7, Line 7 or Exhibit 7, Line 4, as of December 31, 2016.

32. ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT LIABILITIES BY WITHDRAWAL CHARACTERISTICS

The Company does not have any reserves, deposit-type contracts funds or other liabilities without life contingencies.

33. PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

The Company does not have any deferred or uncollected life insurance premium and annuity considerations as of December 31, 2016.

34. SEPARATE ACCOUNTS

The Company does not have a separate account.

35. LOSS/CLAIM ADJUSTMENT EXPENSES

The Company does not have any loss/claim adjustment expenses.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 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? Yes [X] No []
If yes, complete Schedule Y, Parts 1, 1A and 2
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] N/A []
- 1.3 State Regulating? Iowa
- 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 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2014
- 3.2 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. 12/31/2014
- 3.3 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). 04/29/2016
- 3.4 By what department or departments?
Iowa Insurance Department
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business? Yes [] No [X]
4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business? Yes [] No [X]
4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the 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 |
|---------------------|------------------------|------------------------|
| | | |
- 6.1 Has the 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]
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [X] No []
- 7.2 If yes,
7.21 State the percentage of foreign control; 100.0 %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
Bermuda	Corporation

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [X] No []
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
The Goldman Sachs Group, Inc.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [X] No []
- 8.4 If 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
The Goldman Sachs Group, Inc	New York, NY	YES	NO	NO	YES
Goldman Sachs & Co.	New York, NY	NO	YES	NO	YES
Goldman Sachs Execution & Clearing, L.P.	Jersey City, NJ	NO	YES	NO	YES
Goldman Sachs Financial Markets, L.P.	New York, NY	NO	NO	NO	YES
REDI Global Technologies LLC	New York, NY	NO	NO	NO	YES
Epoch Securities, Inc.	New York, NY	NO	NO	NO	YES
The Goldman Sachs Trust Company, N.A.	New York, NY	NO	YES	YES	NO
Goldman Sachs Bank USA	Salt Lake City, UT	YES	NO	YES	NO
Goldman Sachs Asset Management, L.P.	New York, NY	NO	NO	NO	YES
Mercer Allied Company, L.P.	Saratoga Springs, NY	NO	NO	NO	YES
Forethought Investment Advisors, LLC	Indianapolis, IN	NO	NO	NO	YES
Forethought Distributors, LLC.	Simsbury, CT	NO	NO	NO	YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
PricewaterhouseCoopers, 699 Walnut Street, Des Moines, IA 50310
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.6 If the response to 10.5 is no or n/a, please explain
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
David Neve, 215 10th Street, Suite 1100, Des Moines, IA 50309, Vice President, Chief Actuary, and Appointed Actuary
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved
- 12.13 Total book/adjusted carrying value \$
- 12.2 If, yes provide explanation:
13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
- 14.1 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.
- 14.11 If the response to 14.1 is No, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers.....\$
 - 20.12 To stockholders not officers.....\$
 - 20.13 Trustees, supreme or grand (Fraternal Only).....\$
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers.....\$
 - 20.22 To stockholders not officers.....\$
 - 20.23 Trustees, supreme or grand (Fraternal Only).....\$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others.....\$
 - 21.22 Borrowed from others.....\$
 - 21.23 Leased from others.....\$
 - 21.24 Other.....\$
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$
 - 22.22 Amount paid as expenses.....\$
 - 22.23 Other amounts paid.....\$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [X] No []
- 24.02 If no, give full and complete information relating thereto
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2\$
- 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2\$
- 24.103 Total payable for securities lending reported on the liability page\$

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [] No [X]

- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements\$
 - 25.22 Subject to reverse repurchase agreements\$
 - 25.23 Subject to dollar repurchase agreements\$
 - 25.24 Subject to reverse dollar repurchase agreements\$
 - 25.25 Placed under option agreements\$
 - 25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock\$
 - 25.27 FHLB Capital Stock\$
 - 25.28 On deposit with states\$
 - 25.29 On deposit with other regulatory bodies\$
 - 25.30 Pledged as collateral - excluding collateral pledged to an FHLB\$
 - 25.31 Pledged as collateral to FHLB - including assets backing funding agreements\$
 - 25.32 Other\$

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year.\$

28. 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 []

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

1 Name of Custodian(s)	2 Custodian's Address
US Bank N.A.	1025 Connecticut Avenue, NW Suite 517, Washington, DC 20036

28.02 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)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

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

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

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

GENERAL INTERROGATORIES

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

1 Name of Firm or Individual	2 Affiliation
Internal Global Atlantic Investment Team	I.....
Goldman Sachs Asset Management CLO, Corp.	A.....
.....

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?..... Yes [] No [X]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?..... Yes [] No [X]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
.....	Goldman Sachs Asset Management CLO, Corp.	5493000C7DKPYVEOMA87 .....	.....	0S.....
.....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	725,763,395	738,575,890	12,812,495
30.2 Preferred stocks			
30.3 Totals	725,763,395	738,575,890	12,812,495

30.4 Describe the sources or methods utilized in determining the fair values:

Fair values are generally derived using external independent pricing vendors and validated by comparing to broker quotes, recent open market trades and/or internally developed pricing models.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [] No [X]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

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

32.2 If no, list exceptions:
.....

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid

34.1 Amount of payments for legal expenses, if any?\$

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?\$

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]

1.2 If yes, indicate premium earned on U.S. business only \$

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.31 Reason for excluding:
.....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$

1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$

1.6 Individual policies:

Most current three years:

1.61 Total premium earned \$

1.62 Total incurred claims \$

1.63 Number of covered lives

All years prior to most current three years

1.64 Total premium earned \$

1.65 Total incurred claims \$

1.66 Number of covered lives

1.7 Group policies:

Most current three years:

1.71 Total premium earned \$

1.72 Total incurred claims \$

1.73 Number of covered lives

All years prior to most current three years

1.74 Total premium earned \$

1.75 Total incurred claims \$

1.76 Number of covered lives

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator		
2.2 Premium Denominator	20,537,552	23,372,991
2.3 Premium Ratio (2.1/2.2)	0.000	0.000
2.4 Reserve Numerator		
2.5 Reserve Denominator	1,164,319,414	1,142,393,936
2.6 Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Does this reporting entity have Separate Accounts? Yes [] No [X]

3.2 If yes, has a Separate Accounts Statement been filed with this Department? Yes [] No [] N/A [X]

3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? \$

3.4 State the authority under which Separate Accounts are maintained:
.....

3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? Yes [] No [X]

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? Yes [] No [X]

3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"?

4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? Yes [X] No []

4.2 Net reimbursement of such expenses between reporting entities:

4.21 Paid \$

4.22 Received \$

5.1 Does the reporting entity write any guaranteed interest contracts? Yes [] No [X]

5.2 If yes, what amount pertaining to these lines is included in:

5.21 Page 3, Line 1 \$

5.22 Page 4, Line 1 \$

6. FOR STOCK REPORTING ENTITIES ONLY:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: \$ 66,500,000

7. Total dividends paid stockholders since organization of the reporting entity:

7.11 Cash \$

7.12 Stock \$

GENERAL INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]
 Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes [] No []

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium
8.32 Paid claims
8.33 Claim liability and reserve (beginning of year)
8.34 Claim liability and reserve (end of year)
8.35 Incurred claims

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000	.....	.....
8.42	\$25,000 - 99,999	.....	.....
8.43	\$100,000 - 249,999	.....	.....
8.44	\$250,000 - 999,999	.....	.....
8.45	\$1,000,000 or more	.....	.....

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools?\$

9.1 Does the company have variable annuities with guaranteed benefits? Yes [] No [X]

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1	2	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Guaranteed Death Benefit	Guaranteed Living Benefit							
.....

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year:\$

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2
	Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location

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

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

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

11.4 If yes, please provide the balance of funds administered as of the reporting date.\$

GENERAL INTERROGATORIES

12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [] No [] N/A [X]

12.2 If the answer to 12.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other

13. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

13.1 Direct Premium Written\$
 13.2 Total Incurred Claims\$
 13.3 Number of Covered Lives

*Ordinary Life Insurance Includes
Term (whether full underwriting,limited underwriting,jet issue,"short form app")
Whole Life (whether full underwriting,limited underwriting,jet issue,"short form app")
Variable Life (with or without secondary gurarantee)
Universal Life (with or without secondary gurarantee)
Variable Universal Life (with or without secondary gurarantee)

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

Show amounts of life insurance in this exhibit in thousands (OMIT \$000)

	1 2016	2 2015	3 2014	4 2013	5 2012
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4)	1,952,268	2,024,250	4,169,110	4,150,026	
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)					
3. Credit life (Line 21, Col. 6)					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)					
5. Industrial (Line 21, Col. 2)					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)					
7. Total (Line 21, Col. 10)	1,952,268	2,024,250	4,169,110	4,150,026	
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)					
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)					
10. Credit life (Line 2, Col. 6)					
11. Group (Line 2, Col. 9)					
12. Industrial (Line 2, Col. 2)					
13. Total (Line 2, Col. 10)					
Premium Income - Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)					
15.1 Ordinary-life insurance (Line 20.4, Col. 3)	20,537,552	23,372,991	33,925,306	534,812,624	
15.2 Ordinary-individual annuities (Line 20.4, Col. 4)					
16. Credit life (group and individual) (Line 20.4, Col. 5)					
17.1 Group life insurance (Line 20.4, Col. 6)					
17.2 Group annuities (Line 20.4, Col. 7)					
18.1 A & H-group (Line 20.4, Col. 8)					
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)					
18.3 A & H-other (Line 20.4, Col. 10)					
19. Aggregate of all other lines of business (Line 20.4, Col. 11)					
20. Total	20,537,552	23,372,991	33,925,306	534,812,624	
Balance Sheet (Pages 2 & 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	1,282,597,111	1,202,407,606	1,126,088,758	1,082,070,546	
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	1,239,902,746	1,161,292,979	1,098,675,262	1,032,084,072	
23. Aggregate life reserves (Page 3, Line 1)	1,208,900,683	1,142,393,936	1,075,882,096	1,018,762,742	
24. Aggregate A & H reserves (Page 3, Line 2)					
25. Deposit-type contract funds (Page 3, Line 3)					
26. Asset valuation reserve (Page 3, Line 24.01)	2,648,657	2,304,717	1,644,589	956,044	
27. Capital (Page 3, Lines 29 and 30)	2,500,000	2,500,000	2,500,000	2,500,000	
28. Surplus (Page 3, Line 37)	40,194,365	38,614,627	24,913,496	47,486,474	
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	32,773,879	56,543,478	55,550,329	506,405,508	
Risk-Based Capital Analysis					
30. Total adjusted capital	45,343,022	43,419,343	29,058,088	50,942,518	
31. Authorized control level risk - based capital	6,666,196	6,002,620	5,753,172	5,569,087	
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1)	96.4	94.7	92.2	92.2	
33. Stocks (Lines 2.1 and 2.2)					
34. Mortgage loans on real estate(Lines 3.1 and 3.2)	1.3	2.3	3.9	4.6	
35. Real estate (Lines 4.1, 4.2 and 4.3)					
36. Cash, cash equivalents and short-term investments (Line 5)	0.9	1.8	2.5	1.7	
37. Contract loans (Line 6)	1.4	1.3	1.4	1.5	
38. Derivatives (Page 2, Line 7)					
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)			0.0	0.0	
41. Securities lending reinvested collateral assets (Line 10)					
42. Aggregate write-ins for invested assets (Line 11)					
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1)	2,210,486				
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)					
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. Total of above Lines 44 to 49	2,210,486				
51. Total Investment in Parent included in Lines 44 to 49 above					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2)	196,697,400	197,903,648	204,375,250	194,730,920	
53. Total admitted assets (Page 2, Line 28, Col. 3)	1,282,597,111	1,202,407,606	1,126,088,758	1,082,070,546	
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	35,004,221	31,944,538	28,222,755	6,597,557	
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	(824,406)	(25,161)	124,346	22,923	
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)					
57. Total of above Lines 54, 55 and 56	34,179,815	31,919,377	28,347,101	6,620,480	
Benefits and Reserve Increases (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11, 12, 13, 14 and 15 Cols. 9, 10 and 11)	16,005,172	12,641,679	23,070,446	3,583,787	
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)					
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	66,506,746	66,511,840	57,119,356	1,018,762,741	
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)					
62. Dividends to policyholders (Line 30, Col. 1)					
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	12.9	12.5	10.0	0.2	
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0	3.1	2.7	2.4	1.0	
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)					
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)					
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)					
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)					
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)					
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)					
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)					
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2)					
73. Ordinary - life (Col. 3)	(20,078,160)	(8,176,138)	(3,810,816)	(485,137,004)	
74. Ordinary - individual annuities (Col. 4)					
75. Ordinary-supplementary contracts (Col. 5)					
76. Credit life (Col. 6)					
77. Group life (Col. 7)					
78. Group annuities (Col. 8)					
79. A & H-group (Col. 9)					
80. A & H-credit (Col. 10)					
81. A & H-other (Col. 11)					
82. Aggregate of all other lines of business (Col. 12)					
83. Total (Col. 1)	(20,078,160)	(8,176,138)	(3,810,816)	(485,137,004)	

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [] No []
 If no, please explain:



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

DIRECT BUSINESS IN THE STATE OF Grand Total

DURING THE YEAR 2016

NAIC Group Code 3891

LIFE INSURANCE

NAIC Company Code 15475

Table with 5 columns: 1 Ordinary, 2 Credit Life (Group and Individual), 3 Group, 4 Industrial, 5 Total. Rows include: DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS, DIRECT DIVIDENDS TO POLICYHOLDERS, DIRECT CLAIMS AND BENEFITS PAID, DETAILS OF WRITE-INS. Large 'NONE' watermark is present.

Table with 10 columns: 1 No., 2 Amount, 3 No. of Ind. Pol. & Gr. Certifs., 4 Amount, 5 No. of Certifs., 6 Amount, 7 No., 8 Amount, 9 No., 10 Amount. Rows include: DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED, POLICY EXHIBIT. Large 'NONE' watermark is present.

(a) Includes Individual Credit Life Insurance prior year \$..., current year \$... Includes Group Credit Life Insurance Loans less than or equal to 60 months at issue, prior year \$..., current year \$... Loans greater than 60 months at issue BUT NOT GREATER THAN 120 MONTHS, prior year \$..., current year \$...

ACCIDENT AND HEALTH INSURANCE

Table with 5 columns: 1 Direct Premiums, 2 Direct Premiums Earned, 3 Dividends Paid Or Credited On Direct Business, 4 Direct Losses Paid, 5 Direct Losses Incurred. Rows include: 24. Group Policies (b), 24.1 Federal Employees Health Benefits Plan premium (b), 24.2 Credit (Group and Individual), 24.3 Collectively renewable policies (b), 24.4 Medicare Title XVIII exempt from state taxes or fees Other Individual Policies: 25.1 Non-cancelable (b), 25.2 Guaranteed renewable (b), 25.3 Non-renewable for stated reasons only (b), 25.4 Other accident only, 25.5 All other (b), 25.6 Totals (sum of Lines 25.1 to 25.5), 26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 24.4 + 25.6). Large 'NONE' watermark is present.

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products ... and number of persons insured under indemnity only products ...

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year			18,176	2,024,250						2,024,250
2. Issued during year										
3. Reinsurance assumed										
4. Revived during year			3	309						309
5. Increased during year (net)				4,329						4,329
6. Subtotals, Lines 2 to 5			3	4,638						4,638
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Lines 1 and 6 to 8)			18,179	2,028,888						2,028,888
Deductions during year:										
10. Death			80	7,664			XXX			7,664
11. Maturity							XXX			
12. Disability							XXX			
13. Expiry										
14. Surrender			356	49,884						49,884
15. Lapse			129	12,151						12,151
16. Conversion							XXX	XXX	XXX	
17. Decreased (net)				6,921						6,921
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Lines 10 to 19)			565	76,620						76,620
21. In force end of year (Line 9 minus Line 20)			17,614	1,952,268						1,952,268
22. Reinsurance ceded end of year	XXX		XXX		XXX		XXX	XXX		
23. Line 21 minus Line 22	XXX		XXX	1,952,268	XXX	(b)	XXX	XXX		1,952,268
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)										

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$; Individual \$

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends			XXX	
25. Other paid-up insurance				
26. Debit ordinary insurance	XXX	XXX		

NONE

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies - decreasing				
28. Term policies - other				
29. Other term insurance - decreasing	XXX		XXX	
30. Other term insurance	XXX		XXX	
31. Totals (Lines 27 to 30)				
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX		
34. Totals, whole life and endowment			17,614	1,952,268
35. Totals (Lines 31 to 34)			17,614	1,952,268

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary			1,952,268	
38. Credit Life (Group and Individual)				
39. Group				
40. Totals (Lines 36 to 39)			1,952,268	

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to reinsurers			XXX	
42. Number in force end of year if the number under ceding reinsurers is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

NONE

ADDITIONAL INFORMATION ON ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	
---	--

NONE

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contracts containing Family Income, Mortgage Repayment, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Child, etc., policies and riders, including above	
47.1	
47.2	

NONE

POLICIES WITH DISABILITY PROVISIONS

Disability Provisions	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			1,216	102,757				
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total		(b)	1,216	(b) 102,757		(b)		(b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions

Exhibit of Number of Policies, Contracts, ...Supplementary Contracts

N O N E

Exhibit of Number of Policies, Contracts, ...Annuities

N O N E

Exhibit of Number of Policies, Contracts, ...Accident and Health Insurance

N O N E

Exhibit of Number of Policies, Contracts, ...Deposit Funds

N O N E

FORM FOR CALCULATING THE INTEREST MAINTENANCE RESERVE

INTEREST MAINTENANCE RESERVE

	1 Amount
1. Reserve as of December 31, Prior Year	12,631,712
2. Current year's realized pre-tax capital gains/(losses) of \$11,021,180 transferred into the reserve net of taxes of \$3,857,413	7,163,767
3. Adjustment for current year's liability gains/(losses) released from the reserve	
4. Balance before reduction for amount transferred to Summary of Operations (Line 1 + Line 2 + Line 3)	19,795,479
5. Current year's amortization released to Summary of Operations (Amortization, Line 1, Column 4)	979,497
6. Reserve as of December 31, current year (Line 4 minus Line 5)	18,815,982

AMORTIZATION

Year of Amortization	1 Reserve as of December 31, Prior Year	2 Current Year's Realized Capital Gains/(Losses) Transferred into the Reserve Net of Taxes	3 Adjustment for Current Year's Liability Gains/(Losses) Released From the Reserve	4 Balance Before Reduction for Current Year's Amortization (Cols. 1 + 2 + 3)
1. 2016	920,435	59,062		979,497
2. 2017	773,398	156,352		929,750
3. 2018	645,908	192,737		838,645
4. 2019	607,517	199,014		806,531
5. 2020	650,773	208,106		858,879
6. 2021	687,617	211,303		898,920
7. 2022	710,786	220,979		931,765
8. 2023	744,084	232,060		976,144
9. 2024	721,598	243,689		965,287
10. 2025	672,612	251,618		924,230
11. 2026	639,740	266,695		906,435
12. 2027	602,866	282,783		885,649
13. 2028	564,859	291,429		856,289
14. 2029	541,468	309,421		850,889
15. 2030	512,351	320,145		832,496
16. 2031	485,599	338,805		824,404
17. 2032	463,561	342,241		805,802
18. 2033	431,991	335,588		767,579
19. 2034	387,240	333,908		721,148
20. 2035	319,428	328,204		647,632
21. 2036	243,598	320,347		563,944
22. 2037	161,971	303,328		465,299
23. 2038	72,535	281,839		354,374
24. 2039	22,818	248,534		271,352
25. 2040	15,579	224,761		240,340
26. 2041	10,307	194,275		204,582
27. 2042	5,766	164,465		170,230
28. 2043	7,407	130,901		138,308
29. 2044	6,297	93,980		100,277
30. 2045	1,604	57,059		58,663
31. 2046 and Later		20,139		20,139
32. Total (Lines 1 to 31)	12,631,712	7,163,767		19,795,479

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

ASSET VALUATION RESERVE

	Default Component			Equity Component			7 Total Amount (Cols. 3 + 6)
	1 Other Than Mortgage Loans	2 Mortgage Loans	3 Total (Cols. 1 + 2)	4 Common Stock	5 Real Estate and Other Invested Assets	6 Total (Cols. 4 + 5)	
1. Reserve as of December 31, prior year	2,184,982	119,735	2,304,717				2,304,717
2. Realized capital gains/(losses) net of taxes - General Account	(487,060)		(487,060)				(487,060)
3. Realized capital gains/(losses) net of taxes - Separate Accounts							
4. Unrealized capital gains/(losses) net of deferred taxes - General Account							
5. Unrealized capital gains/(losses) net of deferred taxes - Separate Accounts							
6. Capital gains credited/(losses charged) to contract benefits, payments or reserves							
7. Basic contribution	773,393	9,347	782,740				782,740
8. Accumulated balances (Lines 1 through 5 - 6 + 7)	2,471,315	129,082	2,600,397				2,600,397
9. Maximum reserve	4,099,042	60,756	4,159,798				4,159,798
10. Reserve objective	2,794,961	46,735	2,841,696				2,841,696
11. 20% of (Line 10 - Line 8)	64,729	(16,469)	48,260				48,260
12. Balance before transfers (Lines 8 + 11)	2,536,044	112,613	2,648,657				2,648,657
13. Transfers	51,857	(51,857)					
14. Voluntary contribution							
15. Adjustment down to maximum/up to zero							
16. Reserve as of December 31, current year (Lines 12 + 13 + 14 + 15)	2,587,901	60,756	2,648,657				2,648,657

**ASSET VALUATION RESERVE
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
DEFAULT COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols.4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
LONG-TERM BONDS												
1.		Exempt Obligations		XXX	XXX		0.0000		0.0000		0.0000	
2.	1	Highest Quality	406,314,054	XXX	XXX	406,314,054	0.0004	162,526	0.0023	934,522	0.0030	1,218,942
3.	2	High Quality	310,458,604	XXX	XXX	310,458,604	0.0019	589,871	0.0058	1,800,660	0.0090	2,794,127
4.	3	Medium Quality	2,000,000	XXX	XXX	2,000,000	0.0093	18,600	0.0230	46,000	0.0340	68,000
5.	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
6.	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
7.	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
8.		Total Unrated Multi-class Securities Acquired by Conversion		XXX	XXX		XXX		XXX		XXX	
9.		Total Long-Term Bonds (Sum of Lines 1 through 8)	718,772,658	XXX	XXX	718,772,658	XXX	770,997	XXX	2,781,182	XXX	4,081,070
PREFERRED STOCK												
10.	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
11.	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
12.	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
13.	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
14.	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
15.	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
16.		Affiliated Life with AVR		XXX	XXX		0.0000		0.0000		0.0000	
17.		Total Preferred Stocks (Sum of Lines 10 through 16)		XXX	XXX		XXX		XXX		XXX	
SHORT - TERM BONDS												
18.		Exempt Obligations	999,879	XXX	XXX	999,879	0.0000		0.0000		0.0000	
19.	1	Highest Quality	5,990,857	XXX	XXX	5,990,857	0.0004	2,396	0.0023	13,779	0.0030	17,973
20.	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
21.	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
22.	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
23.	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
24.	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
25.		Total Short - Term Bonds (Sum of Lines 18 through 24)	6,990,736	XXX	XXX	6,990,736	XXX	2,396	XXX	13,779	XXX	17,973
DERIVATIVE INSTRUMENTS												
26.		Exchange Traded		XXX	XXX		0.0004		0.0023		0.0030	
27.	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
28.	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
29.	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
30.	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
31.	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
32.	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
33.		Total Derivative Instruments		XXX	XXX		XXX		XXX		XXX	
34.		Total (Lines 9 + 17 + 25 + 33)	725,763,394	XXX	XXX	725,763,394	XXX	773,393	XXX	2,794,961	XXX	4,099,042

ASSET VALUATION RESERVE (Continued)
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
DEFAULT COMPONENT

