



ANNUAL STATEMENT

For the Year Ended December 31, 2008

of the Condition and Affairs of the
SEPARATE ACCOUNTS of the

Lincoln National Life Insurance Company

NAIC Group Code.....0020, 0020 (Current Period) (Prior Period)	NAIC Company Code..... 65676	Employer's ID Number..... 35-0472300
Organized under the Laws of Indiana	State of Domicile or Port of Entry Indiana	Country of Domicile US
Incorporated/Organized..... June 12, 1905	Commenced Business..... September 1, 1905	
Statutory Home Office	1300 South Clinton Street..... Fort Wayne IN 46802 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	1300 South Clinton Street..... Fort Wayne IN 46802 <i>(Street and Number) (City or Town, State and Zip Code)</i>	260-455-2000 <i>(Area Code) (Telephone Number)</i>
Mail Address	100 North Greene Street..... Greensboro NC 27401 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	1300 South Clinton Street..... Fort Wayne IN 46802 <i>(Street and Number) (City or Town, State and Zip Code)</i>	260-455-2000 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.lfg.com	
Statutory Statement Contact	Mark Edwin Couch <i>(Name)</i> Mark.Couch@lfg.com <i>(E-Mail Address)</i>	336-691-4025 <i>(Area Code) (Telephone Number) (Extension)</i> 336-691-3875 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. Dennis Robert Glass	President	2. Clara Suzanne Womack	Secretary
3. Rise' Carolyn Marie Taylor	Treasurer	4. Kent Howard Somers	Appointed Actuary

OTHER

Frederick John Crawford	CFO & Executive Vice President	Charles Carmen Cornelio	Executive Vice President
Robert William Dineen	Senior Vice President	David Michael Kittredge	Senior Vice President
Mark Edward Konen	Senior Vice President	Douglas Neil Miller	Senior Vice President
See Yeng Quek	Senior Vice President	Dennis Lee Schoff	Senior Vice President
Michael Scott Smith	Senior Vice President	Michael Joseph Burns	Senior Vice President
Sandra Kay Callahan	Senior Vice President	Charles Phillip Elam II	Senior Vice President
Randal Jay Freitag	Senior Vice President	Marvin Leonard Maynard	Senior Vice President
William Lacy Seawell II	Senior Vice President	Richard Thomas Stange	Senior Vice President
Kenneth Steven Solon #	Senior Vice President		

DIRECTORS

Frederick John Crawford	Dennis Robert Glass	Mark Edward Konen	See Yeng Quek
Keith James Ryan			

State of..... Indiana and Pennsylvania
County of..... Allen and Delaware

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

_____ (Signature) Dennis Robert Glass 1. (Printed Name) President (Title)	_____ (Signature) Clara Suzanne Womack 2. (Printed Name) Secretary (Title)	_____ (Signature) Rise' Carolyn Marie Taylor 3. (Printed Name) Treasurer (Title)
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Subscribed and sworn to before me
This 18th day of February, 2009

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

Tina M. Drzewiecki, Notary - State of Indiana, County of Dekalb 12/20/2016

Subscribed and sworn to before me
This _____ day of _____, 2009

Maureen A. Cullen, Notary - State of Pennsylvania, County of Delaware
9/13/2012

ASSETS

	Current Year			Prior Year
	1 General Account Basis	2 Fair Value Basis	3 Total (Cols. 1 + 2)	4 Total
1. Bonds (Schedule D).....		1,618,725,049	1,618,725,049	2,061,919,922
2. Stocks (Schedule D):				
2.1 Preferred stocks.....		3,710,623	3,710,623	3,502,889
2.2 Common stocks.....		52,657,048,775	52,657,048,775	78,123,641,577
3. Mortgage loans on real estate (Schedule B).....		29,978,082	29,978,082	31,655,889
4. Real estate (Schedule A):				
4.1 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.2 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Contract loans.....			0	
6. Cash (\$.....20,932,930 Sch. E-Part 1) and cash equivalents (\$.....762,761,415 Sch. E-Part 2).....		783,694,345	783,694,345	337,508,811
7. Short-term investments (Schedule DA).....		318,173,537	318,173,537	776,022,671
8. Other invested assets (Schedule BA).....			0	
9. Aggregate write-ins for invested assets.....	0	74,394,379	74,394,379	83,989,651
10. Subtotals - Cash and invested assets (Lines 1 to 9).....	0	55,485,724,790	55,485,724,790	81,418,241,410
11. Investment income due and accrued.....		16,178,787	16,178,787	21,006,004
12. Receivables for securities.....		58,180,112	58,180,112	22,612,847
13. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
14. Aggregate write-ins for other than invested assets.....	0	0	0	0
15. Lines 10 to 14.....	0	55,560,083,689	55,560,083,689	81,461,860,261