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols.4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
MORTGAGE LOANS												
In Good Standing:												
35.		Farm Mortgages - CM1 - Highest Quality			XXX		0.0010		0.0050		0.0065	
36.		Farm Mortgages - CM2 - High Quality			XXX		0.0035		0.0100		0.0130	
37.		Farm Mortgages - CM3 - Medium Quality			XXX		0.0060		0.0175		0.0225	
38.		Farm Mortgages - CM4 - Low Medium Quality			XXX		0.0105		0.0300		0.0375	
39.		Farm Mortgages - CM5 - Low Quality			XXX		0.0160		0.0425		0.0550	
40.		Residential Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
41.		Residential Mortgages - All Other			XXX		0.0013		0.0030		0.0040	
42.		Commercial Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
43.		Commercial Mortgages - All Other - CM1 - Highest Quality	9,347,051		XXX	9,347,051	0.0010	9,347	0.0050	46,735	0.0065	60,756
44.		Commercial Mortgages - All Other - CM2 - High Quality			XXX		0.0035		0.0100		0.0130	
45.		Commercial Mortgages - All Other - CM3 - Medium Quality			XXX		0.0060		0.0175		0.0225	
46.		Commercial Mortgages - All Other - CM4 - Low Medium Quality			XXX		0.0105		0.0300		0.0375	
47.		Commercial Mortgages - All Other - CM5 - Low Quality			XXX		0.0160		0.0425		0.0550	
Overdue, Not in Process:												
48.		Farm Mortgages			XXX		0.0420		0.0760		0.1200	
49.		Residential Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
50.		Residential Mortgages - All Other			XXX		0.0025		0.0058		0.0090	
51.		Commercial Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
52.		Commercial Mortgages - All Other			XXX		0.0420		0.0760		0.1200	
In Process of Foreclosure:												
53.		Farm Mortgages			XXX		0.0000		0.1700		0.1700	
54.		Residential Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
55.		Residential Mortgages - All Other			XXX		0.0000		0.0130		0.0130	
56.		Commercial Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
57.		Commercial Mortgages - All Other			XXX		0.0000		0.1700		0.1700	
58.		Total Schedule B Mortgages (Sum of Lines 35 through 57)	9,347,051		XXX	9,347,051	XXX	9,347	XXX	46,735	XXX	60,756
59.		Schedule DA Mortgages			XXX		0.0030		0.0100		0.0130	
60.		Total Mortgage Loans on Real Estate (Lines 58 + 59)	9,347,051		XXX	9,347,051	XXX	9,347	XXX	46,735	XXX	60,756

Asset Valuation Reserve - Equity Component

NONE

Asset Valuation Reserve Replications (Synthetic) Assets

NONE

Schedule F - Claims

NONE

Schedule H - Part 1 - Analysis of Underwriting Operations

NONE

Schedule H - Part 2 - Reserves and Liabilities

NONE

Schedule H - Part 3 - Prior Year's Claim Reserves and Liabilities

NONE

Schedule H - Part 4 - Reinsurance

NONE

Schedule H - Part 5 - Health Claims

NONE

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE S - PART 1 - SECTION 1

Reinsurance Assumed Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability Contingencies, and Related Benefits Listed by Reinsured Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Amount of In Force at End of Year	8 Reserve	9 Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
62200	95-2496321	10/01/2013	Accordia Life and Annuity Company	IA	COFW/I	1,952,268	1,205,900,682	20,537,552			22,320,696
0299999. General Account - U.S. Affiliates - Other						1,952,268	1,205,900,682	20,537,552			22,320,696
0399999. Total General Account - U.S. Affiliates						1,952,268	1,205,900,682	20,537,552			22,320,696
0699999. Total General Account - Non-U.S. Affiliates											
0799999. Total General Account - Affiliates						1,952,268	1,205,900,682	20,537,552			22,320,696
1099999. Total General Account - Non-Affiliates											
1199999. Total General Account						1,952,268	1,205,900,682	20,537,552			22,320,696
1499999. Total Separate Accounts - U.S. Affiliates											
1799999. Total Separate Accounts - Non-U.S. Affiliates											
1899999. Total Separate Accounts - Affiliates											
2199999. Total Separate Accounts - Non-Affiliates											
2299999. Total Separate Accounts											
2399999. Total U.S. (Sum of 0399999, 0899999, 1499999 and 1999999)						1,952,268	1,205,900,682	20,537,552			22,320,696
2499999. Total Non-U.S. (Sum of 0699999, 0999999, 1799999 and 2099999)											
9999999 - Totals						1,952,268	1,205,900,682	20,537,552			22,320,696

Schedule S - Part 1 - Section 2

NONE

Schedule S - Part 2

NONE

Schedule S - Part 3 - Section 1

NONE

Schedule S - Part 3 - Section 2

NONE

Schedule S - Part 4

NONE

Schedule S - Part 4 - Bank Footnote

NONE

Schedule S - Part 5

NONE

Schedule S - Part 5 - Bank Footnote

NONE

Schedule S - Part 6

NONE

Schedule S - Part 7

NONE

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Direct Business Only					
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
		2 Life Insurance Premiums	3 Annuity Considerations				
1. Alabama	AL	N					
2. Alaska	AK	N					
3. Arizona	AZ	N					
4. Arkansas	AR	N					
5. California	CA	N					
6. Colorado	CO	N					
7. Connecticut	CT	N					
8. Delaware	DE	N					
9. District of Columbia	DC	N					
10. Florida	FL	N					
11. Georgia	GA	N					
12. Hawaii	HI	N					
13. Idaho	ID	N					
14. Illinois	IL	N					
15. Indiana	IN	N					
16. Iowa	IA	N					
17. Kansas	KS	N					
18. Kentucky	KY	N					
19. Louisiana	LA	N					
20. Maine	ME	N					
21. Maryland	MD	N					
22. Massachusetts	MA	N					
23. Michigan	MI	N					
24. Minnesota	MN	N					
25. Mississippi	MS	N					
26. Missouri	MO	N					
27. Montana	MT	N					
28. Nebraska	NE	N					
29. Nevada	NV	N					
30. New Hampshire	NH	N					
31. New Jersey	NJ	N					
32. New Mexico	NM	N					
33. New York	NY	N					
34. North Carolina	NC	N					
35. North Dakota	ND	N					
36. Ohio	OH	N					
37. Oklahoma	OK	N					
38. Oregon	OR	N					
39. Pennsylvania	PA	N					
40. Rhode Island	RI	N					
41. South Carolina	SC	N					
42. South Dakota	SD	N					
43. Tennessee	TN	N					
44. Texas	TX	N					
45. Utah	UT	N					
46. Vermont	VT	N					
47. Virginia	VA	N					
48. Washington	WA	N					
49. West Virginia	WV	N					
50. Wisconsin	WI	N					
51. Wyoming	WY	N					
52. American Samoa	AS	N					
53. Guam	GU	N					
54. Puerto Rico	PR	N					
55. U.S. Virgin Islands	VI	N					
56. Northern Mariana Islands	MP	N					
57. Canada	CAN	N					
58. Aggregate Other Alien	OT	XXX					
59. Subtotal	(a)	1					
90. Reporting entity contributions for employee benefits plans		XXX					
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX					
92. Dividends or refunds applied to shorten endowment or premium paying period		XXX					
93. Premium or annuity considerations waived under disability or other contract provisions		XXX					
94. Aggregate or other amounts not allocable by State		XXX					
95. Totals (Direct Business)		XXX					
96. Plus reinsurance assumed		XXX	20,537,552			20,537,552	
97. Totals (All Business)		XXX	20,537,552			20,537,552	
98. Less reinsurance ceded		XXX					
99. Totals (All Business) less Reinsurance Ceded		XXX	20,537,552	(b)		20,537,552	
DETAILS OF WRITE-INS							
58001.		XXX					
58002.		XXX					
58003.		XXX					
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX					
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX					
9401.		XXX					
9402.		XXX					
9403.		XXX					
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX					
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)		XXX					

(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.

Explanation of basis of allocation by states, etc., of premiums and annuity considerations

Premium and annuity considerations were allocated to state according to the mailing address of the policyholder.

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10.

SCHEDULE T - PART 2
INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN

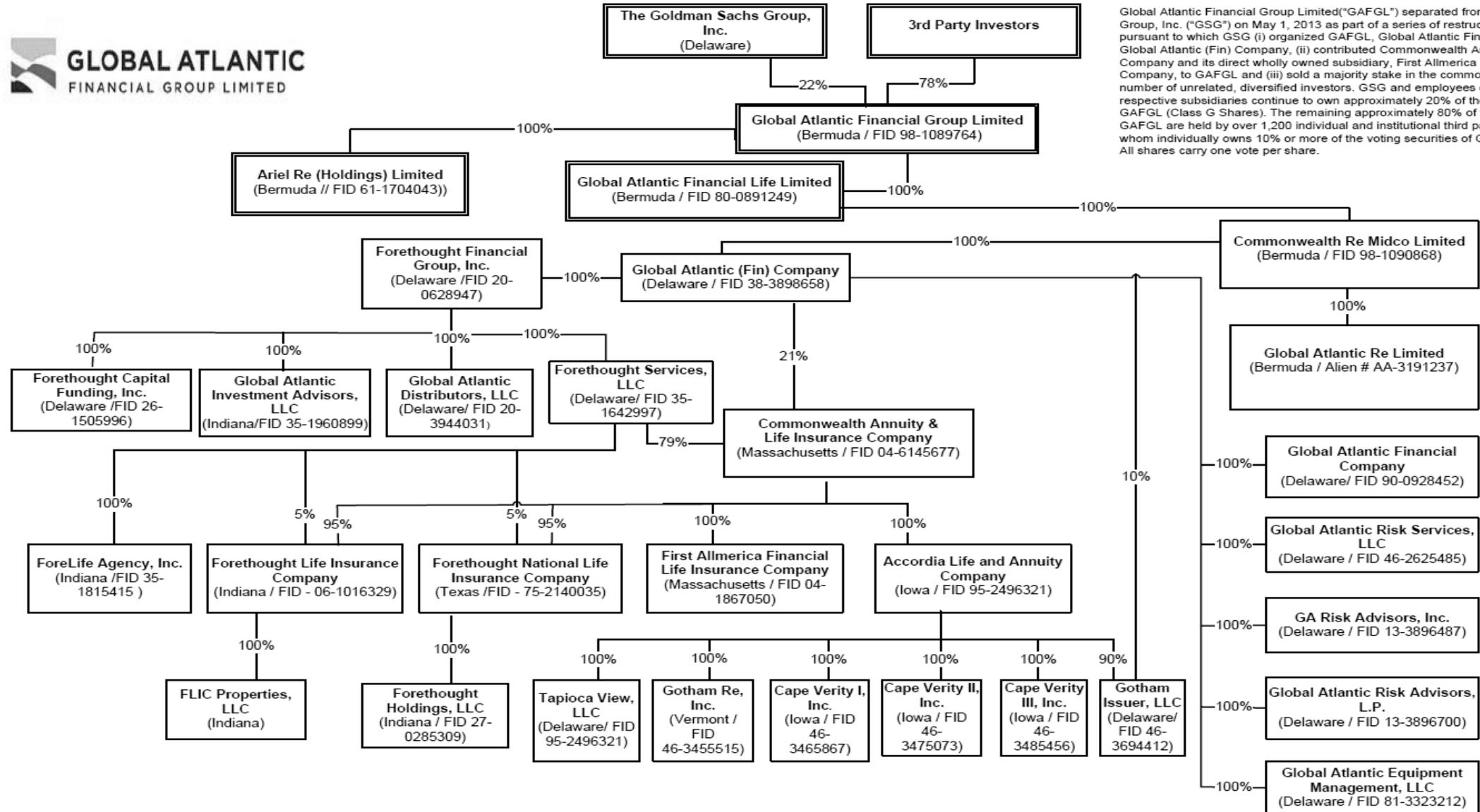
Allocated by States and Territories

States, Etc.	Direct Business Only					Totals
	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. U.S. Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CAN					
58. Aggregate Other Alien	OT					
59. Total						

NONE

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

PART 1 - ORGANIZATIONAL CHART



Global Atlantic Financial Group Limited ("GAFGL") separated from The Goldman Sachs Group, Inc. ("GSG") on May 1, 2013 as part of a series of restructuring transactions pursuant to which GSG (i) organized GAFGL, Global Atlantic Financial Life Limited and Global Atlantic (Fin) Company, (ii) contributed Commonwealth Annuity and Life Insurance Company and its direct wholly owned subsidiary, First Allmerica Financial Life Insurance Company, to GAFGL and (iii) sold a majority stake in the common shares of GAFGL to a number of unrelated, diversified investors. GSG and employees of GSG, GAFGL, and their respective subsidiaries continue to own approximately 20% of the voting securities of GAFGL (Class G Shares). The remaining approximately 80% of the voting securities of GAFGL are held by over 1,200 individual and institutional third party investors, none of whom individually owns 10% or more of the voting securities of GAFGL (Class A Shares). All shares carry one vote per share.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
		.00000	80-0891249				Global Atlantic Financial Life Limited	BMJ	NIA	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	90-0928452				Global Atlantic Financial Company	DE	NIA	Global Atlantic (Fin) Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	38-3898658				Global Atlantic (Fin) Company	DE	NIA	Commonwealth Re Midco Limited	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	98-1090868				Commonwealth Re Midco Limited	BMJ	NIA	Global Atlantic Financial Life Limited	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	98-1090854				Global Atlantic Re Limited	BMJ	IA	Commonwealth Re Midco Limited	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	61-1704043				Ariel Re (Holdings) Limited	BMJ	NIA	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	46-2625485				Global Atlantic Risk Services, LLC	DE	NIA	Global Atlantic (Fin) Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	13-3896700				Global Atlantic Risk Advisors, L.P.	DE	NIA	Global Atlantic (Fin) Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	13-3896487				GA Risk Advisors, Inc.	DE	NIA	Global Atlantic (Fin) Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	98-1089764	4520225			GLOBAL ATLANTIC FINANCIAL GROUP LIMITED	BMJ	NIA	THE GOLDMAN SACHS GROUP, INC.	Ownership	22.000	THE GOLDMAN SACHS GROUP, INC.		
		.00000	98-1089764	4520225			GLOBAL ATLANTIC FINANCIAL GROUP LIMITED	BMJ	NIA	Third Party Investors	Ownership	78.000	Third Party Investors		
3891	Goldman Sachs Grp	69140	04-1867050	2578101	793699		First Allmerica Financial Life Insurance Company	MA	IA	Commonwealth Annuity and Life Insurance Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	84824	04-6145677	3958278	1086664		Commonwealth Annuity and Life Insurance Company	MA	IA	Global Atlantic (Fin) Company	Ownership	21.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	84824	04-6145677	3958278	1086664		Commonwealth Annuity and Life Insurance Company	MA	IA	Forethought Services, LLC	Ownership	79.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	62200	95-2496321				Accordia Life and Annuity Company	IA	IA	Commonwealth Annuity and Life Insurance Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	46-3694412				Gotham Issuer, LLC	DE	IA	Global Atlantic (Fin) Company	Ownership	10.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	46-3694412				Gotham Issuer, LLC	DE	IA	Accordia Life and Annuity Company	Ownership	90.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	15333	46-3455515				Gotham Re, Inc.	VT	IA	Accordia Life and Annuity Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	95-2496321				Tapioca View, LLC	DE	IA	Accordia Life and Annuity Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	15475	46-3465867				Cape Verity I, Inc.	IA	RE	Accordia Life and Annuity Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	15472	46-3475073				Cape Verity II, Inc.	IA	IA	Accordia Life and Annuity Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
3891	Goldman Sachs Grp	15473	46-3485456				Cape Verity III, Inc.	IA	IA	Accordia Life and Annuity Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	20-0628947				Forethought Financial Group, Inc	DE	NIA	Global Atlantic (Fin) Company	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	26-1505996				Forethought Capital Funding, Inc	DE	IA	Forethought Financial Group, Inc	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	35-1960899				Global Atlantic Investment Advisors, LLC	IN	IA	Forethought Financial Group, Inc	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	20-3944031				Global Atlantic Distributors, LLC	DE	IA	Forethought Financial Group, Inc	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	35-1642997				Forethought Services, LLC	DE	IA	Forethought Financial Group, Inc	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		.00000	35-1815415				ForeLife Agency, Inc	IN	IA	Forethought Services, LLC	Ownership	100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
..3891	Goldman Sachs Grp	..91642	06-1016329				Forethought Life Insurance Company	..IN	..IA	Commonwealth Annuity and Life Insurance Company	Ownership	..95.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
..3891	Goldman Sachs Grp	..91642	06-1016329				Forethought Life Insurance Company	..IN	..IA	Forethought Services, LLC	Ownership	..5.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
..3891	Goldman Sachs Grp	..77127	75-2140035				Forethought National Life Insurance Company	..TX	..IA	Forethought Services, LLC	Ownership	..5.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
..3891	Goldman Sachs Grp	..77127	75-2140035				Forethought National Life Insurance Company	..TX	..IA	Commonwealth Annuity and Life Insurance Company	Ownership	..95.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		..00000	00-0000000				FLIC Properties, LLC	..IN	..IA	Forethought Life Insurance Company	Ownership	..100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		..00000	27-0285309				Forethought Holdings, LLC	..IN	..IA	Forethought National Life Insurance Company	Ownership	..100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		
		..00000	81-3323212				Global Atlantic Equipment Management, LLC	..DE	..NIA	Global Atlantic (Fin) Company	Ownership	..100.000	GLOBAL ATLANTIC FINANCIAL GROUP LIMITED		

Asterisk	Explanation

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE Y

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
	98-1089764	Global Atlantic Financial Group Limited		(20,000,000)					*		(20,000,000)	
	80-0891249	Global Atlantic Financial Life Limited					(4,102,940)		*		(4,102,940)	
	38-3898658	Global Atlantic (Fin) Company	40,000,000	(372,112,942)			293,051,436		*	(5,905,625)	(44,967,131)	
	98-1090868	Commonwealth Re Midco Limited		20,000,000					*		20,000,000	
84824	04-6145677	Commonwealth Annuity & Life Ins. Co	50,000,000	(96,250,000)	78,442,001		(48,424,371)	(83,924,815)	*	(12,314,375)	(112,471,560)	4,319,587,810
	AA-3191237	Global Atlantic Re Limited					(16,611,934)	151,711,730	*		135,099,796	(5,138,270,573)
69140	04-1867050	First Allmerica Financial Life Insurance Co.		(75,000,000)	(63,349,083)		(34,852,364)	11,625,048	*		(161,576,399)	1,017,544,534
62200	95-2496321	Accordia Life and Annuity Company		66,000,000	(9,638,180)		2,228,818	14,801,128	*		73,391,766	4,550,452,552
	61-1704043	Ariel Re (Holdings) Limited							*			
	46-2625485	Global Atlantic Risk Services, LLC							*			
	13-3896700	Global Atlantic Risk Advisors, L.P.							*			
	13-3896487	GA Risk Advisors, Inc.							*			
	90-0928452	Global Atlantic Financial Company							*			
	46-3694412	Gotham Issuer, LLC							*			
15333	46-3455515	Gotham Re, Inc.		10,000,000	(16,614,493)			(11,633,267)	*		(18,247,760)	(380,940,941)
	95-2496321	Tapioca View, LLC					1,242,944		*		1,242,944	
15475	46-3465867	Cape Verity I, Inc.		20,000,000	16,369,512			(4,900,347)	*		31,469,165	(1,208,900,682)
15472	46-3475073	Cape Verity II, Inc.							*			(2,612,633,750)
15473	46-3485456	Cape Verity III, Inc.		4,000,000	(5,209,757)			(9,900,781)	*		(11,110,538)	(728,918,163)
	20-0628947	Forethought Financial Group, Inc	(32,545,000)	36,945,000			687,357		*		5,087,357	
	26-1505996	Forethought Capital Funding, Inc					(188,578)		*		(188,578)	
	35-1960899	Global Atlantic Investment Advisors, LLC					(27,450)		*		(27,450)	
	20-3944031	Global Atlantic Distributors, LLC		112,942			(29,587,069)		*		(29,474,127)	
	35-1642997	Forethought Services, LLC	32,545,000	(33,795,000)					*		(1,250,000)	
	35-1815415	ForeLife Agency, Inc							*			
91642	06-1016329	Forethought Life Insurance Company	(90,000,000)	440,000,000			(174,640,794)	(67,778,696)	*		107,580,510	182,079,213
77127	75-2140035	Forethought National Life Insurance Company					(2,808,688)		*		(2,808,688)	
	00-0000000	FLIC Properties, LLC					251,866		*		251,866	
	27-0285309	Forethought Holdings, LLC					3,733,737		*		3,733,737	
	13-3575636	Goldman Sachs Asset Management, L.P. (GSAM fees)					12,323,120		*	18,220,000	30,543,120	
	81-3323212	Global Atlantic Equipment Management, LLC		100,000			(2,275,090)		*		(2,175,090)	
9999999	Control Totals								XXX			

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SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED 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.

	<u>Responses</u>
MARCH FILING	
1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	YES
2. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1?	SEE EXPLANATION
3. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1?	YES
4. Will an actuarial opinion be filed by March 1?	YES
APRIL FILING	
5. Will Management's Discussion and Analysis be filed by April 1?	YES
6. Will the Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1?	WAIVED
7. Will the Adjustment Form (if required) be filed with the state of domicile and the NAIC by April 1?	WAIVED
8. Will the Supplemental Investment Risks Interrogatories be filed by April 1?	YES
JUNE FILING	
9. Will an audited financial report be filed by June 1?	YES
10. Will Accountant's Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1?	SEE EXPLANATION
AUGUST FILING	
11. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1?	YES

The following supplemental reports are required to be filed as part of your annual 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.