DETAILS OF WRITE-INS

0901. Guaranteed investment contracts.....		75,066,914	75,066,914	83,565,571
0902. Options & futures.....		(672,535)	(672,535)	424,080
0903.			0	
0998. Summary of remaining write-ins for Line 9 from overflow page.....	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	74,394,379	74,394,379	83,989,651
1401.			0	
1402.			0	
1403.			0	
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	0	0	0	0

LIABILITIES AND SURPLUS

	Current Year			Prior Year
	1 General Account Basis	2 Fair Value Basis	3 Total (Cols. 1 + 2)	4 Total
1. Aggregate reserve for life, annuity and accident and health contracts (Exhibit 3, Line 9999999, Col. 2).....		52,434,679,519	52,434,679,519	78,195,032,692
2. Liability for deposit-type contracts (Exhibit 4, Line 9, Col. 1).....		599,521,718	599,521,718	844,424,182
3. Interest maintenance reserve.....			0	
4. Charges for investment management, administration and contract guarantees due or accrued.....		1,924,650	1,924,650	8,394,234
5. Investment expenses due or accrued (Exhibit 1, Line 24).....			0	
6. Investment taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 2, Line 8).....			0	
7. Federal and foreign income taxes due or accrued (excluding deferred taxes).....			0	
8. Reserve for future federal income taxes.....			0	
9. Unearned investment income.....			0	
10. Other transfers to general account due or accrued (net) (including \$.....2,405,541,107 accrued expense allowances recognized in reserves).....		2,320,399,628	2,320,399,628	2,361,622,680
11. Remittances and items not allocated.....		25,536,468	25,536,468	(21,645,356)
12. Payable for securities.....		129,824,403	129,824,403	72,368,980
13. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
14. Aggregate write-ins for liabilities.....	0	21,471	21,471	48,784
15. Total liabilities (including \$.....2,322,324,278 due or accrued net transfers to or (from) the general account).....	0	55,511,907,857	55,511,907,857	81,460,246,196
16. Contributed surplus.....		118,555,360	118,555,360	(38,494,879)
17. Aggregate write-ins for special surplus funds.....	0	0	0	0
18. Unassigned funds.....		(70,379,528)	(70,379,528)	40,108,944
19. Surplus (Lines 16 through 18).....	0	48,175,832	48,175,832	1,614,065
20. Totals.....	0	55,560,083,689	55,560,083,689	81,461,860,261

DETAILS OF WRITE-INS

1401. Customer fees payable.....		21,471	21,471	48,784
1402.			0	
1403.			0	
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	0	21,471	21,471	48,784
1701.			0	
1702.			0	
1703.			0	
1798. Summary of remaining write-ins for Line 17 from overflow page.....	0	0	0	0
1799. Totals (Lines 1701 thru 1703 plus 1798) (Line 17 above).....	0	0	0	0