MARCH FILING	
12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?	NO
13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?	NO
14. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?	NO
15. Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1?	NO
16. Will the actuarial opinion on non-guaranteed elements as required in interrogatory #3 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1?	YES
17. Will the actuarial opinion on X-Factors be filed with the state of domicile and electronically with the NAIC by March 1?	YES
18. Will the actuarial opinion on Separate Accounts Funding Guaranteed Minimum Benefit be filed with the state of domicile and electronically with the NAIC by March 1?	NO
19. Will the actuarial opinion on Synthetic Guaranteed Investment Contracts be filed with the state of domicile and electronically with the NAIC by March 1?	NO
20. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1?	NO
21. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1?	NO
22. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC by March 1?	NO
23. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC by March 1?	NO
24. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC by March 1?	YES
25. Will the C-3 RBC Certifications required under C-3 Phase I be filed with the state of domicile and electronically with the NAIC by March 1?	NO
26. Will the C-3 RBC Certifications required under C-3 Phase II be filed with the state of domicile and electronically with the NAIC by March 1?	NO

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

- 27. Will the Actuarial Certifications Related to Annuity Nonforfeiture Ongoing Compliance for Equity Indexed Annuities be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 28. Will the actuarial opinion required by the Modified Guaranteed Annuity Model Regulation be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 29. Will the Actuarial Certifications Related to Hedging required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 30. Will the Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 31. Will the Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 32. Will the Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO
- 33. Will the Actuarial Certification regarding the use of 2001 Preferred Class Tables required by the Model Regulation Permitting the Recognition of Preferred Mortality Tables for Use in Determining Minimum Reserve Liabilities be filed with the state of domicile and electronically with the NAIC by March 1? YES
- 34. Will the Worker's Compensation Carve-Out Supplement be filed by March 1? NO
- 35. Will Supplemental Schedule O be filed with the state of domicile and the NAIC by March 1? NO
- 36. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? NO
- 37. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? NO
- 38. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? NO
- 39. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? NO
- 40. Will the confidential Regulatory Asset Adequacy Issues Summary (RAAIS) required by Actuarial Opinion and Memorandum Regulation (Model 822), Section 7A(5) be filed with the state of domicile by March 15? YES

APRIL FILING

- 41. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? NO
- 42. Will the Interest-Sensitive Life Insurance Products Report Forms be filed with the state of domicile and the NAIC by April 1? YES
- 43. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? NO
- 44. Will the Accident and Health Policy Experience Exhibit be filed by April 1? NO
- 45. Will the Analysis of Annuity Operations by Lines of Business be filed with the state of domicile and the NAIC by April 1? NO
- 46. Will the Analysis of Increase in Annuity Reserves During the Year be filed with the state of domicile and the NAIC by April 1? NO
- 47. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? NO
- 48. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? NO
- 49. Will the confidential Actuarial Memorandum required by Actuarial Guideline XXXVIII 8D be filed with the state of domicile by April 30? NO
- 50. Will the Supplemental XXX/AXXX Reinsurance Exhibit be filed with the state of domicile and the NAIC by April 1? YES

AUGUST FILING

- 51. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? YES

Explanations:

- 2. The Company is not required to file with the NAIC
- 10. The Company is not required to file with the NAIC
- 12. The Company only has one shareholder
- 13. The Company has no Medicare Supplement Insurance Business
- 14. The Company has no trustee surplus
- 15. The Company has no participating business
- 18. The Company has no Separate Accounts Funding Guaranteed Minimum Benefit
- 19. The Company has no Synthetic GIC Contracts
- 20. The Reasonableness and Consistency of Assumption Certificate (updated Market Value) will be filed
- 21. The Company has no indexed annuity contracts
- 22. The Reasonableness and Consistency of Assumption Certificate (updated Market Value) will be filed
- 23. The Reasonableness and Consistency of Assumption Certificate (updated Market Value) will be filed
- 25. The Company is not required to file this form
- 26. The Company is not required to file this form
- 27. The Company has no annuity contracts
- 28. The Company has no Modified Guarantee Annuities
- 29. Not applicable to variable business in force
- 30. Not applicable to variable business in force
- 31. The Company has no variable contracts
- 32. The Company has no variable contracts
- 34. The Company has no Workers Compensation business
- 35. The Company has no Accident and Health Business
- 36. The Company has no Medicare Part D coverage business
- 37. Audit partner has not exceeded five years
- 38. There are no employees currently in cooling off periods
- 39. The Company is not seeking relief from these requirements
- 41. The Company has no long-term business
- 43. The Company has no credit insurance business
- 44. The Company has no Accident and Health Business
- 45. The Company has no annuity business
- 46. The Company has no annuity business
- 47. The Company has no health business
- 48. The Company has no health business
- 49. The Company is exempt from the requirements of section 8D of AG38

Bar Codes:

6. Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit [Document Identifier 290]



7. Adjustment Form [Document Identifier 300]



12. SIS Stockholder Information Supplement [Document Identifier 420]



13. Medicare Supplement Insurance Experience Exhibit [Document Identifier 360]



14. Trustee Surplus Statement [Document Identifier 490]



15. Participating Opinion for Exhibit 5 [Document Identifier 371]



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

18. Actuarial Opinion on Separate Accounts Funding Guaranteed Minimum Benefit [Document Identifier 443]	 1 5 4 7 5 2 0 1 6 4 4 3 0 0 0 0 0
19. Actuarial Opinion on Synthetic Guaranteed Investment Contracts [Document Identifier 444]	 1 5 4 7 5 2 0 1 6 4 4 4 0 0 0 0 0
20. Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 445]	 1 5 4 7 5 2 0 1 6 4 4 5 0 0 0 0 0
21. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 446]	 1 5 4 7 5 2 0 1 6 4 4 6 0 0 0 0 0
22. Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI [Document Identifier 447]	 1 5 4 7 5 2 0 1 6 4 4 7 0 0 0 0 0
23. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI [Document Identifier 448]	 1 5 4 7 5 2 0 1 6 4 4 8 0 0 0 0 0
25. C-3 RBC Certifications Required Under C-3 Phase I [Document Identifier 450]	 1 5 4 7 5 2 0 1 6 4 5 0 0 0 0 0 0
26. C-3 RBC Certifications Required Under C-3 Phase II [Document Identifier 451]	 1 5 4 7 5 2 0 1 6 4 5 1 0 0 0 0 0
27. Actuarial Certifications Related to Annuity Nonforfeiture Ongoing Compliance for Equity Indexed Annuities [Document Identifier 452]	 1 5 4 7 5 2 0 1 6 4 5 2 0 0 0 0 0
28. Modified Guaranteed Annuity Model Regulation [Document Identifier 453]	 1 5 4 7 5 2 0 1 6 4 5 3 0 0 0 0 0
29. Actuarial Certifications Related to Hedging required by Actuarial Guideline XLIII [Document Identifier 436]	 1 5 4 7 5 2 0 1 6 4 3 6 0 0 0 0 0
30. Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII [Document Identifier 437]	 1 5 4 7 5 2 0 1 6 4 3 7 0 0 0 0 0
31. Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII [Document Identifier 438]	 1 5 4 7 5 2 0 1 6 4 3 8 0 0 0 0 0
32. Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII [Document Identifier 439]	 1 5 4 7 5 2 0 1 6 4 3 9 0 0 0 0 0
34. Workers' Compensation Carve-Out Supplement [Document Identifier 495]	 1 5 4 7 5 2 0 1 6 4 9 5 0 0 0 0 0
35. Supplemental Schedule O [Document Identifier 465]	 1 5 4 7 5 2 0 1 6 4 6 5 0 0 0 0 0
36. Medicare Part D Coverage Supplement [Document Identifier 365]	 1 5 4 7 5 2 0 1 6 3 6 5 0 0 0 0 0
37. Relief from the five-year rotation requirement for lead audit partner [Document Identifier 224]	 1 5 4 7 5 2 0 1 6 2 2 4 0 0 0 0 0
38. Relief from the one-year cooling off period for independent CPA [Document Identifier 225]	 1 5 4 7 5 2 0 1 6 2 2 5 0 0 0 0 0
39. Relief from the Requirements for Audit Committees [Document Identifier 226]	 1 5 4 7 5 2 0 1 6 2 2 6 0 0 0 0 0
41. Long-Term Care Experience Reporting Forms [Document Identifier 306]	 1 5 4 7 5 2 0 1 6 3 0 6 0 0 0 0 0
43. Credit Insurance Experience Exhibit [Document Identifier 230]	 1 5 4 7 5 2 0 1 6 2 3 0 0 0 0 0 0
44. Accident and Health Policy Experience Exhibit [Document Identifier 210]	 1 5 4 7 5 2 0 1 6 2 1 0 0 0 0 0 0
45. Analysis of Annuity Operations by Lines of Business [Document Identifier 510]	 1 5 4 7 5 2 0 1 6 5 1 0 0 0 0 0 0
46. Analysis of Increase in Annuity Reserves During the Year [Document Identifier 515]	 1 5 4 7 5 2 0 1 6 5 1 5 0 0 0 0 0
47. Supplemental Health Care Exhibit (Parts 1, 2 and 3) [Document Identifier 216]	 1 5 4 7 5 2 0 1 6 2 1 6 0 0 0 0 0
48. Supplemental Health Care Exhibit's Expense Allocation Report [Document Identifier 217]	 1 5 4 7 5 2 0 1 6 2 1 7 0 0 0 0 0
49. Actuarial Memorandum Required by Actuarial Guideline XXXVIII 8D [Document Identifier 435]	 1 5 4 7 5 2 0 1 6 4 3 5 0 0 0 0 0

OVERFLOW PAGE FOR WRITE-INS

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities		0.000				0.000
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies		0.000				0.000
1.22 Issued by U.S. government sponsored agencies		0.000				0.000
1.3 Non-U.S. government (including Canada, excluding mortgaged-backed securities)	2,632,128	0.353	2,632,128		2,632,128	0.353
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S. :						
1.41 States, territories and possessions general obligations	10,031,820	1.345	10,031,820		10,031,820	1.345
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	22,397,323	3.003	22,397,323		22,397,323	3.003
1.43 Revenue and assessment obligations	37,313,425	5.003	37,313,425		37,313,425	5.003
1.44 Industrial development and similar obligations		0.000				0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA		0.000				0.000
1.512 Issued or guaranteed by FNMA and FHLMC		0.000				0.000
1.513 All other		0.000				0.000
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	17,299,499	2.320	17,299,499		17,299,499	2.320
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521		0.000				0.000
1.523 All other	34,774,734	4.663	34,774,734		34,774,734	4.663
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	521,519,014	69.930	521,519,014		521,519,014	69.930
2.2 Unaffiliated non-U.S. securities (including Canada)	70,594,229	9.466	70,594,229		70,594,229	9.466
2.3 Affiliated securities	2,210,486	0.296	2,210,486		2,210,486	0.296
3. Equity interests:						
3.1 Investments in mutual funds		0.000				0.000
3.2 Preferred stocks:						
3.21 Affiliated		0.000				0.000
3.22 Unaffiliated		0.000				0.000
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated		0.000				0.000
3.32 Unaffiliated		0.000				0.000
3.4 Other equity securities:						
3.41 Affiliated		0.000				0.000
3.42 Unaffiliated		0.000				0.000
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated		0.000				0.000
3.52 Unaffiliated		0.000				0.000
4. Mortgage loans:						
4.1 Construction and land development	4,957,982	0.665	4,957,982		4,957,982	0.665
4.2 Agricultural		0.000				0.000
4.3 Single family residential properties		0.000				0.000
4.4 Multifamily residential properties		0.000				0.000
4.5 Commercial loans	4,389,069	0.589	4,389,069		4,389,069	0.589
4.6 Mezzanine real estate loans		0.000				0.000
5. Real estate investments:						
5.1 Property occupied by company		0.000				0.000
5.2 Property held for production of income (including \$ of property acquired in satisfaction of debt)		0.000				0.000
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)		0.000				0.000
6. Contract loans	10,664,531	1.430	10,664,531		10,664,531	1.430
7. Derivatives		0.000				0.000
8. Receivables for securities		0.000				0.000
9. Securities Lending (Line 10, Asset Page reinvested collateral)		0.000		XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	6,990,736	0.937	6,990,736		6,990,736	0.937
11. Other invested assets		0.000				0.000
12. Total invested assets	745,774,977	100.000	745,774,976		745,774,976	100.000

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
SCHEDULE A - VERIFICATION BETWEEN YEARS
 Real Estate

1.	Book/adjusted carrying value, December 31 of prior year	
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 6)	
2.2	Additional investment made after acquisition (Part 2, Column 9)	
3.	Current year change in encumbrances:	
3.1	Totals, Part 1, Column 13	
3.2	Totals, Part 3, Column 11	
4.	Total gain (loss) on disposals, Part 3, Column 18	
5.	Deduct amounts received on disposals, Part 3, Column 15	
6.	Total foreign exchange change in book/adjusted carrying value:	
6.1	Totals, Part 1, Column 15	
6.2	Totals, Part 3, Column 13	
7.	Deduct current year's other than temporary impairment recognized:	
7.1	Totals, Part 1, Column 12	
7.2	Totals, Part 3, Column 10	
8.	Deduct current year's depreciation:	
8.1	Totals, Part 1, Column 11	
8.2	Totals, Part 3, Column 9	
9.	Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	
10.	Deduct total nonadmitted amounts	
11.	Statement value at end of current period (Line 9 minus Line 10)	

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS
 Mortgage Loans

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year	15,388,063
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 7)	
2.2	Additional investment made after acquisition (Part 2, Column 8)	
3.	Capitalized deferred interest and other:	
3.1	Totals, Part 1, Column 12	
3.2	Totals, Part 3, Column 11	
4.	Accrual of discount	
5.	Unrealized valuation increase (decrease):	
5.1	Totals, Part 1, Column 9	
5.2	Totals, Part 3, Column 8	
6.	Total gain (loss) on disposals, Part 3, Column 18	
7.	Deduct amounts received on disposals, Part 3, Column 15	5,817,854
8.	Deduct amortization of premium and mortgage interest points and commitment fees	223,158
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest:	
9.1	Totals, Part 1, Column 13	
9.2	Totals, Part 3, Column 13	
10.	Deduct current year's other than temporary impairment recognized:	
10.1	Totals, Part 1, Column 11	
10.2	Totals, Part 3, Column 10	
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	9,347,051
12.	Total valuation allowance	
13.	Subtotal (Line 11 plus 12)	9,347,051
14.	Deduct total nonadmitted amounts	
15.	Statement value of mortgages owned at end of current period (Line 13 minus Line 14)	9,347,051

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
SCHEDULE BA - VERIFICATION BETWEEN YEARS
 Other Long-Term Invested Assets

1.	Book/adjusted carrying value, December 31 of prior year	
2.	Cost of acquired:	
	2.1 Actual cost at time of acquisition (Part 2, Column 8)	
	2.2 Additional investment made after acquisition (Part 2, Column 9)	
3.	Capitalized deferred interest and other:	
	3.1 Totals, Part 1, Column 16	
	3.2 Totals, Part 3, Column 12	
4.	Accrual of discount	
5.	Unrealized valuation increase (decrease):	
	5.1 Totals, Part 1, Column 13	
	5.2 Totals, Part 3, Column 9	
6.	Total gain (loss) on disposals, Part 3, Column 19	
7.	Deduct amounts received on disposals, Part 3, Column 18	
8.	Deduct amortization of premium and depreciation	
9.	Total foreign exchange change in book/adjusted carrying value:	
	9.1 Totals, Part 1, Column 17	
	9.2 Totals, Part 3, Column 14	
10.	Deduct current year's other than temporary impairment recognized:	
	10.1 Totals, Part 1, Column 15	
	10.2 Totals, Part 3, Column 11	
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	
12.	Deduct total nonadmitted amounts	
13.	Statement value at end of current period (Line 11 minus Line 12)	

NONE

SCHEDULE D - VERIFICATION BETWEEN YEARS
 Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year	646,066,843
2.	Cost of bonds and stocks acquired, Part 3, Column 7	311,111,709
3.	Accrual of discount	2,637,360
4.	Unrealized valuation increase (decrease):	
	4.1. Part 1, Column 12	
	4.2. Part 2, Section 1, Column 15	
	4.3. Part 2, Section 2, Column 13	
	4.4. Part 4, Column 11	
5.	Total gain (loss) on disposals, Part 4, Column 19	10,272,692
6.	Deduction consideration for bonds and stocks disposed of, Part 4, Column 7	249,767,296
7.	Deduct amortization of premium	1,548,649
8.	Total foreign exchange change in book/adjusted carrying value:	
	8.1. Part 1, Column 15	
	8.2. Part 2, Section 1, Column 19	
	8.3. Part 2, Section 2, Column 16	
	8.4. Part 4, Column 15	
9.	Deduct current year's other than temporary impairment recognized:	
	9.1. Part 1, Column 14	
	9.2. Part 2, Section 1, Column 17	
	9.3. Part 2, Section 2, Column 14	
	9.4. Part 4, Column 13	
10.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	718,772,659
11.	Deduct total nonadmitted amounts	
12.	Statement value at end of current period (Line 10 minus Line 11)	718,772,659

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States				
	2. Canada				
	3. Other Countries	2,632,128	2,504,900	2,633,600	2,500,000
	4. Totals	2,632,128	2,504,900	2,633,600	2,500,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	10,031,821	9,672,520	10,094,189	7,425,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	22,397,323	24,914,777	22,498,846	18,767,825
U.S. Special Revenue and Special Assessment Obligations and all Non- Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions	7. Totals	54,612,923	56,493,583	54,647,664	51,922,000
Industrial and Miscellaneous, SVO Identified Funds and Hybrid Securities (unaffiliated)	8. United States	556,293,749	563,176,142	556,355,411	532,020,762
	9. Canada	17,565,164	18,047,163	17,604,217	17,100,000
	10. Other Countries	53,029,065	54,358,809	52,235,831	52,500,000
	11. Totals	626,887,978	635,582,114	626,195,459	601,620,762
Parent, Subsidiaries and Affiliates	12. Totals	2,210,486	2,417,260	2,234,961	2,000,000
	13. Total Bonds	718,772,659	731,585,154	718,304,719	684,235,587
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. Totals				
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks				
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. Totals				
Parent, Subsidiaries and Affiliates	24. Totals				
	25. Total Common Stocks				
	26. Total Stocks				
	27. Total Bonds and Stocks	718,772,659	731,585,154	718,304,719	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
1. U.S. Governments												
1.1 NAIC 1	6,990,736					XXX	6,990,736	1.0	9,997,997	1.5	6,990,736	
1.2 NAIC 2						XXX						
1.3 NAIC 3						XXX						
1.4 NAIC 4						XXX						
1.5 NAIC 5						XXX						
1.6 NAIC 6						XXX						
1.7 Totals	6,990,736					XXX	6,990,736	1.0	9,997,997	1.5	6,990,736	
2. All Other Governments												
2.1 NAIC 1					2,632,128	XXX	2,632,128	0.4				2,632,128
2.2 NAIC 2						XXX						
2.3 NAIC 3						XXX						
2.4 NAIC 4						XXX						
2.5 NAIC 5						XXX						
2.6 NAIC 6						XXX						
2.7 Totals					2,632,128	XXX	2,632,128	0.4				2,632,128
3. U.S. States, Territories and Possessions etc., Guaranteed												
3.1 NAIC 1					8,399,245	XXX	8,399,245	1.2	2,963,239	0.5	8,399,245	
3.2 NAIC 2			330,783	1,301,792		XXX	1,632,575	0.2	1,623,920	0.2	1,632,575	
3.3 NAIC 3						XXX						
3.4 NAIC 4						XXX						
3.5 NAIC 5						XXX						
3.6 NAIC 6						XXX						
3.7 Totals			330,783	1,301,792	8,399,245	XXX	10,031,820	1.4	4,587,159	0.7	10,031,820	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed												
4.1 NAIC 1					22,397,323	XXX	22,397,323	3.1	13,122,405	2.0	22,397,323	
4.2 NAIC 2						XXX						
4.3 NAIC 3						XXX						
4.4 NAIC 4						XXX						
4.5 NAIC 5						XXX						
4.6 NAIC 6						XXX						
4.7 Totals					22,397,323	XXX	22,397,323	3.1	13,122,405	2.0	22,397,323	
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed												
5.1 NAIC 1		1,637,129	17,610,216	3,235,847	27,580,134	XXX	50,063,326	6.9	21,083,214	3.2	48,717,030	1,346,296
5.2 NAIC 2					4,549,597	XXX	4,549,597	0.6	4,569,806	0.7	4,549,597	
5.3 NAIC 3						XXX						
5.4 NAIC 4						XXX						
5.5 NAIC 5						XXX						
5.6 NAIC 6						XXX						
5.7 Totals		1,637,129	17,610,216	3,235,847	32,129,731	XXX	54,612,923	7.5	25,653,020	3.9	53,266,627	1,346,296

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
6. Industrial & Miscellaneous (Unaffiliated)												
6.1 NAIC 1	4,678,271	30,676,449	39,134,187	63,697,648	182,424,990	XXX	320,611,545	44.2	356,562,860	54.2	236,115,111	84,496,434
6.2 NAIC 2		1,113,448	25,553,881	33,892,918	243,716,186	XXX	304,276,433	41.9	245,610,596	37.3	267,384,178	36,892,255
6.3 NAIC 3					2,000,000	XXX	2,000,000	0.3	2,609,681	0.4	2,000,000	
6.4 NAIC 4						XXX						
6.5 NAIC 5						XXX						
6.6 NAIC 6						XXX						
6.7 Totals	4,678,271	31,789,897	64,688,068	97,590,566	428,141,176	XXX	626,887,978	86.4	604,783,137	91.9	505,499,289	121,388,689
7. Hybrid Securities												
7.1 NAIC 1						XXX						
7.2 NAIC 2						XXX						
7.3 NAIC 3						XXX						
7.4 NAIC 4						XXX						
7.5 NAIC 5						XXX						
7.6 NAIC 6						XXX						
7.7 Totals						XXX						
8. Parent, Subsidiaries and Affiliates												
8.1 NAIC 1				2,210,486		XXX	2,210,486	0.3			2,210,486	
8.2 NAIC 2						XXX						
8.3 NAIC 3						XXX						
8.4 NAIC 4						XXX						
8.5 NAIC 5						XXX						
8.6 NAIC 6						XXX						
8.7 Totals				2,210,486		XXX	2,210,486	0.3			2,210,486	
9. SVO Identified Funds												
9.1 NAIC 1	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.2 NAIC 2	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.3 NAIC 3	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.4 NAIC 4	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.5 NAIC 5	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.6 NAIC 6	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.7 Totals	XXX	XXX	XXX	XXX	XXX				XXX	XXX		

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
10. Total Bonds Current Year												
10.1 NAIC 1	(d) 11,669,007	32,313,578	56,744,403	69,143,981	243,433,820		413,304,789	56.9	XXX	XXX	324,829,931	88,474,858
10.2 NAIC 2	(d)	1,113,448	25,884,664	35,194,710	248,265,783		310,458,605	42.8	XXX	XXX	273,566,350	36,892,255
10.3 NAIC 3	(d)				2,000,000		2,000,000	0.3	XXX	XXX	2,000,000	
10.4 NAIC 4	(d)								XXX	XXX		
10.5 NAIC 5	(d)								XXX	XXX		
10.6 NAIC 6	(d)						(c)		XXX	XXX		
10.7 Totals	11,669,007	33,427,026	82,629,067	104,338,691	493,699,603		(b) 725,763,394	100.0	XXX	XXX	600,396,281	125,367,113
10.8 Line 10.7 as a % of Col. 7	1.6	4.6	11.4	14.4	68.0		100.0	XXX	XXX	XXX	82.7	17.3
11. Total Bonds Prior Year												
11.1 NAIC 1	21,804,967	20,144,247	42,463,704	82,901,676	236,415,121	XXX	XXX	XXX	403,729,715	61.3	316,101,403	87,628,312
11.2 NAIC 2		6,682,119	1,058,179	32,827,509	211,236,515	XXX	XXX	XXX	251,804,322	38.3	215,059,951	36,744,371
11.3 NAIC 3					2,609,681	XXX	XXX	XXX	2,609,681	0.4	2,609,681	
11.4 NAIC 4						XXX	XXX	XXX				
11.5 NAIC 5						XXX	XXX	XXX				
11.6 NAIC 6						XXX	XXX	XXX	(c)	(c)		
11.7 Totals	21,804,967	26,826,366	43,521,883	115,729,185	450,261,317	XXX	XXX	XXX	(b) 658,143,718	100.0	533,771,035	124,372,683
11.8 Line 11.7 as a % of Col. 9	3.3	4.1	6.6	17.6	68.4	XXX	XXX	XXX	100.0	XXX	81.1	18.9
12. Total Publicly Traded Bonds												
12.1 NAIC 1	10,149,280	10,809,579	25,653,173	45,045,722	233,172,177		324,829,931	44.8	316,101,403	48.0	324,829,931	XXX
12.2 NAIC 2			10,057,607	34,862,063	228,646,679		273,566,349	37.7	215,059,951	32.7	273,566,349	XXX
12.3 NAIC 3					2,000,000		2,000,000	0.3	2,609,681	0.4	2,000,000	XXX
12.4 NAIC 4												XXX
12.5 NAIC 5												XXX
12.6 NAIC 6												XXX
12.7 Totals	10,149,280	10,809,579	35,710,780	79,907,785	463,818,856		600,396,280	82.7	533,771,035	81.1	600,396,280	XXX
12.8 Line 12.7 as a % of Col. 7	1.7	1.8	5.9	13.3	77.3		100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 7, Section 10	1.4	1.5	4.9	11.0	63.9		82.7	XXX	XXX	XXX	82.7	XXX
13. Total Privately Placed Bonds												
13.1 NAIC 1	1,519,727	21,503,999	31,091,230	24,098,259	10,261,643		88,474,858	12.2	87,628,312	13.3	XXX	88,474,858
13.2 NAIC 2		1,113,448	15,827,057	332,647	19,619,104		36,892,256	5.1	36,744,371	5.6	XXX	36,892,256
13.3 NAIC 3											XXX	
13.4 NAIC 4											XXX	
13.5 NAIC 5											XXX	
13.6 NAIC 6											XXX	
13.7 Totals	1,519,727	22,617,447	46,918,287	24,430,906	29,880,747		125,367,114	17.3	124,372,683	18.9	XXX	125,367,114
13.8 Line 13.7 as a % of Col. 7	1.2	18.0	37.4	19.5	23.8		100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 7, Section 10	0.2	3.1	6.5	3.4	4.1		17.3	XXX	XXX	XXX	XXX	17.3

(a) Includes \$ 125,367,113 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ current year, \$ prior year of bonds with Z designations and \$, current year \$ prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.

(c) Includes \$ current year, \$ prior year of bonds with 5* designations and \$, current year \$ prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the (SVO) in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) Includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ 6,990,736 ; NAIC 2 \$; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.6	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
1. U.S. Governments												
1.1 Issuer Obligations	6,990,736					XXX	6,990,736	1.0	9,997,997	1.5	6,990,736	
1.2 Residential Mortgage-Backed Securities						XXX						
1.3 Commercial Mortgage-Backed Securities						XXX						
1.4 Other Loan-Backed and Structured Securities						XXX						
1.5 Totals	6,990,736					XXX	6,990,736	1.0	9,997,997	1.5	6,990,736	
2. All Other Governments												
2.1 Issuer Obligations					2,632,128	XXX	2,632,128	0.4				2,632,128
2.2 Residential Mortgage-Backed Securities						XXX						
2.3 Commercial Mortgage-Backed Securities						XXX						
2.4 Other Loan-Backed and Structured Securities						XXX						
2.5 Totals					2,632,128	XXX	2,632,128	0.4				2,632,128
3. U.S. States, Territories and Possessions, Guaranteed												
3.1 Issuer Obligations			330,783	1,301,792	8,399,245	XXX	10,031,820	1.4	4,587,159	0.7	10,031,820	
3.2 Residential Mortgage-Backed Securities						XXX						
3.3 Commercial Mortgage-Backed Securities						XXX						
3.4 Other Loan-Backed and Structured Securities						XXX						
3.5 Totals			330,783	1,301,792	8,399,245	XXX	10,031,820	1.4	4,587,159	0.7	10,031,820	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed												
4.1 Issuer Obligations					22,397,323	XXX	22,397,323	3.1	13,122,405	2.0	22,397,323	
4.2 Residential Mortgage-Backed Securities						XXX						
4.3 Commercial Mortgage-Backed Securities						XXX						
4.4 Other Loan-Backed and Structured Securities						XXX						
4.5 Totals					22,397,323	XXX	22,397,323	3.1	13,122,405	2.0	22,397,323	
5. U.S. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed												
5.1 Issuer Obligations		1,089,942	310,718	3,235,847	32,129,731	XXX	36,766,238	5.1	24,325,775	3.7	36,766,238	
5.2 Residential Mortgage-Backed Securities						XXX						
5.3 Commercial Mortgage-Backed Securities			17,299,499			XXX	17,299,499	2.4	1,327,246	0.2	15,953,201	1,346,298
5.4 Other Loan-Backed and Structured Securities		547,187				XXX	547,187	0.1			547,187	
5.5 Totals		1,637,129	17,610,217	3,235,847	32,129,731	XXX	54,612,924	7.5	25,653,021	3.9	53,266,626	1,346,298
6. Industrial and Miscellaneous												
6.1 Issuer Obligations		1,113,448	26,666,106	70,890,355	423,361,314	XXX	522,031,223	71.9	498,133,183	75.7	479,919,146	42,112,077
6.2 Residential Mortgage-Backed Securities	1,889,375	5,348,303	3,446,505	2,491,689	935,235	XXX	14,111,107	1.9	9,563,394	1.5	14,111,107	
6.3 Commercial Mortgage-Backed Securities	770,784	5,919,472	5,408,634	8,476,866	87,873	XXX	20,663,629	2.8	24,120,924	3.7	2,041,688	18,621,941
6.4 Other Loan-Backed and Structured Securities	2,018,112	19,408,675	29,166,823	15,731,657	3,756,754	XXX	70,082,021	9.7	72,965,637	11.1	9,427,349	60,654,672
6.5 Totals	4,678,271	31,789,898	64,688,068	97,590,567	428,141,176	XXX	626,887,980	86.4	604,783,138	91.9	505,499,290	121,388,690
7. Hybrid Securities												
7.1 Issuer Obligations						XXX						
7.2 Residential Mortgage-Backed Securities						XXX						
7.3 Commercial Mortgage-Backed Securities						XXX						
7.4 Other Loan-Backed and Structured Securities						XXX						
7.5 Totals						XXX						
8. Parent, Subsidiaries and Affiliates												
8.1 Issuer Obligations				2,210,486		XXX	2,210,486	0.3			2,210,486	
8.2 Residential Mortgage-Backed Securities						XXX						
8.3 Commercial Mortgage-Backed Securities						XXX						
8.4 Other Loan-Backed and Structured Securities						XXX						
8.5 Totals				2,210,486		XXX	2,210,486	0.3			2,210,486	

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.6	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
9. SVO Identified Funds												
9.1 Exchange Traded Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.2 Bond Mutual Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
9.3 Totals	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
10. Total Bonds Current Year												
10.1 Issuer Obligations	6,990,736	2,203,390	27,307,607	77,638,480	488,919,741	XXX	603,059,954	83.1	XXX	XXX	558,315,749	44,744,205
10.2 Residential Mortgage-Backed Securities	1,889,375	5,348,303	3,446,505	2,491,689	935,235	XXX	14,111,107	1.9	XXX	XXX	14,111,107	
10.3 Commercial Mortgage-Backed Securities	770,784	5,919,472	22,708,133	8,476,866	87,873	XXX	37,963,128	5.2	XXX	XXX	17,994,889	19,968,239
10.4 Other Loan-Backed and Structured Securities	2,018,112	19,955,862	29,166,823	15,731,657	3,756,754	XXX	70,629,208	9.7	XXX	XXX	9,974,536	60,654,672
10.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
10.6 Totals	11,669,007	33,427,027	82,629,068	104,338,692	493,699,603		725,763,397	100.0	XXX	XXX	600,396,281	125,367,116
10.7 Line 10.6 as a % of Col. 7	1.6	4.6	11.4	14.4	68.0		100.0	XXX	XXX	XXX	82.7	17.3
11. Total Bonds Prior Year												
11.1 Issuer Obligations	18,076,668	7,188,465	1,299,099	78,512,989	445,089,298	XXX	XXX	XXX	550,166,519	83.6	506,366,757	43,799,762
11.2 Residential Mortgage-Backed Securities	1,086,774	3,566,584	2,463,593	2,201,229	245,214	XXX	XXX	XXX	9,563,394	1.5	9,563,394	
11.3 Commercial Mortgage-Backed Securities	896,417	5,939,367	7,865,071	10,614,837	132,478	XXX	XXX	XXX	25,448,170	3.9	2,046,553	23,401,617
11.4 Other Loan-Backed and Structured Securities	1,745,107	10,131,950	31,894,122	24,400,131	4,794,327	XXX	XXX	XXX	72,965,637	11.1	15,794,333	57,171,304
11.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
11.6 Totals	21,804,966	26,826,366	43,521,885	115,729,186	450,261,317	XXX	XXX	XXX	658,143,720	100.0	533,771,037	124,372,683
11.7 Line 11.6 as a % of Col. 9	3.3	4.1	6.6	17.6	68.4	XXX	XXX	XXX	100.0	XXX	81.1	18.9
12. Total Publicly Traded Bonds												
12.1 Issuer Obligations	6,990,736	1,089,942	11,480,550	76,000,816	462,753,705	XXX	558,315,749	76.9	506,366,757	76.9	558,315,749	XXX
12.2 Residential Mortgage-Backed Securities	1,889,375	5,348,303	3,446,505	2,491,689	935,235	XXX	14,111,107	1.9	9,563,394	1.5	14,111,107	XXX
12.3 Commercial Mortgage-Backed Securities			17,994,889			XXX	17,994,889	2.5	2,046,553	0.3	17,994,889	XXX
12.4 Other Loan-Backed and Structured Securities	1,269,169	4,371,334	2,788,836	1,415,281	129,916	XXX	9,974,536	1.4	15,794,333	2.4	9,974,536	XXX
12.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
12.6 Totals	10,149,280	10,809,579	35,710,780	79,907,786	463,818,856		600,396,281	82.7	533,771,037	81.1	600,396,281	XXX
12.7 Line 12.6 as a % of Col. 7	1.7	1.8	5.9	13.3	77.3		100.0	XXX	XXX	XXX	100.0	XXX
12.8 Line 12.6 as a % of Line 10.6, Col. 7, Section 10	1.4	1.5	4.9	11.0	63.9		82.7	XXX	XXX	XXX	82.7	XXX
13. Total Privately Placed Bonds												
13.1 Issuer Obligations		1,113,448	15,827,057	1,637,664	26,166,036	XXX	44,744,205	6.2	43,799,762	6.7	XXX	44,744,205
13.2 Residential Mortgage-Backed Securities						XXX					XXX	
13.3 Commercial Mortgage-Backed Securities	770,784	5,919,472	4,713,244	8,476,866	87,873	XXX	19,968,239	2.8	23,401,617	3.6	XXX	19,968,239
13.4 Other Loan-Backed and Structured Securities	748,943	15,584,528	26,377,987	14,316,376	3,626,838	XXX	60,654,672	8.4	57,171,304	8.7	XXX	60,654,672
13.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX				XXX	XXX		
13.6 Totals	1,519,727	22,617,448	46,918,288	24,430,906	29,880,747		125,367,116	17.3	124,372,683	18.9	XXX	125,367,116
13.7 Line 13.6 as a % of Col. 7	1.2	18.0	37.4	19.5	23.8		100.0	XXX	XXX	XXX	XXX	100.0
13.8 Line 13.6 as a % of Line 10.6, Col. 7, Section 10	0.2	3.1	6.5	3.4	4.1		17.3	XXX	XXX	XXX	XXX	17.3

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.
SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	12,076,874	12,076,874			
2. Cost of short-term investments acquired	254,960,738	254,960,738			
3. Accrual of discount	2,120	2,120			
4. Unrealized valuation increase (decrease)					
5. Total gain (loss) on disposals	(832)	(832)			
6. Deduct consideration received on disposals	260,047,269	260,047,269			
7. Deduct amortization of premium	895	895			
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)	6,990,736	6,990,736			
11. Deduct total nonadmitted amounts					
12. Statement value at end of current period (Line 10 minus Line 11)	6,990,736	6,990,736			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

NONE

Schedule DB - Part B - Verification - Futures Contracts

NONE

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

NONE

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

NONE

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of
Derivatives

NONE

Schedule E - Verification - Cash Equivalents

NONE

Schedule A - Part 1 - Real Estate Owned

NONE

Schedule A - Part 2 - Real Estate Acquired and Additions Made

NONE

Schedule A - Part 3 - Real Estate Disposed

NONE

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE B - PART 1

Showing All Mortgage Loans OWNED December 31 of Current Year

1 Loan Number	2 Code	3 Location		5 Loan Type	6 Date Acquired	7 Rate of Interest	8 Book Value/Recorded Investment Excluding Accrued Interest	Change in Book Value/Recorded Investment					14 Value of Land and Buildings	15 Date of Last Appraisal or Valuation
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Amortization)/ Accretion	11 Current Year's Other-Than-Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Foreign Exchange Change in Book Value		
80514301		Louisville	KY		10/01/2013	7.900	1,766,338		(71,977)				12,000,000	12/11/2016
80514318		Roanoke	VA		10/01/2013	5.720	4,957,982		(26,104)				14,000,000	06/21/2016
80514320		Riverside	CA		10/01/2013	5.930	2,622,732		(69,087)				7,000,000	11/04/2016
0599999. Mortgages in good standing - Commercial mortgages-all other							9,347,052		(167,168)				33,000,000	XXX
0899999. Total Mortgages in good standing							9,347,052		(167,168)				33,000,000	XXX
1699999. Total - Restructured Mortgages														XXX
2499999. Total - Mortgages with overdue interest over 90 days														XXX
3299999. Total - Mortgages in the process of foreclosure														XXX
3399999 - Totals							9,347,052		(167,168)				33,000,000	XXX

General Interrogatory:

1. Mortgages in good standing \$ unpaid taxes \$ interest due and unpaid.
2. Restructured mortgages \$ unpaid taxes \$ interest due and unpaid.
3. Mortgages with overdue interest over 90 days not in process of foreclosure \$ unpaid taxes \$ interest due and unpaid.
4. Mortgages in process of foreclosure \$ unpaid taxes \$ interest due and unpaid.

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisition	9 Value of Land and Buildings
	2 City	3 State						
NONE								
3399999 - Totals								

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Change in Book Value/Recorded Investment					14 Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	15 Consid- eration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization) /Accretion	10 Current Year's Other- Than- Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8+9-10+11)						13 Total Foreign Exchange Change in Book Value
80514312	Romulus	MI		10/01/2013	10/05/2016	2,317,825		(35,268)			(35,268)	2,042,984	2,042,984			
80514314	Lebanon	OH		10/01/2013	06/29/2016	3,032,772		(20,721)			(20,721)	2,950,760	2,950,760			
0199999. Mortgages closed by repayment						5,350,597		(55,989)			(55,989)	4,993,744	4,993,744			
80514301	Louisville	KY		10/01/2013		2,123,069							284,754			
80514312	Romulus	MI		10/01/2013		2,317,825							239,573			
80514314	Lebanon	OH		10/01/2013		3,032,772							61,291			
80514318	Roanoke	VA		10/01/2013		5,162,370							178,284			
80514320	Riverside	CA		10/01/2013		2,752,027							60,208			
0299999. Mortgages with partial repayments						15,388,063							824,110			
0599999 - Totals						20,738,660		(55,989)			(55,989)	4,993,744	5,817,854			

Schedule BA - Part 1 - Other Long-Term Invested Assets Owned

NONE

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

NONE

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

NONE

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates			
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	C o d e	F o r e i g n	Bond Char	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization) Accretion	Current Year's Other- Than- Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date	
0599999. Total - U.S. Government Bonds																						
268317-AK-0	ELECTRICITE DE FRANCE SA SENIOR CORP BND		D		1FE	2,633,600	100.1960	2,504,900	2,500,000	2,632,128		(1,472)			4.875	4.534	JJ		53,828	60,938	04/27/2016	01/22/2044
0699999. Subtotal - Bonds - All Other Governments - Issuer Obligations						2,633,600	XXX	2,504,900	2,500,000	2,632,128		(1,472)			XXX	XXX	XXX		53,828	60,938	XXX	XXX
1099999. Total - All Other Government Bonds																						
13063A-5S-5	CALIFORNIA STATE OF MUNI BND GO				1FE	2,991,300	147.9650	2,774,344	1,875,000	2,933,319		(29,920)			7.550	3.777	AO		35,391	141,563	01/06/2015	04/01/2039
13063A-7D-0	CALIFORNIA ST MUNI BND GO			4	1FE	5,496,425	141.5280	5,307,300	3,750,000	5,465,927		(30,498)			7.300	4.164	AO		68,438	228,125	08/19/2016	10/01/2039
California Total						8,487,725	XXX	8,081,644	5,625,000	8,399,246		(60,418)			XXX	XXX	XXX		103,829	369,688	XXX	XXX
452151-LF-8	ILLINOIS STATE OF MUNITAX BND GO			4	2FE	1,606,464	88.3820	1,590,876	1,800,000	1,632,575		8,655			5.100	6.178	JD		7,650	91,800	10/09/2013	06/01/2033
Illinois Total						1,606,464	XXX	1,590,876	1,800,000	1,632,575		8,655			XXX	XXX	XXX		7,650	91,800	XXX	XXX
United States Total						10,094,189	XXX	9,672,520	7,425,000	10,031,821		(51,763)			XXX	XXX	XXX		111,479	461,488	XXX	XXX
1199999. Subtotal - Bonds - U.S. States, Territories and Possessions - Issuer Obligations						10,094,189	XXX	9,672,520	7,425,000	10,031,821		(51,763)			XXX	XXX	XXX		111,479	461,488	XXX	XXX
1799999. Total - U.S. States, Territories and Possessions Bonds																						
54438C-AZ-1	LOS ANGELES CALIF CMNTY COLLEGE MUNI BND			4	1FE	4,669,977	139.8790	5,455,281	3,900,000	4,625,101		(14,680)			6.600	5.235	FA		107,250	257,400	09/30/2013	08/01/2042
54438C-PA-4	LOS ANGELES CALIF CMNTY COLLEGE LOS ANGEL				1FE	8,519,435	143.9740	9,905,411	6,880,000	8,464,537		(18,087)			6.750	5.264	FA		193,500	464,400	09/30/2013	08/01/2049
914886-AA-4	UNIVERSITY OF SOUTHERN CALIFOR UNIVERSIT				1FE	1,788,244	113.3520	1,847,638	1,630,000	1,787,988		(84)			5.250	4.781	AO		21,394	85,575	09/30/2013	10/01/2111
California Total						14,977,656	XXX	17,210,330	12,410,000	14,879,626		(32,851)			XXX	XXX	XXX		322,144	807,375	XXX	XXX
575718-AA-9	MA INSTITUTE OF TECH MASSACHUSETTS INSTI				1FE	7,521,190	121.2120	7,706,447	6,357,825	7,519,697		(650)			5.600	4.726	JJ		178,019	356,038	10/30/2013	07/01/2111
Massachusetts Total						7,521,190	XXX	7,706,447	6,357,825	7,519,697		(650)			XXX	XXX	XXX		178,019	356,038	XXX	XXX
United States Total						22,498,846	XXX	24,914,777	18,767,825	22,397,323		(33,501)			XXX	XXX	XXX		500,163	1,163,413	XXX	XXX
1899999. Subtotal - Bonds - U.S. Political Subdivisions - Issuer Obligations						22,498,846	XXX	24,914,777	18,767,825	22,397,323		(33,501)			XXX	XXX	XXX		500,163	1,163,413	XXX	XXX
2499999. Total - U.S. Political Subdivisions Bonds																						
010869-AS-4	ALAMEDA CORRIDOR TRANSN AUTH C ALAMEDA C				1FE	1,592,025	53.7250	1,343,125	2,500,000	1,590,547		17,522			0.000	3.008	N/A				08/19/2016	10/01/2031
072024-PY-2	BAY AREA TOLL AUTH CALIF MUNITAX BND REV			4	1FE	4,658,596	140.8730	4,909,424	3,485,000	4,639,002		(12,486)			6.907	4.886	AO		60,177	240,709	02/01/2016	10/01/2050
797400-FN-3	SAN DIEGO CNTY CALIF REGI TRAN SAN DIEGO				1FE	3,186,336	126.9750	3,590,853	2,828,000	3,172,782		(4,407)			5.911	5.124	AO		41,791	167,163	09/30/2013	04/01/2048
913366-EP-1	UNIVERSITY CALIF REGTS MED CTR MUNITAX B			4	1FE	2,455,347	133.4090	2,800,255	2,099,000	2,433,806		(7,022)			6.548	5.346	MN		17,562	137,443	09/30/2013	05/15/2048
California Total						11,892,304	XXX	12,643,657	10,912,000	11,855,137		(6,383)			XXX	XXX	XXX		119,530	545,315	XXX	XXX
592643-AA-8	METROPOLITAN WASH D C ARPTS AU METROPOLI				2FE	4,587,424	140.2310	4,487,392	3,200,000	4,549,597		(20,209)			7.462	4.788	AO		59,696	238,784	01/22/2015	10/01/2046
District of Columbia Total						4,587,424	XXX	4,487,392	3,200,000	4,549,597		(20,209)			XXX	XXX	XXX		59,696	238,784	XXX	XXX
836753-JG-9	SOUTH BROWARD HOSP DIST FLA SOUTH BROWAR			2	1FE	1,103,440	107.0740	1,070,740	1,000,000	1,089,942		(13,498)			7.278	3.243	MN		12,130	36,390	08/19/2016	05/01/2044
Florida Total						1,103,440	XXX	1,070,740	1,000,000	1,089,942		(13,498)			XXX	XXX	XXX		12,130	36,390	XXX	XXX
167725-AC-4	CHICAGO IL TRAN AUTH SALES TAX MUNI BND			4	1FE	2,025,432	125.7100	2,262,780	1,800,000	2,002,824		(7,519)			6.899	5.808	JD		10,349	124,182	10/09/2013	12/01/2040
Illinois Total						2,025,432	XXX	2,262,780	1,800,000	2,002,824		(7,519)			XXX	XXX	XXX		10,349	124,182	XXX	XXX
646136-YR-7	NEW JERSEY ST TRANSN TR FD AUT MUNI BND				1FE	7,258,220	109.5350	6,889,752	6,290,000	7,203,226		(18,163)			6.561	5.467	JD		18,342	412,687	09/30/2013	12/15/2040
646139-W3-5	NJ ST TPK AUTH TPK REV MUNI BND REV			4	1FE	1,301,710	144.4190	1,444,190	1,000,000	1,282,780		(6,204)			7.414	5.277	JJ		37,070	74,140	09/30/2013	01/01/2040
New Jersey Total						8,559,930	XXX	8,333,942	7,290,000	8,486,006		(24,367)			XXX	XXX	XXX		55,412	486,827	XXX	XXX
73358W-JA-3	PORT AUTH NY & NJ MUNITAX BND REV			4	1FE	995,040	101.1400	1,011,400	1,000,000	995,123		83			4.458	4.483	AO		11,145	44,580	02/01/2016	10/01/2062
New York Total						995,040	XXX	1,011,400	1,000,000	995,123		83			XXX	XXX	XXX		11,145	44,580	XXX	XXX
02765U-CR-3	AMERICAN MUN PWR-OHIO INC AMERICAN MUN P				1FE	1,786,994	118.5470	2,039,008	1,720,000	1,783,973		(1,034)			6.053	5.775	FA		39,331	104,112	09/30/2013	02/15/2043
677704-A6-5	OHIO UNIVERSITY MUNITAX BND REV				1FE	6,003,635	105.2870	5,790,785	5,500,000	6,003,635					5.590	5.118	JD		25,621	307,450	02/23/2016	12/01/2114
Ohio Total						7,790,629	XXX	7,829,793	7,220,000	7,787,608		(1,034)			XXX	XXX	XXX		64,952	411,562	XXX	XXX
United States Total						36,954,199	XXX	37,639,704	32,422,000	36,766,237		(72,937)			XXX	XXX	XXX		333,214	1,887,640	XXX	XXX
2599999. Subtotal - Bonds - U.S. Special Revenues - Issuer Obligations						36,954,199	XXX	37,639,704	32,422,000	36,766,237		(72,937)			XXX	XXX	XXX		333,214	1,887,640	XXX	XXX
30293A-AN-0	FRENCH 2015-K47 B SUB CMBS 15-K47 B			4	1FML	6,367,969	96.3430	7,225,731	7,500,000	6,446,596		78,627			3.601	5.906	MN		22,504	206,380	03/11/2016	06/25/2048
30293X-AJ-9	FRENCH 2015-K51 SUB CMBS 15-K51 B 144A			4	1FML	9,481,813	95.7710	9,577,098	10,000,000	9,506,606		24,793			3.953	4.725	MN		32,942	201,034	06/08/2016	10/25/2048
30265A-AN-4	FILMC SUB CMBS 13-K33-B 144A			4	1FML	1,289,948	100.6900	1,510,350	1,500,000	1,346,297		19,052			3.502	5.483	MN		4,378	53,405	10/04/2013	08/25/2046
United States Total						1,289,948	XXX	1,510,350	1,500,000	1,346,297		19,052			XXX	XXX	XXX		4,378	53,405	XXX	XXX
2799999. Subtotal - Bonds - U.S. Special Revenues - Commercial Mortgage-Backed Securities						17,139,730	XXX	18,313,179	19,000,000	17,299,499		122,472			XXX	XXX	XXX		59,824	460,819	XXX	XXX

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates				
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22		
CUSIP Identification	Description	C o d e	F o r e i g n	B o n d C h a r	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date		
34160P-DA-4	FLORIDA ST DEPT MGMT SVCS FLORIDA ST DEP				1FE	553,735	108.1400	540,700	500,000	547,187		(6,548)			5.286	1.545	FA		11,013		08/19/2016	08/01/2019	
Florida Total						553,735	XXX	540,700	500,000	547,187		(6,548)			XXX	XXX	XXX		11,013		XXX	XXX	
United States Total						553,735	XXX	540,700	500,000	547,187		(6,548)			XXX	XXX	XXX		11,013		XXX	XXX	
2899999. Subtotal - Bonds - U.S. Special Revenues - Other Loan-Backed and Structured Securities						553,735	XXX	540,700	500,000	547,187		(6,548)			XXX	XXX	XXX		11,013		XXX	XXX	
3199999. Total - U.S. Special Revenues Bonds						54,647,664	XXX	56,493,583	51,922,000	54,612,923		42,987			XXX	XXX	XXX		404,051		2,348,459	XXX	XXX
00206R-CJ-4	AT&T INC SENIOR CORP BND				2FE	3,507,728	107.2500	3,432,000	3,200,000	3,504,670		(3,058)			5.650	5.028	FA		68,302		93,413	03/29/2016	02/15/2047
002824-BH-2	ABBOTT LABORATORIES SENIOR CORP BND				1FE	3,221,888	102.6340	3,284,288	3,200,000	3,221,883		(5)			4.900	4.856	MN		16,987			12/09/2016	11/30/2046
00287Y-AS-8	ABBVIE INC SENIOR CORP BND				2FE	624,700	98.1130	613,206	625,000	624,708		5			4.700	4.703	MN		3,835		29,375	05/05/2015	05/14/2045
00287Y-AW-9	ABBVIE INC SENIOR CORP BND				2FE	1,390,592	95.7530	1,340,542	1,400,000	1,390,693		101			4.450	4.491	MN		8,134		31,496	05/09/2016	05/14/2046
00817Y-AF-5	AETNA INC CORP BND				2FE	8,100,827	127.2190	8,650,892	6,800,000	7,994,170		(34,921)			6.625	5.181	JD		20,022		450,500	09/30/2013	06/15/2036
02209S-AR-4	ALTRIA GROUP INC SENIOR CORP BND				1FE	2,166,000	115.5120	2,310,240	2,000,000	2,163,388		(2,612)			5.375	4.831	JJ		45,090		53,750	02/01/2016	01/31/2044
02209S-AV-5	ALTRIA GROUP INC SENIOR CORP BND				1FE	2,028,160	92.2890	1,845,780	2,000,000	2,028,077		(83)			3.875	3.795	MS		22,604			10/12/2016	09/16/2046
02361D-AQ-3	AMEREN ILLINOIS COMPANY SECURED CORP BND				1FE	355,009	102.5010	358,754	350,000	354,911		(98)			4.150	4.066	MS		4,277		10,934	01/14/2016	03/15/2046
03073E-AN-5	AMERISOURCEBERGEN CORPORATION SENIOR CORP BND				2FE	1,042,350	95.7530	957,530	1,000,000	1,041,949		(401)			4.250	3.998	MS		14,167		21,250	06/09/2016	03/01/2045
031162-BA-7	AMGEN INC CORP BND				2FE	4,803,615	121.3260	4,549,725	3,750,000	4,774,912		(21,339)			6.400	4.444	FA		100,000		152,000	04/11/2016	02/01/2039
031162-BE-9	AMGEN INC SENIOR CORP BND				2FE	1,097,030	103.7600	1,037,600	1,000,000	1,095,518		(1,512)			4.950	4.318	AO		12,375		24,750	04/11/2016	10/01/2041
031162-BZ-2	AMGEN INC SENIOR CORP BND				2FE	470,600	95.8550	479,275	500,000	471,118		496			4.400	4.774	MN		3,667		22,000	12/11/2015	05/01/2045
035229-DC-4	ANHEUSER-BUSCH COMPANIES LLC CORP BND				2FE	6,523,843	127.4360	6,824,198	5,355,000	6,432,668		(29,650)			6.450	4.892	MS		115,133		345,398	09/30/2013	09/01/2037
035240-AG-5	ANHEUSER-BUSCH INBEV WORLDWIDE SENIOR CO				1AM	1,049,390	108.8560	1,088,560	1,000,000	1,049,366		(24)			4.950	4.615	JJ		22,825			12/16/2016	01/15/2042
035242-AN-6	ANHEUSER-BUSCH INBEV FINANCE I SENIOR CO				1FE	2,878,833	108.0870	3,080,480	2,850,000	2,878,446		(386)			4.900	4.835	FA		58,188		72,153	02/01/2016	02/01/2046
037735-AM-7	APPALACHIAN POWER CO CORP BND				2FE	2,208,608	131.8740	2,109,984	1,600,000	2,201,422		(7,186)			7.000	4.287	AO		28,000		56,000	07/26/2016	04/01/2038
037833-AL-4	APPLE INC SENIOR CORP BND				1FE	137,253	95.6240	143,436	150,000	137,646		246			3.850	4.380	MN		914		5,775	05/19/2015	05/04/2043
037833-BX-7	APPLE INC SENIOR CORP BND				1FE	4,971,150	107.9850	5,399,250	5,000,000	4,971,538		388			4.650	4.686	FA		82,667		116,250	02/16/2016	02/23/2046
037833-OD-0	APPLE INC SENIOR CORP BND				1FE	797,880	95.8140	766,512	800,000	797,896		16			3.850	3.865	FA		12,577			07/28/2016	08/04/2046
039483-BC-5	ARCHER-DANIELS-MIDLAND COMPANY CORP BND				1FE	1,280,128	120.9790	1,379,161	1,140,000	1,271,607		(2,788)			5.765	4.941	MS		21,907		65,721	09/30/2013	03/01/2041
040555-AM-4	ARIZONA PUBLIC SERVICE CO SENIOR CORP BN				1FE	4,440,799	112.7790	4,167,184	3,695,000	4,431,548		(9,251)			5.050	3.784	MS		62,199		93,299	06/23/2016	09/01/2041
057224-AZ-0	BAKER HUGHES INC CORP BND				2FE	4,993,911	109.9350	5,150,455	4,685,000	4,973,809		(6,538)			5.125	4.691	MS		70,698		240,106	09/30/2013	09/15/2040
06051G-FQ-7	BANK OF AMERICA CORP SUB CORP BND				2FE	7,677,308	101.4010	8,213,481	8,100,000	7,686,908		6,407			4.750	5.092	AO		74,812		384,750	01/14/2016	04/21/2045
067383-AA-7	CR BARD INC C R BARD INC				1FE	1,153,715	121.6670	1,146,103	942,000	1,112,225		(13,412)			6.700	4.429	JD		5,260		63,114	09/30/2013	12/01/2026
075887-BG-3	BECTON DICKINSON AND COMPANY SENIOR CORP				2FE	5,117,650	103.5950	5,179,750	5,000,000	5,116,155		(1,495)			4.685	4.536	JD		10,411		234,250	02/23/2016	12/15/2044
09062X-AD-5	BIOTEN IDEC INC SENIOR CORP BND				2FE	5,202,950	107.0150	5,350,750	5,000,000	5,200,558		(2,392)			5.200	4.932	MS		76,556		234,000	04/11/2016	09/15/2045
092113-AN-9	BLACK HILLS CORP SENIOR CORP BND				1FE	198,910	95.3290	190,658	200,000	198,920		10			4.200	4.232	MS		3,080			08/10/2016	09/15/2046
097023-BS-3	BOEING CO SENIOR CORP BND				1FE	1,233,244	91.0700	1,161,143	1,275,000	1,233,765		521			3.375	3.553	JD		1,913		24,743	05/16/2016	06/15/2046
11041R-AL-2	BAE SYSTEMS FINANCE INC BAE SYSTEMS FINA				2FE	343,980	129.4060	362,337	280,000	332,646		(3,697)			7.500	5.158	JJ		10,500		21,000	09/30/2013	07/01/2027
115637-AP-5	BROWN-FORMAN CORPORATION SENIOR CORP BND				1FE	1,672,815	104.5360	1,568,040	1,500,000	1,670,725		(2,090)			4.500	3.834	JJ		31,125		33,750	05/05/2016	07/15/2045
12189L-AW-1	BURLINGTON NORTHERN SANTA FE R SENIOR CO				1FE	1,032,620	101.4110	1,014,110	1,000,000	1,032,160		(460)			4.150	3.958	AO		10,375		20,750	04/01/2016	04/01/2045
12189T-AZ-7	BURLINGTON NORTHERN SANTA FE R CORP BND				1FE	7,341,572	127.7200	8,301,800	6,500,000	7,276,900		(21,152)			6.150	5.191	MN		66,625		399,750	09/30/2013	05/01/2037
124857-AJ-2	CBS CORP SENIOR CORP BND				2FE	8,076,448	97.8900	7,873,200	8,000,000	8,073,782		(1,507)			4.850	4.786	JJ		194,000		388,000	10/31/2014	07/01/2042
125509-BH-1	CIGNA CORP CORP BND				2FE	5,721,623	115.9550	5,797,750	5,000,000	5,663,543		(18,986)			6.150	5.081	MN		39,292		307,500	09/30/2013	11/15/2036
125896-BL-3	CMS ENERGY CO SENIOR CORP BND				1FE	9,581,230	104.5510	10,455,100	10,000,000	9,603,325		7,210			4.700	4.972	MS		118,806		470,000	10/30/2013	03/31/2043
12626P-AN-3	CRH AMERICA INC SENIOR CORP BND 144A				2FE	2,496,588	104.1360	2,629,434	2,525,000	2,497,154		427			5.125	5.200	MN		15,457		129,406	04/12/2016	05/18/2045
126408-HF-3	CSX CORPORATION SENIOR CORP BND				1FE	994,310	92.7080	927,080	1,000,000	994,333		23			3.800	3.832	MN		7,706			10/13/2016	11/01/2046
126650-CN-8	CVS HEALTH CORP SENIOR CORP BND				2FE	3,360,950	111.4450	3,343,350	3,000,000	3,357,841		(3,109)			5.125	4.377	JJ		68,760		51,250	10/12/2016	07/20/2045
134429-AZ-2	CAMPBELL SOUP COMPANY SENIOR CORP BND				1FE	9,193,338	90.1320	10,139,850	11,250,000	9,304,962		836			3.800	5.006	FA		176,938		427,500	10/30/2013	08/02/2042
149123-BE-0	CATERPILLAR INC CATERPILLAR INC				1FE	4,687,130	128.9070	4,511,745	3,500,000	4,652,594		(13,966)			7.375	5.296	MS		86,042		258,125	05/20/2014	03/01/2097
151020-AU-8	CELGENE CORPORATION SENIOR CORP BND				2FE	255,253	103.9730	259,933	250,000	255,181		(71)			5.000	4.864	FA		4,722		12,604	12/11/2015	08/15/2045
15361G-AU-9	CENTRAL HUDSON GAS & ELEC CORP CENTRAL H				1FE	308,872	119.0210	333,259	280,000	306,991		(616)			5.800	5.082	MN		2,707		16,240	09/30/2013	11/01/2039
161175-BA-1	CHARTER COMMUNICATIONS HOLDING SENIOR C																						

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	C o d e	F o r e i g n	B o n d C h a r	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
205887-AX-0	CONAGRA FOODS INC SENIOR CORP BND				2FE	2,194,225		133,9150	1,720,000	2,134,538		(19,538)			8.250	5.693	MS	41,782	141,900	09/30/2013	09/15/2030
209111-FA-6	CONSOLIDATED EDISON INC CORP BND				1FE	4,045,882		121,0910	3,500,000	4,009,768		(11,774)			5.700	4.671	JD	8,867	199,500	09/30/2013	06/15/2040
224044-BU-0	COX COMMUNICATIONS INC CORP BND 144A				2FE	1,278,316		112,9720	1,000,000	1,113,448		(52,740)			9.375	3.556	JJ	43,229	93,750	09/30/2013	01/15/2019
224044-BY-2	COX COMMUNICATIONS INC SENIOR CORP BND 1				2FE	1,034,820		86,9550	1,000,000	1,033,554		(674)			4.700	4.480	JD	2,089	47,000	01/07/2015	12/15/2042
23204H-BM-9	CUSTOMERS BANK CUSTOMERS BANK			2	2FE	9,000,000		101,1390	9,000,000	9,000,000					6.125	6.123	JD	7,656	551,250	06/25/2014	06/26/2029
244199-AZ-8	DEERE & CO DEERE & CO				1FE	2,389,142		145,6040	1,720,000	2,297,319		(30,452)			8.100	4.692	MN	17,802	139,320	10/30/2013	05/15/2030
260003-AG-3	DOVER CORP CORP BND				1FE	5,376,946		131,3980	4,300,000	5,295,428		(26,455)			6.600	4.842	MS	83,563	283,800	09/30/2013	03/15/2038
26138E-AY-5	DR PEPPER SNAPPLE GROUP INC SENIOR CORP			1	2FE	2,123,236		101,9000	2,125,000	2,123,238		2			4.420	4.425	JD	4,435		12/05/2016	12/15/2046
263534-BG-3	EI DU PONT DE NEMOURS & CO CORP BND				1FE	5,847,004		121,6880	4,892,000	5,681,211		(53,751)			6.500	4.618	JJ	146,624	317,980	09/30/2013	01/15/2028
263901-AF-7	DUKE ENERGY INDIANA INC SECURED CORP BND			1	1FE	1,830,416		110,8070	1,496,000	1,827,196		(3,220)			4.900	3.585	JJ	33,801		07/26/2016	07/15/2043
26441C-AT-2	DUKE ENERGY CORP SENIOR CORP BND			1	2FE	1,165,676		90,0210	1,150,000	1,165,594		(82)			3.750	3.674	MS	16,651		08/23/2016	09/01/2046
278865-AM-2	ECOLAB INC SENIOR CORP BND				2FE	1,565,500		117,5990	1,250,000	1,564,073		(1,427)			5.500	3.913	JD	4,392	34,375	10/14/2016	12/08/2041
28370T-AF-6	KINDER MORGAN ENERGY PARTNERS SENIOR COR			2	2FE	438,962		93,1690	475,000	440,502		623			4.700	5.215	MN	3,721	22,325	06/19/2014	11/01/2042
29379V-AV-5	ENTERPRISE PRODUCTS OPERATING SENIOR COR				2FE	438,416		109,6040	400,000	437,078		(722)			5.700	5.045	FA	8,613	22,800	06/05/2015	02/15/2042
294429-AG-0	EQUIFAX INC CORP BND				2FE	5,234,206		120,7750	4,600,000	5,190,495		(14,522)			7.000	5.911	JJ	161,000	322,000	09/30/2013	07/01/2037
30161N-AS-0	EXELON CORPORATION SENIOR CORP BND			1	2FE	506,300		106,3000	500,000	553,400		(575)			5.100	4.430	JD	1,133	25,500	05/19/2016	06/15/2045
30161N-AV-3	EXELON CORPORATION SENIOR CORP BND			2	2FE	2,163,908		97,8930	2,175,000	2,164,064		156			4.450	4.481	AO	20,433	50,545	04/04/2016	04/15/2046
313747-AV-9	FEDERAL REALTY INVESTMENT TRUS SENIOR CO			1	1FE	61,489		101,2230	62,000	61,503		9			4.500	4.551	JD	233	2,790	05/20/2015	12/01/2044
31428X-AT-3	FEDERAL EXPRESS CORP SENIOR CORP BND				2FE	1,277,325		91,2690	1,500,000	1,289,750		4,096			3.875	4.836	FA	24,219	58,125	10/30/2013	08/01/2042
316773-CH-1	FIFTH THIRD BANK CORP BND				2FE	2,681,022		139,0040	2,000,000	2,635,602		(15,285)			8.250	5.656	MS	55,000	165,000	10/30/2013	03/01/2038
33616C-AB-6	FIRST REPUBLIC BANK/SAN FRANCIS SUB CORP			2	2FE	1,052,823		90,8810	1,075,000	1,052,971		148			4.375	4.501	FA	19,596		07/25/2016	08/01/2046
341081-EU-7	FLORIDA POWER AND LIGHT CO CORP BND				1FE	1,210,003		117,5170	1,060,000	1,196,055		(4,631)			5.400	4.386	MS	19,080	57,240	10/30/2013	09/01/2035
341081-EY-9	FLORIDA POWER AND LIGHT CO CORP BND				1FE	6,499,433		124,9090	5,500,000	6,416,599		(26,851)			5.850	4.581	MN	53,625	321,750	09/30/2013	05/01/2037
345370-CS-7	FORD MOTOR COMPANY SENIOR CORP BND			2	2FE	2,000,000		101,2990	2,025,960	2,000,000					5.291	5.291	JD	6,761		12/05/2016	12/08/2046
34959J-AD-0	FORTIVE CORP SENIOR CORP BND 144A			1	2FE	1,472,004		99,0150	1,435,718	1,471,789		(214)			4.300	4.209	JD	2,771	30,309	06/08/2016	06/15/2046
361448-AU-7	GATX CORP SENIOR CORP BND				2FE	514,700		98,9530	500,000	514,352		(252)			5.200	5.004	MS	7,656	26,000	06/05/2015	03/15/2044
375558-BD-4	GILEAD SCIENCES INC SENIOR CORP BND				1FE	2,458,028		103,4670	2,379,741	2,455,977		(2,051)			4.750	4.332	MS	36,417	83,270	04/08/2016	03/01/2046
384802-AC-8	GRAINGER W.W. INC SENIOR CORP BND				1FE	1,489,830		93,6540	1,500,000	1,499,945		115			3.750	3.788	MN	7,188	27,969	05/09/2016	05/15/2046
402740-AB-0	GULFSTREAM NATURAL GAS SYSTEM CORP BND 1				2FE	868,794		114,5730	750,000	842,810		(8,399)			6.190	4.478	MN	7,738	46,425	09/30/2013	11/01/2025
413875-AT-2	HARRIS CORPORATION SENIOR CORP BND			1	1FE	1,114,270		105,5820	1,000,000	1,112,954		(1,316)			5.054	4.350	AO	8,985	25,270	05/05/2016	04/27/2045
416515-AP-9	HARTFORD FINANCIAL SERVICES GR CORP BND				2FE	2,422,524		117,3490	2,095,000	2,403,695		(6,182)			6.100	5.050	AO	31,949	127,795	10/30/2013	10/01/2041
418056-AU-1	HASBRO INC SENIOR CORP BND			2	2FE	3,913,866		101,1320	3,600,000	3,906,513		(5,740)			5.100	4.553	MN	23,460	183,600	01/30/2015	05/15/2044
437076-AV-4	HOME DEPOT INC SENIOR CORP BND			2	1FE	3,175,364		127,1270	2,525,000	3,161,647		(13,717)			5.950	4.253	AO	37,559	150,238	02/02/2016	04/01/2041
455434-BL-3	INDIANAPOLIS POWER AND LIGHT C INDIANAPOL				2FE	2,365,680		124,8020	2,496,040	2,337,958		(9,084)			6.600	5.242	JD	11,000	132,000	09/30/2013	06/01/2037
459200-GS-4	INTERNATIONAL BUSINESS MACHINE CORP BND				1FE	9,071,267		121,9000	8,008,000	8,998,789		(23,644)			5.600	4.711	MN	38,616	448,448	09/30/2013	11/30/2039
460146-CN-1	INTERNATIONAL PAPER CO SENIOR CORP BND			1	2FE	671,178		104,2870	675,000	671,262		53			5.150	5.187	MN	4,442	34,763	06/04/2015	05/15/2046
460146-CO-4	INTERNATIONAL PAPER CO SENIOR CORP BND			1	2FE	1,997,980		94,5010	2,000,000	1,998,000		20			4.400	4.406	FA	34,222		08/02/2016	08/15/2047
46625H-HF-0	JPMORGAN CHASE & CO CORP BND				1FE	8,409,990		129,5780	7,000,000	8,308,098		(33,778)			6.400	4.971	MN	57,244	448,000	10/30/2013	05/15/2038
46625H-LL-2	JPMORGAN CHASE & CO SUB CORP BND				2FE	10,476,252		106,6310	10,575,000	10,479,203		1,812			4.950	5.009	JD	43,622	523,463	01/14/2016	06/01/2045
48249D-AA-9	KKR GROUP FINANCE CO SENIOR CORP BND 144			2	1FE	1,393,483		100,3740	1,300,000	1,391,839		(1,644)			5.500	5.007	FA	29,792	71,500	01/14/2016	02/01/2043
485134-BH-2	KANSAS CITY POWER & LIGHT COMP KANSAS CI				2FE	1,505,576		118,5350	1,220,000	1,498,471		(7,105)			6.050	4.275	MN	9,431	73,810	03/29/2016	11/15/2035
485170-AQ-7	KANSAS CITY SOUTHERN INDS SENIOR CORP BN			2	2FE	4,506,923		92,2440	5,000,000	4,511,108		4,185			4.300	4.969	MN	27,472	107,500	07/26/2016	05/15/2043
487836-AT-5	KELLOGG COMPANY CORP BND				2FE	3,784,828		129,3410	3,000,000	3,686,513		(31,966)			7.450	5.162	AO	55,875	223,500	09/30/2013	04/01/2031
487836-BQ-0	KELLOGG COMPANY SENIOR CORP BND				2FE	851,631		97,7220	850,000	851,630		(1)			4.500	4.488	AO	9,563	21,675	02/25/2016	04/01/2046
49446R-AM-1	KIMCO REALTY CORPORATION SENIOR CORP BND			1	2FE	1,879,955		96,1720	1,900,000	1,880,557		347			4.250	4.313	AO	20,188	80,750	03/23/2015	04/01/2045
500760-AR-7	KRAFT FOODS GROUP INC SENIOR CORP BND				2FE	1,150,976		125,6350	950,000	1,144,011		(4,556)			6.875	5.295	JJ	28,121	65,313	06/25/2015	01/26/2039
50077L-AB-2	KRAFT HEINZ FOODS CO SENIOR CORP BND				2FE	2,691,512		94,0980	2,700,000	2,691,747		235			4.375	4.394	JD	9,844	61,359	08/22/2016	06/01/2046
50077L-AM-8	HEINZ H. J. COMPANY SENIOR CORP BND			1	2FE	1,149,292		104,6810	1,000,000	1,148,352		(940)			5.200	4.286	JD	23,978		08/22/2016	07/15/2045
501044-BZ-3	KROGER CO (THE) CORP BND				2FE	1,933,932		134,6510	1,580,000	1,890,776		(14,081)			7.500	5.492	AO	29,625	118,500	09/30/2013	04/01/2031
501044-CT-6	KROGER CO (THE) SENIOR CORP BND			1	2FE	2,460,220		107,8090	2,000,000	2,4											

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	C o d e	F o r e i g n	Bond Char	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
581557-BC-8	MCKESSON CORP SENIOR CORP BND			1	2FE	820,968	101.7260	813,808	800,000	820,663			(305)		4.883	4.712	MS	11,502	39,064	02/09/2016	03/15/2044
581550-AE-3	MCKESSON CORP SENIOR CORP BND			1	2FE	438,820	115.7010	447,763	387,000	437,921			(899)		6.000	5.042	MS	7,740	11,610	03/02/2016	03/01/2041
582839-AF-3	MEAD JOHNSON NUTRITION CO MEAD JOHNSON N			1	2FE	5,502,690	113.0100	5,650,500	5,000,000	5,470,446			(10,575)		5.900	5.192	MN	49,167	295,000	09/30/2013	11/01/2039
585055-BD-7	MEDTRONIC INC SENIOR CORP BND			1	1FE	570,295	107.4160	537,080	500,000	569,558			(737)		4.625	3.792	MS	6,809	11,563	06/23/2016	03/15/2044
59022C-AJ-2	BANK OF AMERICA CORP CORP BND			1	2FE	2,295,960	117.2300	2,344,600	2,000,000	2,285,333			(8,111)		6.110	4.978	JJ	51,596	122,200	08/28/2015	01/29/2037
594918-AM-6	MICROSOFT CORP SENIOR CORP BND			1	1FE	113,901	118.9000	118,900	100,000	113,418			(308)		5.300	4.392	FA	2,105	5,300	05/19/2015	02/08/2041
594918-BM-5	MICROSOFT CORP SENIOR CORP BND			1	1FE	2,711,148	108.7690	2,610,456	2,400,000	2,708,914			(2,234)		4.750	4.082	MN	18,367	66,500	04/28/2016	11/03/2055
594918-BT-0	MICROSOFT CORP SENIOR CORP BND			1	1FE	2,985,450	94.1470	2,824,410	3,000,000	2,985,556			106		3.700	3.727	FA	44,092		08/01/2016	08/08/2046
60871R-AD-2	MOLSON COORS BREWING CO SENIOR CORP BND			1	2FE	318,624	104.5350	339,739	325,000	318,820			117		5.000	5.135	MN	2,708	16,250	05/20/2015	05/01/2042
60871R-AH-3	MOLSON COORS BREWING CO SENIOR CORP BND			1	2FE	745,178	93.2330	699,248	750,000	745,223			46		4.200	4.238	JJ	15,225		06/28/2016	07/15/2046
61747Y-DY-8	MORGAN STANLEY SENIOR CORP BND			1	1FE	8,251,107	99.6570	8,570,502	8,600,000	8,257,867			5.137		4.300	4.452	JJ	158,192	195,650	12/19/2016	01/27/2045
61945C-AE-3	MOSAIC CO MOSAIC CO			2	2FE	586,960	96.3700	481,850	500,000	584,283			(1,636)		5.625	4.524	MN	3,594	28,125	04/28/2015	11/15/2043
63946B-AF-7	NBCUNIVERSAL MEDIA LLC NBCUNIVERSAL MEDI			1	2FE	2,747,592	129.3120	2,987,107	2,310,000	2,719,991			(9,009)		6.400	5.091	AO	25,051	147,840	09/30/2013	04/30/2040
64128X-AE-0	NEUBERGER BERMAN GROUP LLC/NEU SENIOR CO			1	2FE	5,371,536	79.3850	4,822,639	6,075,000	5,375,564			3,947		4.875	5.691	AO	62,522	184,641	08/19/2016	04/15/2045
677050-AG-1	OGLETHORPE POWER CORP BND			1	1FE	4,604,880	118.2770	4,731,080	4,000,000	4,591,795			(13,085)		5.950	4.869	MN	39,667	238,000	01/14/2016	11/01/2039
68389X-AM-7	ORACLE CORP CORP BND			1	1FE	2,732,548	116.2110	2,732,548	2,500,000	2,717,836			(4,943)		5.375	4.943	JJ	61,962	134,375	10/30/2013	07/15/2040
68389X-BF-1	ORACLE CORPORATION SENIOR CORP BND			1	1FE	4,528,045	96.9160	4,361,220	4,500,000	4,527,878			(226)		4.125	4.087	MN	23,719	185,625	03/30/2016	05/15/2045
69362B-AJ-1	PSEG POWER LLC CORP BND			1	2FE	1,309,403	122.0790	1,184,166	970,000	1,268,196			(13,458)		8.625	5.492	AO	17,662	83,663	09/30/2013	04/15/2031
71343P-AC-5	PEPSI/AMERICAS, INC. CORP BND			1	1FE	5,011,848	116.9070	5,401,103	4,620,000	4,975,796			(11,778)		5.500	4.861	MN	32,468	254,100	09/30/2013	05/15/2035
713448-BP-2	PEPSICO INC CORP BND			1	1FE	5,494,153	120.0710	4,970,939	4,140,000	5,478,212			(15,940)		5.500	3.454	JJ	104,995		07/26/2016	01/15/2040
718172-BD-0	PHILLIP MORRIS INTERNATIONAL IN SENIOR CO			1	1FE	415,912	107.5630	430,252	400,000	415,482			(286)		4.875	4.622	MN	2,492	19,500	06/03/2015	11/15/2043
718172-BL-2	PHILLIP MORRIS INTERNATIONAL IN SENIOR CO			1	1FE	3,523,641	98.7410	3,258,453	3,300,000	3,520,820			(2,821)		4.250	3.856	MN	19,869	70,125	04/28/2016	11/10/2044
72650R-AM-4	PLAINS ALL AMERICAN PIPELINE L CORP BND			1	2FE	5,086,774	109.4890	4,708,027	4,300,000	5,022,676			(20,987)		6.700	5.301	MN	36,813	288,100	09/30/2013	05/15/2036
744320-AG-8	PRUDENTIAL FINANCIAL INC CORP BND MTN			1	1FE	4,697,883	115.5620	4,969,166	4,300,000	4,675,581			(9,970)		5.700	5.003	JD	11,574	245,100	02/23/2016	12/14/2036
744538-AA-7	PUBLIC SERV CO OF NH CORP BND			1	1FE	2,435,210	113.2800	2,285,600	2,000,000	2,423,857			(11,353)		5.600	3.985	AO	28,000	112,000	03/29/2016	10/05/2035
744560-BB-1	PUBLIC SERVICE ELECTRIC AND GA SECURED C			1	1FE	1,053,570	98.0710	995,421	1,015,000	1,053,006			(564)		3.800	3.575	JJ	19,285	19,285	04/27/2016	01/01/2043
761713-BB-1	REYNOLDS AMERICAN INC SENIOR CORP BND			1	2FE	2,598,683	118.4130	2,723,499	2,300,000	2,594,887			(3,796)		5.850	4.993	FA	50,830	125,775	06/23/2016	08/15/2045
761713-BW-5	REYNOLDS AMERICAN INC SENIOR CORP BND			1	2FE	1,698,615	119.7380	1,796,070	1,500,000	1,695,247			(3,321)		7.000	5.983	FA	42,875	105,000	12/23/2015	08/04/2041
773903-AE-9	ROCKWELL AUTOMATION INC ROCKWELL AUTOMAT			1	1FE	7,166,887	123.6640	7,419,840	6,000,000	7,077,455			(29,156)		6.250	4.871	JD	31,250	375,000	09/30/2013	12/01/2037
828807-CE-5	SIMON PROPERTY GROUP LP SENIOR CORP BND			2	1FE	939,225	133.4440	934,108	700,000	933,612			(5,613)		6.750	4.415	FA	19,688	47,250	01/14/2016	02/01/2040
842400-FC-2	SOUTHERN CALIFORNIA EDISON CO. SECURED C			1	1FE	2,280,382	120.0050	2,164,890	1,804,000	2,269,468			(10,914)		5.625	3.724	FA	42,281	50,738	04/27/2016	02/01/2036
843646-AJ-9	SOUTHERN POWER COMPANY SENIOR CORP BND			1	2FE	5,020,023	100.6680	4,967,966	4,935,000	5,016,173			(1,413)		5.250	5.136	JJ	119,468	259,088	10/30/2013	07/15/2043
863667-AJ-0	STRYKER CORP SENIOR CORP BND			1	1FE	939,493	101.9680	968,696	950,000	939,633			140		4.625	4.694	MS	12,937	22,579	03/03/2016	03/15/2046
86765B-AK-5	SUNOCO LOGISTICS PARTNERS LP SUNOCO LOGI			1	2FE	2,888,447	103.3640	2,739,146	2,650,000	2,885,550			(2,897)		6.100	5.446	FA	61,068	80,825	04/12/2016	02/15/2042
871829-AN-7	SYSCO CORP SENIOR CORP BND			1	2FE	5,251,075	127.0110	5,207,451	4,100,000	5,225,417			(25,658)		6.625	4.633	MS	78,469	271,625	02/02/2016	03/17/2039
873050-AM-1	TTX CO SENIOR CORP BND 144A			1	1FE	2,522,374	94.7780	2,393,145	2,525,000	2,522,457			83		4.200	4.206	JJ	58,328		06/06/2016	07/01/2046
884903-BH-7	THOMSON REUTERS CORPORATION THOMSON REUT			1	2FE	2,102,458	109.8200	2,196,400	2,000,000	2,096,355			(2,010)		5.850	5.481	AO	24,700	117,000	09/30/2013	04/15/2040
887317-AL-9	TIME WARNER INC SENIOR CORP BND			1	2FE	337,920	116.6780	350,034	300,000	337,183			(713)		6.250	5.333	MS	4,792	18,750	12/14/2015	03/29/2041
89420G-AE-9	TRAVELERS PROPERTY CASUALTY CORP BND			1	1FE	606,618	126.2770	631,385	500,000	594,780			(3,834)		6.375	4.692	MS	9,385	31,875	09/30/2013	03/15/2033
90131H-BR-5	21ST CENTURY FOX AMERICA INC SENIOR CORP			1	2FE	2,696,692	138.6740	3,050,828	2,200,000	2,686,684			(6,049)		7.750	6.111	JD	14,208	170,500	04/06/2015	12/01/2045
907818-EQ-9	UNION PACIFIC CORPORATION SENIOR CORP BND			1	1FE	1,142,400	99.4480	1,193,376	1,200,000	1,142,749			349		4.375	4.622	MN	6,708	54,833	02/29/2016	11/15/2065
907818-EL-8	UNION PACIFIC CORPORATION SENIOR CORP BND			1	1FE	508	91.9530	460	500	508					3.799	3.715	AO	5		10/04/2016	10/01/2051
907818-EM-6	UNION PACIFIC CORP SENIOR CORP BND			1	1FE	1,617,764	93.3470	1,486,084	1,592,000	1,617,760			(4)		3.799	3.713	AO	14,616		12/22/2016	10/01/2051
913017-BT-5	UNITED TECHNOLOGIES CORPORATN SENIOR COR			1	1FE	4,347,600	107.0400	4,347,600	4,000,000	4,342,090			(5,510)		4.500	3.963	JD	15,000	180,000	04/01/2016	06/01/2042
91324P-BQ-4	UNITEDHEALTH GROUP INCORPORATE SENIOR CO			2	1FE	1,285,491	124.7820	1,341,407	1,075,000	1,273,463			(4,559)		5.950	4.652	FA	24,164	63,963	05/09/2014	02/15/2041
91324P-CR-1	UNITEDHEALTH GROUP INCORPORATE SENIOR CO			2	1FE	326,343	110.1620	330,486	300,000	326,335			(8)		4.750	4.618	JJ	6,571		12/20/2016	07/15/2045
91913Y-AE-0	VALERO ENERGY CORPORATION CORP BND			1	2FE	3,362,309	122.8030	3,536,726	2,880,000	3,311,026			(16,858)		7.500	5.992	AO	45,600	216,000	09/30/2013	04/15/2032
92277G-AF-4	VENTAS REALTY LP VENTAS REALTY LP			1	2FE	1,761,500	93.8860	1,643,005	1,750,000	1,761											

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	C o d e	F o r e i g n	B o n d C h a r	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
94974B-GK-0	WELLS FARGO & COMPANY SENIOR CORP BND				1FE	934,310	94.8510	948,510	1,000,000	934,346		36			3.900	4.300	MM	6,608		12/19/2016	05/01/2045
94974B-GG-7	WELLS FARGO & COMPANY SUB CORP BND				1FE	200,210	102.7120	205,424	200,000	200,000					4.900	4.893	MM	1,198	9,800	12/14/2015	11/17/2045
94974B-GU-8	WELLS FARGO & COMPANY SUB CORP BND				1FE	2,452,528	101.4860	2,486,407	2,450,000	2,452,525		(3)			4.750	4.743	JD	7,435		12/02/2016	12/07/2046
94980V-AG-3	WELLS FARGO BANK NA CORP BND				1FE	5,712,050	117.7250	5,886,250	5,000,000	5,653,531		(19,421)			5.950	4.906	FA	103,299	297,500	10/16/2013	08/26/2036
963320-AV-8	WHIRLPOOL CORPORATION SENIOR CORP BND				2FE	1,091,211	97.5060	1,072,566	1,100,000	1,091,309		98			4.500	4.549	JD	4,125	25,850	05/18/2016	06/01/2046
96950F-AF-1	WILLIAMS PARTNERS LP CORP BND				2FE	5,272,448	106.7390	5,336,950	5,000,000	5,257,170		(5,063)			6.300	5.891	AO	66,500	315,000	09/30/2013	04/15/2040
96950F-AK-0	WILLIAMS PARTNERS LP SENIOR CORP BND				2FE	1,106,400	102.2770	1,022,770	1,000,000	1,103,201					5.800	5.085	MM	7,411	58,000	02/25/2015	11/15/2043
98978V-AH-6	ZOETIS INC SENIOR CORP BND				2FE	2,330,265	97.3370	2,433,425	2,500,000	2,339,107		2,882			4.700	5.151	FA	48,958	117,500	10/30/2013	02/01/2043
13645R-AF-1	CANADIAN PACIFIC RAILWAY CO CORP BND				2FE	5,526,785	119.1600	5,958,000	5,000,000	5,486,443		(13,234)			5.950	5.172	MM	38,014	297,500	09/30/2013	05/15/2037
29103D-AG-1	EMERA US FINANCE LP SENIOR CORP BND 144A				2FE	5,983,500	98.3030	5,898,180	6,000,000	5,984,247		747			3.550	3.583	JD	9,467	105,908	06/09/2016	06/15/2026
380956-AE-2	GOLDCORP INC SENIOR CORP BND				2FE	427,040	98.0890	416,878	425,000	426,974		(32)			5.450	5.417	JD	23,163	23,163	06/18/2014	06/09/2044
89346D-AE-7	TRANSALTA CORP CORP BND				2FE	2,185,909	92.1630	2,073,668	2,250,000	2,189,231		1,067			6.500	6.732	MS	43,063	146,250	09/30/2013	03/15/2040
98417E-AC-4	XSTRATA FINANCE (CANADA) LTD GLENCORE FI				2FE	3,038,031	109.7360	3,292,080	3,000,000	3,036,033		(768)			6.900	6.792	MM	26,450	207,000	09/30/2013	11/15/2037
98417E-AR-1	XSTRATA FINANCE (CANADA) LTD SENIOR CORP				2FE	442,952	96.0840	408,357	425,000	422,236		(329)			5.550	5.261	AO	4,324	23,588	06/19/2014	10/25/2042
00185A-AB-0	ACN PLC ACN PLC				2FE	3,500,254	93.6860	3,747,440	4,000,000	3,526,487		8,666			4.250	5.076	JD	8,972	170,000	10/30/2013	12/12/2042
00507U-AH-4	ACTAVIS FUNDING SCS SENIOR CORP BND				2FE	743,234	99.1500	718,838	725,000	742,643		(321)			4.850	4.690	JD	1,563	35,163	01/08/2015	06/15/2044
055451-AV-0	BHP BILLITON FINANCE (USA) LTD SENIOR CO				1FE	526,545	111.6960	558,480	500,000	525,841		(479)			5.000	4.660	MS	6,319	25,000	06/05/2015	09/30/2043
15639K-AB-8	CENTRICA PLC SENIOR CORP BND 144A				2FE	3,423,573	105.8630	3,652,274	3,450,000	3,424,817		411			5.375	5.427	AO	38,633	185,438	10/10/2013	10/16/2043
21684A-AD-8	RABOBANK NEDERLAND NV SUB CORP BND				1FE	1,751,578	108.6480	1,847,016	1,700,000	1,750,623		(763)			5.250	5.052	FA	36,444	89,250	08/28/2015	08/04/2045
35177P-AX-5	ORANGE SA SENIOR CORP BND				2FE	310,050	111.8900	279,725	250,000	309,471		(579)			5.375	3.881	JJ	6,271		07/27/2016	01/13/2042
361640-NA-2	GE CAPITAL INTERNATIONAL FUNDI SENIOR CO				1FE	5,924,523	104.7910	6,208,867	5,925,000	5,924,822		300			4.418	4.418	MM	33,448	130,883	07/08/2016	11/15/2035
404280-AQ-2	HSBC HOLDINGS PLC SUB CORP BND				1FE	9,185,190	107.0870	9,343,341	8,725,000	9,168,706		(7,674)			5.250	4.909	MS	136,146	458,063	08/27/2015	03/14/2044
50247V-AB-5	LYB INTERNATIONAL FINANCE BV SENIOR CORP				2FE	6,863,472	107.5140	7,525,980	7,000,000	6,870,682		2,162			5.250	5.382	JJ	169,458	367,500	09/30/2013	07/15/2043
539439-AN-9	LLOYDS TSB GROUP PLC SUB CORP BND 144A				2FE	1,709,268	103.2680	1,781,373	1,725,000	1,709,350		82			5.300	5.362	JD	7,619	45,713	11/14/2016	12/01/2045
685218-AB-5	ORANGE SA SENIOR CORP BND				2FE	1,243,500	114.8600	1,148,600	1,000,000	1,242,491		(1,009)			5.500	4.009	FA	22,153		10/12/2016	02/06/2044
76720A-AD-8	RIO TINTO FINANCE (USA) PLC SENIOR CORP				2FE	496,965	107.2590	536,295	500,000	497,090		59			4.750	4.790	MS	6,531	23,750	06/05/2015	03/22/2042
3299999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					524,360,324	XXX	532,093,064	487,989,500	522,031,232		(923,432)			XXX	XXX	XXX	6,143,899	21,463,817	XXX	XXX
25151K-AC-3	DALT 07-3 SUPSEN ABS 07-3-2A1				1FML	8,646,580	81.2720	8,989,702	11,061,287	8,661,723		222,204			1.506	5.988	MM	2,314	137,083	10/20/2015	10/25/2047
86359D-UP-0	LHXSTR 05-5N RMBS 05-5N 2A1				1FML	5,441,865	77.9560	5,562,465	7,135,411	5,449,383		8,632			1.597	6.502	MM	9,497	72,375	04/12/2016	11/25/2035
3399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities					14,088,445	XXX	14,552,167	18,196,698	14,111,106		230,836			XXX	XXX	XXX	11,811	209,458	XXX	XXX
05524R-AA-4	BAMLL 13-FRR1 CMBS 13-FRR1-A1 144A				1AM	3,038,456	80.0930	3,806,200	4,752,229	3,721,417		229,560			0.000	6.509	N/A			09/30/2013	12/26/2020
05525M-AG-1	BAMLL 14-520M BAMLL 14-520M				1FML	3,335,280	95.3220	3,336,257	3,500,000	3,347,480		4,884			4.214	4.690	MM	8,194	149,945	08/01/2014	08/15/2046
07325M-AA-2	BAYC 07-1 SENIOR/CMBS 07-1 144A				1FE	3,182,447	88.2670	3,490,341	3,954,309	3,358,560		36,383			0.976	4.768	MM	536	27,938	09/30/2013	03/25/2037
07325Y-AA-6	BAYVIEW COMMERCIAL ASSET TRUST BAYC 07-3				1FE	2,256,726	85.2390	2,481,394	2,911,085	2,370,238		9,041			0.996	5.105	MM	403	21,158	09/30/2013	07/25/2037
12592K-BH-6	COMM 14-UBS5 SUB SUB CMBS 14-UBS5-C				1FML	2,051,875	99.3840	1,987,675	2,000,000	2,041,688		(4,866)			4.613	4.396	MM	7,688	93,777	10/23/2014	09/10/2047
23306N-AL-6	DBWF 2015-LCM D SUB CMBS				1FML	1,782,584	88.3370	1,766,739	2,000,000	1,806,685		16,218			3.421	4.834	MM	5,702	69,563	06/17/2015	06/10/2034
78413M-AN-8	SFAVE COMMERCIAL MORTGAGE SEC SUB CMBS				1FML	4,018,872	87.6040	3,504,174	4,000,000	4,017,556		(696)			4.388	4.458	MM	14,627	178,446	02/03/2015	01/05/2035
3499999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities					19,666,240	XXX	20,372,780	23,117,623	20,663,624		290,524			XXX	XXX	XXX	37,150	540,827	XXX	XXX
00213V-AA-2	ARLFR 13-1 ARLFR 13-1				1AM	7,208,178	118.8820	7,208,178	6,063,295	7,208,178		453,774			0.000	3.420	JAJO			01/01/2014	12/31/2056
03879M-AA-1	ARC 13-1 ABS 13-1 A 144A				1AM	6,119,607	100.0000	6,119,607	6,119,607	6,119,607					3.000	3.018	MM	8,159	183,588	01/14/2015	12/15/2025
25151K-AA-7	DALT 07-3 SUPSEN ABS 07-3				1FML	9,185,582	91.0760	10,140,382	11,134,039	9,427,349		223,545			2.317	6.151	MM	21,495	241,409	12/15/2015	10/25/2047
63939E-AE-3	NAVSL 15-AA ABS 15-AA B 144A				1FE	4,769,155	92.5880	4,629,391	5,000,000	4,821,640		13,491			3.500	3.945	MM	7,778	175,486	01/13/2015	12/15/2044
63939N-AD-5	NAVPEL 16-A SUB ABS 2016-AA B 144A				1FE	6,598,274	89.4120	7,152,958	8,000,000	6,648,582		50,308			3.500	5.606	MM	12,444	241,889	01/28/2016	12/16/2058
64032X-AB-1	NSLT 12-3A NSLT 12-3A				1FE	1,765,000	93.1980	1,863,957	2,000,000	1,883,208		31,784			1.756	2.997	MM	488	29,952	04/08/2014	08/25/2045
64033A-AB-0	NSLT 12-4A NSLT 12-4A				1FE	4,495,313	81.9590	4,097,970	5,000,000	4,791,182		71,818			1.756	2.794	MM	1,220	74,880	04/22/2014	07/26/2049
64033E-AB-2	NELNET STUDENT LOAN TRUST NSLT ABS 13-2				1FE	7,955,469	81.4500	6,923,289	8,500,000	8,403,284		98,549			2.256	2.924	MM	2,663	170,366	04/08/2014	08/26/2052
78448P-AF-7	SNB PVT ED TRUST 2015-A CLASS ABS 144A				1FE	1,929,855	100.4080	2,008,160	2,000,000	1,945,569		3,881			4.500	4.885	MM	4,000	90,000	04/15/2015	10/15/2048
84861C-AB-1	SPMIF 14-4A SPMIF 14-4A				1FE	1,496,345	93.9760	1,409,642	1,												

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	C o d e	F o r e i g n	Bond Char	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
3599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities					68,080,450	XXX	68,564,103	72,316,941	70,082,016		981,133			XXX	XXX	XXX	153,115	1,861,487	XXX	XXX
3899999	Total - Industrial and Miscellaneous (Unaffiliated) Bonds					626,195,459	XXX	635,582,114	601,620,762	626,887,978		579,061			XXX	XXX	XXX	6,345,975	24,075,589	XXX	XXX
4899999	Total - Hybrid Securities						XXX								XXX	XXX	XXX			XXX	XXX
38141G-CU-6	GOLDMAN SACHS GROUP INC CORP BND				1FE	2,234,961	120.8630	2,417,260	2,000,000	2,210,486		(8,213)			6.125	5.156	FA	46,278	122,500	10/30/2013	02/15/2033
4999999	Subtotal - Bonds - Parent, Subsidiaries and Affiliates - Issuer Obligations					2,234,961	XXX	2,417,260	2,000,000	2,210,486		(8,213)			XXX	XXX	XXX	46,278	122,500	XXX	XXX
5599999	Total - Parent, Subsidiaries and Affiliates Bonds					2,234,961	XXX	2,417,260	2,000,000	2,210,486		(8,213)			XXX	XXX	XXX	46,278	122,500	XXX	XXX
6099999	Subtotal - SVO Identified Funds						XXX								XXX	XXX	XXX			XXX	XXX
7799999	Total - Issuer Obligations					598,776,119	XXX	609,242,225	551,104,325	596,069,227		(1,091,318)			XXX	XXX	XXX	7,188,861	25,159,796	XXX	XXX
7899999	Total - Residential Mortgage-Backed Securities					14,088,445	XXX	14,552,167	18,196,698	14,111,106		230,836			XXX	XXX	XXX	11,811	209,458	XXX	XXX
7999999	Total - Commercial Mortgage-Backed Securities					36,805,970	XXX	38,685,959	42,117,623	37,963,123		412,996			XXX	XXX	XXX	96,974	1,001,646	XXX	XXX
8099999	Total - Other Loan-Backed and Structured Securities					68,634,185	XXX	69,104,803	72,816,941	70,629,203		974,585			XXX	XXX	XXX	164,128	1,861,487	XXX	XXX
8199999	Total - SVO Identified Funds						XXX								XXX	XXX	XXX			XXX	XXX
8399999	Total Bonds					718,304,719	XXX	731,585,154	684,235,587	718,772,659		527,099			XXX	XXX	XXX	7,461,774	28,232,387	XXX	XXX

Schedule D - Part 2 - Section 1 - Preferred Stocks Owned

N O N E

Schedule D - Part 2 - Section 2 - Common Stocks Owned

N O N E

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
268317-AK-0	ELECTRICITE DE FRANCE SA SENIOR CORP BND	D	04/27/2016	MORGAN STANLEY CAPITAL SERVICE		2,633,600	2,500,000	33,854
1099999. Subtotal - Bonds - All Other Governments						2,633,600	2,500,000	33,854
13063A-7D-0	CALIFORNIA ST MUNI BND GO		02/02/2016	CITIGROUP GLOBAL MKT INC		3,566,800	2,500,000	62,861
13063A-7D-0	CALIFORNIA ST MUNI BND GO		08/19/2016	ACCORDIA		1,929,625	1,250,000	34,979
1799999. Subtotal - Bonds - U.S. States, Territories and Possessions						5,496,425	3,750,000	97,840
010869-AS-4	ALAMEDA CORRIDOR TRANSN AUTH C ALAMEDA C		08/19/2016	ACCORDIA		1,592,025	2,500,000	
072024-PY-2	BAY AREA TOLL AUTH CALIF MUNITAX BND REV		02/01/2016	CITIGROUP GLOBAL MKT INC		2,819,260	2,000,000	47,198
30293A-AN-0	FREMIF 2015-K47 B SUB CMBS 15-K47 B		03/11/2016	BK AMER MERRIL LYNCH		6,367,966	7,500,000	11,636
30293X-AJ-9	FREMIF 2015-K51 SUB CMBS 15-K51 B 144A		06/08/2016	ACCORDIA		9,481,813	10,000,000	7,687
34160P-DA-4	FLORIDA ST DEPT MGMT SVCS FLORIDA ST DEP		08/19/2016	ACCORDIA		553,735	500,000	1,322
677704-A6-5	OHIO UNIVERSITY MUNITAX BND REV		02/23/2016	CAPE VERITY I		6,003,635	5,500,000	70,030
73358W-JA-3	PORT AUTH NY & NJ MUNITAX BND REV		02/01/2016	CITIGROUP GLOBAL MKT INC		995,040	1,000,000	15,232
836753-JG-9	SOUTH BROWARD HOSP DIST FLA SOUTH BROWAR		08/19/2016	ACCORDIA		1,103,440	1,000,000	21,834
3199999. Subtotal - Bonds - U.S. Special Revenues						28,916,914	30,000,000	174,939
00206R-CU-4	AT&T INC SENIOR CORP BND		03/29/2016	MERRILL LYNCH & CO.		3,507,728	3,200,000	26,116
002824-BH-2	ABBOTT LABORATORIES SENIOR CORP BND		12/09/2016	ACCORDIA		3,221,888	3,200,000	7,404
00287Y-AW-9	ABBVIE INC SENIOR CORP BND		05/09/2016	MERRILL LYNCH & CO.		1,390,592	1,400,000	
02209S-AR-4	ALTRIA GROUP INC SENIOR CORP BND		02/01/2016	DEUTSCHE BANK AG		2,166,000	2,000,000	1,194
02209S-AV-5	ALTRIA GROUP INC SENIOR CORP BND		10/12/2016	J.P. MORGAN SECURITIES INC		2,028,160	2,000,000	6,674
02361D-AO-3	AMEREN ILLINOIS COMPANY SECURED CORP BND		01/14/2016	ACCORDIA		256,008	250,000	865
03073E-AN-5	AMERISOURCEBERGEN CORPORATION SENIOR COR		06/09/2016	CREDIT SUISSE FIRST BOSTON COR		1,042,350	1,000,000	12,160
031162-BA-7	AMGEN INC CORP BND 6.400% 02/01/39		04/11/2016	CITIGROUP GLOBAL MKT INC		3,490,795	2,750,000	35,689
031162-BE-9	AMGEN INC SENIOR CORP BND		04/11/2016	CITIGROUP GLOBAL MKT INC		1,097,030	1,000,000	1,788
035240-AG-5	ANHEUSER-BUSCH INBEV WORLDWIDE SENIOR CO		12/16/2016	Taxable Exchange		1,049,390	1,000,000	20,763
035242-AN-6	ANHEUSER-BUSCH INBEV FINANCE I SENIOR CO		02/01/2016	Various		2,878,833	2,850,000	1,225
037735-CM-7	APPALACHIAN POWER CO CORP BND		07/26/2016	Various		2,208,608	1,600,000	36,711
037833-BX-7	APPLE INC SENIOR CORP BND		02/16/2016	J.P. MORGAN SECURITIES INC		4,971,150	5,000,000	
037833-CD-0	APPLE INC SENIOR CORP BND		07/28/2016	J.P. MORGAN SECURITIES INC		797,880	800,000	
040555-CM-4	ARIZONA PUBLIC SERVICE CO SENIOR CORP BN		06/23/2016	BK AMER MERRIL LYNCH		4,440,799	3,695,000	60,644
06051G-FQ-7	BANK OF AMERICA CORP SUB CORP BND		01/14/2016	ACCORDIA		292,719	300,000	3,285
075887-BG-3	BECTON DICKINSON AND COMPANY SENIOR CORP		02/23/2016	CAPE VERITY I		5,117,650	5,000,000	44,247
09062X-AD-5	BIODERIV INC SENIOR CORP BND		04/11/2016	CITIGROUP GLOBAL MKT INC		1,132,270	1,000,000	4,189
09062X-AD-5	BIODERIV INC SENIOR CORP BND		01/14/2016	ACCORDIA		4,070,680	4,000,000	68,756
092113-AN-9	BLACK HILLS CORP SENIOR CORP BND		08/10/2016	SCOTIA CAPITAL		198,910	200,000	
097023-BS-3	BOEING CO SENIOR CORP BND		05/16/2016	MERRILL LYNCH & CO.		1,233,244	1,275,000	
115637-AP-5	BROWN-FORMAN CORPORATION SENIOR CORP BND		05/05/2016	J.P. MORGAN SECURITIES INC		1,672,815	1,500,000	21,563
12189L-AW-1	BURLINGTON NORTHERN SANTA FE R SENIOR CO		04/01/2016	MERRILL LYNCH & CO.		1,032,620	1,000,000	576
12626P-AN-3	CRH AMERICA INC. SENIOR CORP BND 144A		04/12/2016	PLIC-ILCOB		1,086,721	1,100,000	22,550
126408-HF-3	CSX CORPORATION SENIOR CORP BND		10/13/2016	CITICORP SECURITIES MARKETS		994,310	1,000,000	
126650-CN-8	CVS HEALTH CORP SENIOR CORP BND		10/12/2016	Various		3,360,950	3,000,000	16,372
161175-BA-1	CHARTER COMMUNICATIONS HOLDING SENIOR C		12/06/2016	Tax Free Exchange		2,000,000	2,000,000	15,490
172967-HS-3	CITIGROUP INC SUB CORP BND		04/08/2016	Various		2,936,340	2,800,000	61,186
172967-JU-6	CITIGROUP INC SENIOR CORP BND		12/19/2016	CITICORP SECURITIES MARKETS		1,038,920	1,000,000	18,342
172967-KR-1	CITIGROUP INC SUB CORP BND		12/02/2016	CITICORP SECURITIES MARKETS		841,330	850,000	2,131
26138E-AY-5	DR PEPPER SNAPPLE GROUP INC SENIOR CORP		12/05/2016	CREDIT SUISSE FIRST BOSTON COR		2,123,236	2,125,000	
263901-AF-7	DUKE ENERGY INDIANA INC SECURED CORP BND		07/26/2016	BK AMER MERRIL LYNCH		1,830,416	1,496,000	2,851
26441C-AT-2	DUKE ENERGY CORP SENIOR CORP BND		08/23/2016	Various		1,165,676	1,150,000	1,458
27886S-AM-2	ECOLAB INC SENIOR CORP BND		10/14/2016	STIFEL NICOLAUS & CO INC		1,565,500	1,250,000	25,017
30161N-AS-0	EXELON CORPORATION SENIOR CORP BND		05/19/2016	Tax Free Exchange		553,975	500,000	10,908
30161N-AV-3	EXELON CORPORATION SENIOR CORP BND		04/04/2016	BARCLAYS CAPITAL		2,163,908	2,175,000	
33616C-AB-6	FIRST REPUBLIC BANK/SAN FRANCIS SUB CORP		07/25/2016	MERRILL LYNCH & CO.		1,052,823	1,075,000	
345370-CS-7	FORD MOTOR COMPANY SENIOR CORP BND		12/05/2016	MORGAN STANLEY CAPITAL SERVICE		2,000,000	2,000,000	
34959J-AD-0	FORTIVE CORP SENIOR CORP BND 144A		06/08/2016	Various		1,472,004	1,450,000	
375558-BD-4	GILEAD SCIENCES INC SENIOR CORP BND		04/08/2016	Various		2,458,028	2,300,000	30,928
384802-AC-8	GRAINGER W.W. INC SENIOR CORP BND		05/09/2016	MORGAN STANLEY CAPITAL SERVICE		1,489,830	1,500,000	
413875-AT-2	HARRIS CORPORATION SENIOR CORP BND		05/05/2016	BNP PARIBAS		1,114,270	1,000,000	1,825
437076-AV-4	HOME DEPOT INC SENIOR CORP BND		02/02/2016	STIFEL NICOLAUS & CO INC		3,175,364	2,525,000	51,748
460146-CQ-4	INTERNATIONAL PAPER CO SENIOR CORP BND		08/02/2016	DEUTSCHE BANK AG		1,997,980	2,000,000	
46625H-LL-2	JPMORGAN CHASE & CO SUB CORP BND		01/14/2016	ACCORDIA		6,611,491	6,575,000	38,875
48249D-AA-9	KKR GROUP FINANCE CO SENIOR CORP BND 144		01/14/2016	CAPE VERITY I		1,393,483	1,300,000	32,374
485134-BH-2	KANSAS CITY POWER & LIGHT COMP KANSAS CI		03/29/2016	ACCORDIA		1,505,576	1,220,000	27,474
485170-AQ-7	KANSAS CITY SOUTHERN INDS SENIOR CORP BN		07/26/2016	Tax Free Exchange		4,506,923	5,000,000	42,403
487836-BQ-0	KELLOGG COMPANY SENIOR CORP BND		02/25/2016	Various		851,631	850,000	
50077L-AB-2	KRAFT HEINZ FOODS CO SENIOR CORP BND		08/22/2016	Tax Free Exchange		2,691,512	2,700,000	28,875

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
50077L-AM-8	HEINZ H. J. COMPANY SENIOR CORP BND		08/22/2016	Tax Free Exchange		1,149,292	1,000,000	5,344
501044-CT-6	KROGER CO (THE) SENIOR CORP BND		07/19/2016	PIERPONT SECURITIES		2,460,220	2,000,000	48,925
571903-AS-2	MARRIOTT INTERNATIONAL INC SENIOR CORP B		06/07/2016	DEUTSCHE BANK AG		6,976,690	7,000,000	
577081-AU-6	MATTEL INC CORP BND 6.200% 10/01/40		04/12/2016	ACCORDIA		5,804,272	5,035,000	9,539
58013M-FA-7	MCDONALDS CORP SENIOR CORP BND		07/27/2016	Various		2,527,876	2,200,000	6,500
58013M-FA-7	MCDONALDS CORP SENIOR CORP BND		02/23/2016	CAPE VERITY I		3,146,520	3,000,000	30,063
581557-BC-8	MCKESSON CORP SENIOR CORP BND		02/09/2016	CREDIT SUISSE FIRST BOSTON COR		820,968	800,000	15,951
581550-AE-3	MCKESSON CORP SENIOR CORP BND		03/02/2016	Various		438,820	387,000	387
585055-BD-7	MEDTRONIC INC SENIOR CORP BND		06/23/2016	J.P. MORGAN SECURITIES INC		570,295	500,000	6,616
594918-BM-5	MICROSOFT CORP SENIOR CORP BND		04/28/2016	Various		2,711,148	2,400,000	6,333
594918-BT-0	MICROSOFT CORP SENIOR CORP BND		08/01/2016	MERRILL LYNCH & CO.		2,985,450	3,000,000	
60871R-AH-3	MOLSON COORS BREWING CO SENIOR CORP BND		06/28/2016	MERRILL LYNCH & CO.		745,178	750,000	
61747Y-DY-8	MORGAN STANLEY SENIOR CORP BND		12/19/2016	MORGAN STANLEY & CO. INC		2,270,790	2,300,000	39,835
61747Y-DY-8	MORGAN STANLEY SENIOR CORP BND		02/23/2016	CAPE VERITY I		3,349,640	3,500,000	10,869
63939N-AD-5	NAVPEL 16-A SUB ABS 2016-AA B 144A		01/28/2016	J.P. MORGAN SECURITIES INC		6,598,274	8,000,000	
64128X-AE-0	NEUBERGER BERMAN GROUP LLC/NEU SENIOR CO		08/19/2016	ACCORDIA		3,880,881	4,575,000	76,822
677050-AG-1	OGLETHORPE POWER CORP BND		01/14/2016	CAPE VERITY I		4,604,880	4,000,000	48,261
68389X-BF-1	ORACLE CORPORATION SENIOR CORP BND		03/30/2016	MERRILL LYNCH & CO.		3,532,155	3,500,000	52,995
713448-BP-2	PEPSICO INC CORP BND 5.500% 01/15/40		07/26/2016	BARCLAYS CAPITAL		5,494,153	4,140,000	8,855
718172-BL-2	PHILIP MORRIS INTERNATIONAL IN SENIOR CO		04/28/2016	J.P. MORGAN SECURITIES INC		3,523,641	3,300,000	
744320-AQ-8	PRUDENTIAL FINANCIAL INC CORP BND MTN		02/23/2016	CAPE VERITY I		2,164,000	2,000,000	21,850
744538-AA-7	PUBLIC SERV CO OF NH CORP BND		03/29/2016	ACCORDIA		2,435,210	2,000,000	55,378
744560-BB-1	PUBLIC SERVICE ELECTRIC AND GA SECURED C		04/27/2016	US BANCORP		1,053,570	1,015,000	12,964
761713-BB-1	REYNOLDS AMERICAN INC SENIOR CORP BND		06/23/2016	Various		2,598,683	2,300,000	61,409
828807-CE-5	SIMON PROPERTY GROUP LP SENIOR CORP BND		01/14/2016	CAPE VERITY I		939,225	700,000	21,394
842400-FC-2	SOUTHERN CALIFORNIA EDISON CO. SECURED C		04/27/2016	MORGAN STANLEY CAPITAL SERVICE		2,280,382	1,804,000	25,651
86359D-UP-0	LHXSTR 05-SN RMBS 05-SN 2A1		04/12/2016	RBC DOMINION SECURITIES INC.		5,440,751	7,135,411	3,997
863667-AJ-0	STRYKER CORP SENIOR CORP BND		03/03/2016	MERRILL LYNCH & CO.		839,493	950,000	
86765B-AK-5	SUNOCO LOGISTICS PARTNERS LP SUNOCO LOGI		04/12/2016	ACCORDIA		2,888,447	2,650,000	25,595
871829-AN-7	SYSCO CORP SENIOR CORP BND		02/02/2016	STIFEL NICOLAUS & CO INC		5,251,075	4,100,000	104,123
873050-OM-1	TTX CO SENIOR CORP BND 144A		06/06/2016	CITIGROUP GLOBAL MKT INC		2,522,374	2,525,000	
907818-EG-9	UNION PACIFIC CORPORATION SENIOR CORP BN		02/29/2016	CREDIT SUISSE FIRST BOSTON COR		1,142,400	1,200,000	18,083
907818-EL-8	UNION PACIFIC CORPORATION SENIOR CORP BN		10/04/2016	Taxable Exchange		508	500	
907818-EM-6	UNION PACIFIC CORP SENIOR CORP BND		12/22/2016	Tax Free Exchange		1,617,764	1,592,000	13,104
913017-BT-5	UNITED TECHNOLOGIES CORPORATN SENIOR COR		04/01/2016	BNP PARIBAS		4,347,600	4,000,000	62,500
91324P-CR-1	UNITEDHEALTH GROUP INCORPORATE SENIOR CO		12/20/2016	BARCLAYS CAPITAL		326,343	300,000	6,254
92343V-CM-4	VERIZON COMMUNICATIONS INC SENIOR CORP B		04/06/2016	Various		5,151,722	5,200,000	22,122
92343V-CX-0	VERIZON COMMUNICATIONS INC SENIOR CORP B		04/06/2016	CITIGROUP GLOBAL MKT INC		1,030,420	1,000,000	3,266
92343V-CZ-5	VERIZON COMMUNICATIONS INC SENIOR CORP B		04/05/2016	CITIGROUP GLOBAL MKT INC		1,197,828	1,200,000	3,582
931427-AQ-1	WALGREENS BOOTS ALLIANCE INC SENIOR CORP		05/27/2016	Various		2,748,950	2,750,000	192
931427-AR-9	WALGREENS BOOTS ALLIANCE INC SENIOR CORP		05/26/2016	Various		1,029,660	1,025,000	
94973V-BB-2	ANTHEM INC SENIOR CORP BND		07/26/2016	JEFFRIES & CO. INC.		273,483	250,000	452
94974B-GK-0	WELLS FARGO & COMPANY SENIOR CORP BND		12/19/2016	WELLS FARGO SECURITIES		934,310	1,000,000	5,525
94974B-GU-8	WELLS FARGO & COMPANY SUB CORP BND		12/02/2016	WELLS FARGO SECURITIES		2,452,528	2,450,000	
963320-AV-8	WHIRLPOOL CORPORATION SENIOR CORP BND		05/18/2016	CITIGROUP GLOBAL MKT INC		1,091,211	1,100,000	
29103D-AG-1	EMERA US FINANCE LP SENIOR CORP BND 144A		06/09/2016	J.P. MORGAN SECURITIES INC		5,983,500	6,000,000	
35177P-AX-5	ORANGE SA SENIOR CORP BND	D.	07/27/2016	J.P. MORGAN SECURITIES INC		310,050	250,000	672
36164Q-NA-2	GE CAPITAL INTERNATIONAL FUNDI SENIOR CO	D.	07/08/2016	Tax Free Exchange		5,924,523	5,925,000	38,538
539439-AN-9	LLOYDS TSB GROUP PLC SUB CORP BND 144A	D.	11/14/2016	Tax Free Exchange		1,709,268	1,725,000	41,649
685218-AB-5	ORANGE SA SENIOR CORP BND	D.	10/12/2016	RBC DOMINION SECURITIES INC.		1,243,500	1,000,000	10,847
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					233,900,237	224,494,911	1,711,098
8399997	Total - Bonds - Part 3					270,947,176	260,744,171	2,017,731
8399998	Total - Bonds - Part 5					40,164,533	36,886,112	332,913
8399999	Total - Bonds					311,111,709	297,631,023	2,350,644
8999997	Total - Preferred Stocks - Part 3						XXX	
8999998	Total - Preferred Stocks - Part 5						XXX	
8999999	Total - Preferred Stocks						XXX	
9799997	Total - Common Stocks - Part 3						XXX	
9799998	Total - Common Stocks - Part 5						XXX	
9799999	Total - Common Stocks						XXX	
9899999	Total - Preferred and Common Stocks						XXX	
9999999	Totals					311,111,709	XXX	2,350,644

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	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 Book/ Adjusted Carrying Value (11+12-13)	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	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
912796-FV-6	UNITED STATES TREASURY BILL		01/01/2016	VARIOUS		1,999,536	2,000,000	1,995,100	1,999,536						1,999,536					02/04/2016
912796-FV-6	UNITED STATES TREASURY BILL		01/01/2016	VARIOUS		999,819	1,000,000	998,201	999,819						999,819					02/04/2016
912796-GW-3	UNITED STATES TREASURY BILL		01/01/2016	VARIOUS		998,021	1,000,000	996,612	998,021						998,021					07/21/2016
912828-C2-4	UNITED STATES TREASURY GOVT BND		01/14/2016	ACCORDIA		4,036,080	4,000,000	3,997,201	3,998,203		20		20		3,998,223		37,857	37,857	22,418	02/28/2019
912828-PS-3	UNITED STATES TREASURY GOVT BND		01/01/2016	VARIOUS		1,215,977	1,214,000	1,220,525	1,215,977						1,215,977					01/31/2016
912828-VM-8	UNITED STATES TREASURY GOVT BND		01/01/2016	VARIOUS		786,440	786,000	786,645	786,440						786,440					05/31/2016
0599999 Subtotal - Bonds - U.S. Governments						10,035,873	10,000,000	9,994,284	9,997,996			20	20		9,998,016		37,857	37,857	22,418	XXX
00213V-AA-2	ARLFR 13-1 ARLFR 13-1 0.000% 12/31/56		10/03/2016	Paydown		1,141,743	1,141,743	1,299,938	1,271,881		(130,139)		(130,139)		1,141,743					12/31/2056
012725-AD-9	ALBEMARLE CORP SENIOR CORP BND		08/10/2016	ACCORDIA		2,291,900	2,000,000	2,201,980	2,198,993		(2,045)		(2,045)		2,196,947		94,953	94,953	75,392	12/01/2044
020002-AV-3	ALLSTATE CO CORP BND 6.125% 05/15/67		08/30/2016	DEUTSCHE BANK AG		1,920,000	2,000,000	2,060,000	2,024,074		(11,549)		(11,549)		2,012,525		(92,525)	(92,525)	97,660	05/15/2067
02209S-AE-3	ALTRIA GROUP INC CORP BND		01/25/2016	MORGAN STANLEY CAPITAL SERVICE		522,951	325,000	491,595	484,758		(250)		(250)		484,508		38,443	38,443	7,006	11/10/2038
023135-AQ-9	AMAZON.COM INC SENIOR CORP BND		05/20/2016	MERRILL LYNCH & CO.		2,317,320	2,000,000	2,146,880	2,144,905		(1,023)		(1,023)		2,143,882		173,438	173,438	46,750	12/05/2044
026874-AZ-0	AMERICAN INTERNATIONAL GROUP 1 CORP BND		03/23/2016	TENDER OFFER		2,552,212	2,300,000	2,662,447	2,643,870		(2,010)		(2,010)		2,641,861		(89,649)	(89,649)	57,441	05/01/2036
03073E-AN-5	AMERISOURCEBERGEN CORPORATION SENIOR COR		03/29/2016	ACCORDIA		2,405,094	2,500,000	2,610,305	2,608,673		(500)		(500)		2,608,173		(203,079)	(203,079)	61,389	03/01/2045
037411-BA-2	APACHE CORP SENIOR CORP BND		07/21/2016	J.P. MORGAN SECURITIES INC		3,115,050	3,000,000	2,927,515	2,930,116		710		710		2,930,827		184,223	184,223	111,229	04/15/2043
037833-AL-4	APPLE INC SENIOR CORP BND		01/21/2016	MILLENNIUM ADVISORS, LL		505,808	550,000	459,729	462,931		107		107		463,038		42,770	42,770	4,823	05/04/2043
03879M-AA-1	ARC 13-1 ABS 13-1 A 144A		12/15/2016	Paydown		633,346	633,346	633,346	633,346						633,346				10,942	12/15/2025
039483-BC-5	ARCHER-DANIELS-MIDLAND COMPANY CORP BND		01/29/2016	JEFFRIES & CO. INC.		307,153	250,000	280,730	279,473		(53)		(53)		279,420		27,733	27,733	6,085	03/01/2041
05604F-AS-4	BIWAY 13-1515 SUB CMBS 13-1515 F 144A		04/11/2016	BK AMER MERRIL LYNCH		2,676,563	3,000,000	2,738,438	2,765,067		16,041		16,041		2,781,108		(104,546)	(104,546)	44,178	03/10/2033
07325M-AA-2	BAYC 07-1 SENIOR/CMBS 07-1 144A		12/27/2016	Paydown		687,829	687,829	553,568	577,873		109,956		109,956		687,829				2,220	03/25/2037
07325Y-AA-6	BAYVIEW COMMERCIAL ASSET TRUST BAYC 07-3		12/27/2016	Paydown		499,171	499,171	386,966	404,880		94,291		94,291		499,171				1,912	07/25/2037
09062X-AD-5	BIOMEN IDEC INC SENIOR CORP BND		12/02/2016	CITICORP SECURITIES MARKETS		214,200	200,000	203,682	203,682		(40)		(40)		203,642		10,558	10,558	12,769	09/15/2045
126408-GY-3	CSX CORPORATION SENIOR CORP BND		03/31/2016	CITIGROUP GLOBAL MKT INC		4,927,000	5,000,000	4,345,633	4,367,364		2,733		2,733		4,370,097		556,903	556,903	113,889	03/15/2044
126650-BR-0	CVS HEALTH CORP CVS CAREMARK CORP		05/31/2016	TENDER OFFER		3,791,094	2,892,000	3,319,819	3,300,800		(3,774)		(3,774)		3,297,025		494,069	494,069	125,963	09/15/2039
14310F-AA-0	CARLYLE HOLDINGS FINANCE LLC CORP BND 14		04/05/2016	PIERPONT SECURITIES		273,812	250,000	235,235	235,677		55		55		235,732		38,080	38,080	7,238	03/30/2043
161175-AP-9	CCO SAFARI II LLC SECURED CORP BND 144A		05/24/2016	Tax Free Exchange		2,000,000	2,000,000	2,000,000	2,000,000						2,000,000				76,007	10/23/2045
172967-BU-4	CITIGROUP INC CORP BND		02/01/2016	CITIGROUP GLOBAL MKT INC		1,616,340	1,500,000	1,490,244	1,490,996		28		28		1,491,024		125,316	125,316	39,656	02/22/2033
20825C-AQ-7	CONOCOPHILLIPS CORP BND		07/21/2016	BARCLAYS CAPITAL		1,290,320	1,000,000	1,376,940	1,368,889		(5,602)		(5,602)		1,363,287		(72,967)	(72,967)	64,097	02/01/2039
25151K-AA-7	DALT 07-3 SUPSEN ABS 07-3		12/01/2016	Paydown		1,039,990	1,037,344	855,809	855,808		184,182		184,182		1,039,990				15,821	10/25/2047
25151K-AC-3	DALT 07-3 SUPSEN ABS 07-3-2A1		12/27/2016	Paydown		1,329,721	1,488,137	1,140,609	1,123,873		205,847		205,847		1,329,721				11,470	10/25/2047
25470D-AD-1	DISCOVERY COMMUNICATIONS LLC CORP BND		06/15/2016	Various		5,132,374	5,000,000	5,477,831	5,459,613		(3,973)		(3,973)		5,455,641		(323,267)	(323,267)	167,614	06/01/2040
263534-CC-1	EI DU PONT DE NEMOURS & CO E I DU PONT D		02/17/2016	INC		2,561,841	2,700,000	2,758,892	2,756,634		(169)		(169)		2,756,465		(194,624)	(194,624)	79,748	01/15/2041
26442C-AH-7	DUKE ENERGY CORP CORP BND		03/24/2016	Various		8,809,067	7,270,000	8,093,724	8,056,932		(4,466)		(4,466)		8,052,466		756,601	756,601	240,377	02/15/2040
26874Q-AB-6	ENSCO INTERNATIONAL INC CORP BND		03/16/2016	MORGAN STANLEY CAPITAL SERVICE		696,267	1,287,000	1,509,885	1,484,698		(2,666)		(2,666)		1,482,032		(785,765)	(785,765)	32,432	11/15/2027
26884T-AN-2	ERAC USA FINANCE LLC SENIOR CORP BND 144		06/22/2016	INC		361,753	350,000	328,321	328,339		184		184		328,523		33,230	33,230	13,650	02/15/2045
35671D-BC-8	FREEMONT-MCMORAN COPPER & GOLD SENIOR CO		07/26/2016	DEUTSCHE BANK AG		328,281	425,000	439,510	439,185		(144)		(144)		439,041		(110,759)	(110,759)	20,161	03/15/2043
36962G-3P-7	GENERAL ELECTRIC CAPITAL CORP CORP BND		03/16/2016	CITIGROUP GLOBAL MKT INC		2,360,641	1,845,000	2,017,825	2,009,429		(904)		(904)		2,008,525		352,115	352,115	74,370	01/14/2038
384802-AB-0	GRAINGER W.W. INC SENIOR CORP BND		02/25/2016	CITIGROUP GLOBAL MKT INC		1,313,676	1,200,000	1,199,028	1,199,043		3		3		1,199,046		114,630	114,630	11,653	06/15/2045
416515-AS-3	HARTFORD FINANCIAL SERVICES GR CORP BND		08/10/2016	ACCORDIA		2,408,460	2,000,000	2,294,776	2,278,757		(4,813)		(4,813)		2,273,943		134,517	134,517	97,514	10/15/2036
438506-AS-6	HONEYWELL FINANCE PLC CORP BND		03/23/2016	DIRECT		6,400,872	4,910,000	5,982,702	5,861,256		(14,038)		(14,038)		5,847,219		553,654	553,654	93,972	06/15/2028
444859-BE-1	HUMANA INC SENIOR CORP BND		03/29/2016	ACCORDIA		1,369,589	1,350,000	1,484,528	1,482,625		(589)		(589)		1,482,037		(112,437)	(112,437)	33,041	10/01/2044
485170-AJ-3	KANSAS CITY SOUTHERN INDS SENIOR CORP BO		07/26/2016	Tax Free Exchange		4,506,923	5,000,000	4,501,550	4,502,060		4,863		4,863		4,506,923				135,569	05/15/2043
50540R-AS-1	LABORATORY CORP OF AMER HLDGS LABORATORY		12/02/2016	J.P. MORGAN SECURITIES INC		1,483,965	1,500,000	1,393,350	1,394,325		1,511		1,511		1,395,836		88,129	88,129	95,175	02/01/2045
539830-BL-2	LOCKHEED MARTIN CORPORATION SENIOR CORP		02/25/2016	CREDIT SUISSE FIRST BOSTON COR		5,290,415	4,925,000	4,852,061	4,852,162		152		152		4,852,314		438,101	438,101	61,054	05/15/2046

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	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 Book/ Adjusted Carrying Value (11+12-13)	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	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
585055-AH-6	MEDTRONIC INC SENIOR CORP BND		03/24/2016	Various		9,204,085	8,500,000	8,331,590	8,338,590		787		787		8,339,376		864,709	864,709	206,813	03/15/2042
58933Y-AJ-4	MERCK & CO INC SENIOR CORP BND		01/21/2016	JEFFRIES & CO. INC.		5,008,700	5,000,000	4,606,501	4,621,528		483		483		4,622,011		386,689	386,689	39,194	05/18/2043
594918-AJ-3	MICROSOFT CORP CORP BND		03/24/2016	Various		6,265,854	5,860,000	5,654,630	5,663,644		786		786		5,664,430		601,424	601,424	115,186	10/01/2040
654730-BD-4	NISOURCE FINANCE CORPORATION SENIOR CORP		01/22/2016	WELLS FARGO SECURITIES		10,837,695	9,500,000	9,774,693	9,766,180		(259)		(259)		9,765,921		1,071,774	1,071,774	259,429	02/01/2045
694308-GE-1	PACIFIC FINANCE AND ELECTRIC CO CORP BND		01/21/2016	MERRILL LYNCH & CO.		6,929,151	5,720,000	6,364,262	6,321,657		(1,393)		(1,393)		6,320,264		608,887	608,887	139,385	03/01/2034
718546-AH-7	PHILLIPS 66 SENIOR CORP BND		05/20/2016	MORGAN STANLEY CAPITAL SERVICE		2,202,500	2,000,000	2,115,929	2,111,961		(776)		(776)		2,111,184		91,316	91,316	66,583	05/01/2042
755111-BU-4	RAYTHEON COMPANY CORP BND		01/29/2016	MORGAN STANLEY CAPITAL SERVICE		6,210,463	5,455,000	5,553,104	5,549,086		(179)		(179)		5,548,907		661,555	661,555	79,779	10/15/2040
78443F-AJ-6	SLMA 07-5 SLMA 07-5 2.936% 01/26/43		04/06/2016	CREDIT SUISSE ZURICH		5,027,656	5,750,000	5,534,375	5,734,720		26,669		26,669		5,761,389		(733,733)	(733,733)	52,294	01/26/2043
78573A-AC-4	SABMILLER HOLDINGS INC SENIOR CORP BND 1		12/16/2016	Taxable Exchange		1,050,390	1,000,000	1,054,170	1,053,592		(1,054)		(1,054)		1,052,538		(2,148)	(2,148)	70,263	01/15/2042
875127-BA-9	TAMPA ELECTRIC COMPANY SENIOR CORP BND		01/29/2016	DEUTSCHE BANK AG		1,676,727	1,700,000	1,522,536	1,529,560		291		291		1,529,851		146,876	146,876	9,293	06/15/2042
87612E-BA-3	TARGET CORPORATION SENIOR CORP BND		01/28/2016	CITIGROUP GLOBAL MKT INC		4,911,750	5,000,000	4,520,352	4,539,115		780		780		4,539,896		371,854	371,854	117,222	07/01/2042
88579E-AC-9	3M CO CORP BND 5.700% 03/15/37		01/27/2016	JEFFRIES & CO. INC.		3,722,010	3,000,000	3,436,869	3,412,416		(953)		(953)		3,411,463		310,547	310,547	64,600	03/15/2037
907818-DJ-4	UNION PACIFIC CORPORATION CORP BND		10/04/2016	Taxable Exchange		1,933,188	1,592,500	1,608,239	1,607,666		(245)		(245)		1,607,421		325,767	325,767	75,644	09/15/2041
907818-DL-9	UNION PACIFIC CORPORATION SENIOR CORP BN		01/29/2016	KEY BANK		1,747,897	1,745,000	1,634,183	1,638,485		184		184		1,638,669		109,228	109,228	10,005	06/15/2042
91324P-AR-3	UNITEDHEALTH GROUP INCORPORATE CORP BND		01/29/2016	WELLS FARGO SECURITIES		2,062,865	1,720,000	1,916,453	1,905,044		(476)		(476)		1,904,568		158,297	158,297	38,241	03/15/2036
918204-AR-9	V F CORPORATION CORP BND		06/21/2016	PIERPOINT SECURITIES		7,627,320	6,000,000	6,663,582	6,618,045		(10,434)		(10,434)		6,607,611		1,019,709	1,019,709	249,000	10/15/2033
92343V-CK-8	VERIZON COMMUNICATIONS INC SENIOR CORP B		06/29/2016	ACCORDIA		549,280	500,000	473,605	473,627		205		205		473,832		75,448	75,448	20,799	08/21/2046
92344G-AM-8	VERIZON GLOBAL FDG CO CORP BND		04/04/2016	TENDER OFFER		3,444,800	2,500,000	3,093,456	3,043,904		(6,132)		(6,132)		3,037,773		407,027	407,027	66,198	12/01/2030
94707V-AB-6	WEATHERFORD INTERNATIONAL LTD CORP BND		08/02/2016	J.P. MORGAN SECURITIES INC		281,000	400,000	422,244	421,518		(222)		(222)		421,296		(140,296)	(140,296)	24,000	09/15/2040
94980V-AG-3	WELLS FARGO BANK NA CORP BND		12/01/2016	WELLS FARGO SECURITIES		467,480	400,000	456,964	453,836		(1,444)		(1,444)		452,392		15,088	15,088	30,411	08/26/2036
012873-AK-1	ALBERTA ENERGY CO LTD SENIOR CORP BND	A.	05/05/2016	MORGAN STANLEY CAPITAL SERVICE		1,624,764	1,720,000	1,997,214	1,976,509		(3,559)		(3,559)		1,972,951		(348,187)	(348,187)	66,596	11/01/2031
136385-AC-5	CANADIAN NATURAL RESOURCES LTD CANADIAN	A.	07/21/2016	J.P. MORGAN SECURITIES INC		559,477	490,000	606,667	597,800		(2,509)		(2,509)		595,291		(35,814)	(35,814)	36,358	01/15/2032
136385-AP-6	CANADIAN NATURAL RESOURCES LTD CORP BND	A.	07/20/2016	J.P. MORGAN SECURITIES INC		3,462,060	3,000,000	3,545,294	3,521,302		(6,574)		(6,574)		3,514,729		(52,669)	(52,669)	199,125	02/01/2039
15135U-AH-2	CENOVUS ENERGY INC SENIOR CORP BND	A.	01/21/2016	Various		2,377,408	3,750,000	3,460,191	3,470,822		351		351		3,471,173		(1,093,766)	(1,093,766)	60,724	09/15/2042
00507U-AU-5	ACTAVIS FUNDING SCS SENIOR CORP BND	D.	08/10/2016	ACCORDIA		1,497,461	1,350,000	1,342,940	1,343,033		68		68		1,343,101		154,359	154,359	57,891	03/15/2045
05523R-AC-1	BAE SYSTEMS PLC SENIOR CORP BND 144A	D.	09/15/2016	ACCORDIA		1,211,640	1,000,000	1,249,320	1,244,988		(3,778)		(3,778)		1,241,209		(29,569)	(29,569)	53,811	10/11/2041
05541V-AF-3	BG ENERGY CAPITAL CORP BND 144A	D.	05/13/2016	WELLS FARGO SECURITIES		2,166,060	2,000,000	2,015,862	2,015,292		(111)		(111)		2,015,181		150,879	150,879	60,646	10/15/2041
21685W-CJ-4	RABOBANK NEDERLAND NV CORP BND MTN	D.	01/28/2016	WELLS FARGO SECURITIES		4,042,220	3,500,000	3,692,290	3,684,739		(321)		(321)		3,684,417		357,803	357,803	34,708	05/24/2041
25243Y-AV-1	DIAGEO CAPITAL PLC SENIOR CORP BND	D.	01/27/2016	MERRILL LYNCH & CO.		4,681,200	5,000,000	4,272,411	4,299,320		1,047		1,047		4,300,366		380,834	380,834	49,514	04/29/2043
36164N-FH-3	GE CAPITAL INTERNATIONAL FUND1 SENIOR CO	D.	07/08/2016	Tax Free Exchange		5,924,523	5,925,000	5,924,348	5,924,392		130		130		5,924,523				183,237	11/15/2035
539439-AJ-8	LLOYDS TSB GROUP PLC SUB CORP BND 144A	D.	11/14/2016	Tax Free Exchange		619,392	625,000	637,613	637,603		(151)		(151)		637,452		(18,060)	(18,060)	31,561	12/01/2045
822582-AN-2	SHELL INTERNATIONAL FINANCE BV SHELL INT	D.	05/05/2016	SCOTIA CAPITAL		5,065,916	4,300,000	4,824,095	4,800,218		(4,033)		(4,033)		4,796,185		269,731	269,731	147,813	03/25/2040
92328G-AG-1	VENTURE CLO LTD VENTR 13-14A ABS 13-14A	D.	07/08/2016	BNP PARIBAS		1,963,000	2,000,000	1,906,200	1,967,270		11,320		11,320		1,978,590		(15,590)	(15,590)	41,468	08/28/2025
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					197,438,683	184,049,070	188,967,573	188,770,449		430,414		430,414		189,200,867		8,237,814	8,237,814	4,908,058	XXX
8399997	Total - Bonds - Part 4					207,474,556	194,049,070	198,961,857	198,768,445		430,434		430,434		199,198,883		8,275,671	8,275,671	4,930,476	XXX
8399998	Total - Bonds - Part 5					42,292,740	36,886,112	40,164,533		131,187			131,187		40,295,719		1,997,021	1,997,021	914,586	XXX
8399999	Total - Bonds					249,767,296	230,935,182	239,126,390	198,768,445		561,621		561,621		239,494,602		10,272,692	10,272,692	5,845,062	XXX
8999997	Total - Preferred Stocks - Part 4						XXX													XXX
8999998	Total - Preferred Stocks - Part 5						XXX													XXX
8999999	Total - Preferred Stocks						XXX													XXX
9799997	Total - Common Stocks - Part 4						XXX													XXX
9799998	Total - Common Stocks - Part 5						XXX													XXX
9799999	Total - Common Stocks						XXX													XXX
9899999	Total - Preferred and Common Stocks						XXX													XXX
9999999	Totals					249,767,296	XXX	239,126,390	198,768,445		561,621		561,621		239,494,602		10,272,692	10,272,692	5,845,062	XXX

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ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE D - PART 5

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/ Adjusted Carrying Value at Disposal	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in Book/ Adjusted Carrying Valu (12 + 13 - 14)	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
012725-AD-9	ALBEMARLE CORP SENIOR CORP BND		04/12/2016	ACCORDIA	08/10/2016	ACCORDIA	5,000,000	5,455,492	5,729,750	5,453,275		(2,217)		(2,217)			276,475	276,475	188,479	99,160
023135-AQ-9	AMAZON.COM INC SENIOR CORP BND		02/02/2016	ROYAL BANK OF CANADA	05/24/2016	MERRILL LYNCH & CO.	5,000,000	5,377,300	5,781,777	5,375,510		(1,790)		(1,790)			406,267	406,267	117,507	41,250
037833-BH-2	APPLE INC SENIOR CORP BND		02/01/2016	J.P. MORGAN SECURITIES INC	04/21/2016	MORGAN STANLEY CAPITAL SERVICE	4,000,000	3,894,720	4,308,800	3,895,318		598		598			413,482	413,482	79,236	39,375
161175-AV-6	CHARTER COMMUNICATIONS HOLDING SECURED C		05/24/2016	Tax Free Exchange	12/06/2016	Tax Free Exchange	2,000,000	2,000,000	2,000,000	2,000,000									80,330	11,167
17275R-AF-9	CISCO SYSTEMS INC CORP BND		02/02/2016	BARCLAYS CAPITAL	04/21/2016	SUSQUEHANNA PARTNERS	3,500,000	4,073,720	4,450,670	4,070,675		(3,045)		(3,045)			379,995	379,995	54,007	10,694
30161N-AR-2	EXELON CORPORATION SENIOR CORP BOND		01/14/2016	ACCORDIA	05/19/2016	Tax Free Exchange	500,000	508,575	553,975	508,543		(32)		(32)			45,432	45,432	10,908	2,054
33616C-AB-6	FIRST REPUBLIC BANK/SAN FRANCIS SUB CORP		07/26/2016	Various	08/10/2016	ACCORDIA	400,000	396,035	393,628	396,036		2		2			(2,408)	(2,408)	11,063	
423074-AV-5	KRAFT HEINZ FOODS CO SENIOR CORP BND 144		04/08/2016	CREDIT SUISSE FIRST BOSTON COR	08/22/2016	Tax Free Exchange	1,000,000	1,150,190	1,149,292	1,149,292		(898)		(898)					31,344	12,711
458140-AT-7	INTEL CORPORATION SENIOR CORP BND		02/09/2016	WELLS FARGO SECURITIES	04/21/2016	J.P. MORGAN SECURITIES INC	1,300,000	1,377,142	1,498,536	1,376,883		(259)		(259)			121,653	121,653	15,394	2,300
50077L-AA-4	KRAFT HEINZ FOODS CO SENIOR CORP BND 144		05/10/2016	WELLS FARGO SECURITIES	08/22/2016	Tax Free Exchange	2,700,000	2,691,468	2,691,512	2,691,512		44		44					28,875	1,157
828807-CE-5	SIMON PROPERTY GROUP LP SENIOR CORP BND		01/14/2016	CAPE VERITY I	07/14/2016	WELLS FARGO SECURITIES	700,000	939,225	1,031,156	936,273		(2,952)		(2,952)			94,883	94,883	45,675	21,394
86359D-UP-0	LHXSTR_05-SN RMBS_05-SN 2A1		04/12/2016	RBC DOMINION SECURITIES INC.	12/01/2016	Paydown	644,112	491,135	644,112	644,112		152,977		152,977					3,651	361
907818-EL-8	UNION PACIFIC CORPORATION SENIOR CORP BN		10/04/2016	Taxable Exchange	12/22/2016	Tax Free Exchange	1,592,000	1,617,847	1,617,764	1,617,764		(83)		(83)					13,104	
931142-CM-3	WAL-MART STORES INC CORP BND		02/02/2016	MORGAN STANLEY CAPITAL SERVICE	05/13/2016	CITIGROUP GLOBAL MKT INC	4,050,000	5,214,375	5,536,026	5,205,462		(8,913)		(8,913)			330,564	330,564	148,568	76,725
94973V-BB-2	ANTHEM INC SENIOR CORP BND		07/26/2016	JEFFRIES & CO. INC.	08/11/2016	ACCORDIA	2,000,000	2,187,860	2,203,220	2,187,729		(131)		(131)			15,491	15,491	6,717	3,617
94980V-AG-3	WELLS FARGO BANK NA CORP BND		09/15/2016	ACCORDIA	12/01/2016	WELLS FARGO SECURITIES	1,000,000	1,254,880	1,168,700	1,253,005		(1,875)		(1,875)			(84,305)	(84,305)	16,528	3,140
00507U-AU-5	ACTAVIS FUNDING SCS SENIOR CORP BND		03/28/2016	J.P. MORGAN SECURITIES INC	08/10/2016	ACCORDIA	400,000	418,256	443,692	418,146		(110)		(110)			25,546	25,546	7,653	844
539439-AJ-8	LLOYDS TSB GROUP PLC SUB CORP BND 144A		01/14/2016	CAPE VERITY I	11/14/2016	Tax Free Exchange	1,100,000	1,116,313	1,090,130	1,116,184		(129)		(129)			(26,054)	(26,054)	55,547	6,964
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						36,886,112	40,164,533	42,292,740	40,295,719		131,187		131,187			1,997,021	1,997,021	914,586	332,913
8399998	Total - Bonds						36,886,112	40,164,533	42,292,740	40,295,719		131,187		131,187			1,997,021	1,997,021	914,586	332,913
8999998	Total - Preferred Stocks																			
9799998	Total - Common Stocks																			
9899999	Total - Preferred and Common Stocks																			
9999999	Totals						40,164,533	42,292,740	40,295,719		131,187		131,187				1,997,021	1,997,021	914,586	332,913

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Schedule D-Part 6-Section 1-Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

N O N E

Schedule D - Part 6 - Section 2

N O N E

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Cape Verity I, Inc.

SCHEDULE DA - PART 1

Showing All SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1	2	Codes		5	6	7	8	Change in Book/Adjusted Carrying Value				13	14	Interest					21	
		3	4					9	10	11	12			15	16	17	18	19		20
CUSIP Identi- fication	Description	Code	For- eign	Date Acquired	Name of Vendor	Maturity Date	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other- Than- Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Par Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Non- Admitted Due and Accrued	Rate of	Effective Rate of	When Paid	Amount Received During Year	Paid for Accrued Interest
	UNITED STATES TREASURY TBILL CASH			07/25/2016	NESBITT THOMSON	01/12/2017	999,879		1,747			1,000,000	998,132			1.978	0.402	MAT		
0199999	Subtotal - Bonds - U.S. Governments - Issuer Obligations						999,879		1,747			1,000,000	998,132			XXX	XXX	XXX		
0599999	Total - U.S. Government Bonds						999,879		1,747			1,000,000	998,132			XXX	XXX	XXX		
1099999	Total - All Other Government Bonds															XXX	XXX	XXX		
1799999	Total - U.S. States, Territories and Possessions Bonds															XXX	XXX	XXX		
2499999	Total - U.S. Political Subdivisions Bonds															XXX	XXX	XXX		
3199999	Total - U.S. Special Revenues Bonds															XXX	XXX	XXX		
3899999	Total - Industrial and Miscellaneous (Unaffiliated) Bonds															XXX	XXX	XXX		
4899999	Total - Hybrid Securities															XXX	XXX	XXX		
5599999	Total - Parent, Subsidiaries and Affiliates Bonds															XXX	XXX	XXX		
6099999	Subtotal - SVO Identified Funds															XXX	XXX	XXX		
7799999	Total - Issuer Obligations						999,879		1,747			1,000,000	998,132			XXX	XXX	XXX		
7899999	Total - Residential Mortgage-Backed Securities															XXX	XXX	XXX		
7999999	Total - Commercial Mortgage-Backed Securities															XXX	XXX	XXX		
8099999	Total - Other Loan-Backed and Structured Securities															XXX	XXX	XXX		
8199999	Total - SVO Identified Funds															XXX	XXX	XXX		
8399999	Total Bonds						999,879		1,747			1,000,000	998,132			XXX	XXX	XXX		
8699999	Total - Parent, Subsidiaries and Affiliates											XXX				XXX	XXX	XXX		
38141W-27-3	GOLDMAN SACHS GOVT FS			12/27/2016	Various	XXX	5,990,857						5,990,857				0.010			5,226
8899999	Subtotal - Exempt Money Market Mutual Funds - as Identified by the SVO						5,990,857					XXX	5,990,857			XXX	XXX	XXX		5,226
9199999	Totals						6,990,736		1,747			XXX	6,988,989			XXX	XXX	XXX		5,226

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Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open

NONE

Schedule DB - Part A - Section 2 - Options, Caps, Floors, Collars, Swaps and Forwards Terminated

NONE

Schedule DB - Part B - Section 1 - Futures Contracts Open

NONE

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made

NONE

Schedule DB - Part B - Section 2 - Futures Contracts Terminated

NONE

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open

NONE

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By

NONE

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To

NONE

Schedule DL - Part 1 - Reinvested Collateral Assets Owned

NONE

Schedule DL - Part 2 - Reinvested Collateral Assets Owned

NONE

Schedule E - Part 1 - Month End Depository Balances

NONE

Schedule E - Part 2 - Cash Equivalent Owned

NONE

Schedule E - Part 3 - Special Deposits

NONE