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Transfers to Separate Accounts:		
1.1 Net premiums and annuity considerations for life and accident and health contracts.....	8,908,000,477	11,821,855,640
1.2 Considerations for supplementary contracts with life contingencies.....		
1.3 Aggregate write-ins for other transfers to Separate Accounts.....	37,754,385	62,639,086
1.4 Totals (Lines 1.1 to 1.3).....	8,945,754,862	11,884,494,726
2. Transfers on account of deposit-type contracts (including \$.....0 deposits less \$.....250,000,000 withdrawals).....	(250,000,000)	450,000,000
3. Net investment income and capital gains and losses.....	(27,927,811,071)	6,546,798,681
4. Aggregate write-ins for other income.....	0	0
5. Totals (Lines 1.4 to 4).....	(19,232,056,209)	18,881,293,407
DEDUCT:		
6. Transfers from the Separate Account on account of contract benefits:		
6.1 Death benefits.....	811,178,800	740,324,224
6.2 Matured endowments.....		
6.3 Annuity benefits.....	28,343,326	53,331,573
6.4 Payments on supplementary contracts with life contingencies.....		
6.5 Accident and health benefits.....		
6.6 Surrender benefits and withdrawals for life contracts.....	7,246,195,342	8,514,994,707
6.7 Aggregate write-ins for other transfers from Separate Accounts on account of contract benefits.....	0	0
7. Transfers on account of policy loans.....	30,234,726	29,654,022
8. Net transfer of reserves from or (to) Separate Accounts.....	(2,511,989,910)	(2,075,949,492)
9. Other transfers from the Separate Accounts:		
9.1 Federal and foreign income taxes incurred.....	763,117	763,493
9.2 Change in expense allowances recognized in reserves.....	73,503,964	408,422,082
9.3 Aggregate write-ins for other transfers from Separate Accounts.....	(2,378,322)	(1,672,696)
10. Subtotals (Lines 6.1 to 9.3).....	5,675,851,043	7,669,867,913
11. Fees associated with charges for investment management, administration and contract guarantees.....	1,180,584,401	1,220,779,168
12. Increase in aggregate reserve for life and accident and health contracts.....	(25,760,353,173)	9,499,781,284
13. Increase in liability for deposit-type contracts.....	(217,726,684)	483,408,446
14. Increase in reserve for future federal income taxes.....		
15. Aggregate write-ins for reserves and funds.....	76,676	(198,971)
16. Totals (Lines 10 to 15).....	(19,121,567,737)	18,873,637,840
17. Net gain from operations (including \$.....(33,378,570,738) unrealized capital gains) (Line 5 minus Line 16).....	(110,488,472)	7,655,567
SURPLUS ACCOUNT		
18. Surplus, December 31, prior year.....	1,614,065	1,409,706
19. Net gain from operations (Line 17).....	(110,488,472)	7,655,567
20. Surplus contributed or (withdrawn) during year.....	157,050,239	(7,451,208)
21. Change in reserve on account of change in valuation basis, (increase) or decrease.....		
22. Transfer from Separate Accounts of the change in expense allowances recognized in Line 21.....		
23. Aggregate write-ins for gains and losses in surplus.....	0	0
24. Surplus, December 31, current year (Page 3, Line 19).....	48,175,832	1,614,065

DETAILS OF WRITE-INS

01.301 Bonus credits.....	31,232,322	57,304,217
01.302 Breakage.....	6,691,777	4,775,776
01.303 Mortality adjustment.....	(169,714)	559,093
01.398 Summary of remaining write-ins for Line 1.3 from overflow page.....	0	0
01.399 Totals (Lines 01.301 thru 01.303 plus 01.398) (Line 1.3 above).....	37,754,385	62,639,086
0401.		
0402.		
0403.		
0498. Summary of remaining write-ins for Line 4 from overflow page.....	0	0
0499. Totals (Lines 0401 thru 0404 plus 0498) (Line 4 above).....	0	0
06.701		
06.702		
06.703		
06.798 Summary of remaining write-ins for Line 6.7 from overflow page.....	0	0
06.799 Totals (Lines 06.701 thru 06.703 plus 06.798) (Line 6.7 above).....	0	0
09.301 Miscellaneous.....	(2,378,322)	(1,672,696)
09.302		
09.303		
09.398 Summary of remaining write-ins for Line 9.3 from overflow page.....	0	0
09.399 Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above).....	(2,378,322)	(1,672,696)
1501. Transfer of reserve adjustment.....	76,676	(198,971)
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page.....	0	0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	76,676	(198,971)
2301.		
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	0	0

Lincoln National Life Insurance Company

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	Ordinary			Group		Accident and Health		9 Aggregate of All Other Lines of Business
		2 Life Insurance	3 Individual Annuities	4 Supp. Contracts	5 Life Insurance	6 Annuities	7 Group	8 Other	
1. Transfers to Separate Accounts:									
1.1 Net premiums and annuity considerations for life and accident and health contracts.....	8,908,000,477	823,027,220	6,971,244,558			1,113,728,699			
1.2 Considerations for supplementary contracts with life contingencies.....	0								
1.3 Aggregate write-ins for other transfers to Separate Accounts.....	37,754,385	838,627	36,007,413	0	0	908,345	0	0	0
1.4 Totals (Lines 1.1 to 1.3).....	8,945,754,862	823,865,847	7,007,251,971	0	0	1,114,637,044	0	0	0
2. Transfers on account of deposit-type contracts (including \$.....0 deposits less \$.....250,000,000 withdrawals).....	(250,000,000)		(250,000,000)						
3. Net investment income and capital gains and losses.....	(27,927,811,071)	(1,835,846,473)	(23,586,610,238)			(2,505,354,360)			
4. Aggregate write-ins for other income.....	0	0	0	0	0	0	0	0	0
5. Totals (Lines 1.4 to 4).....	(19,232,056,209)	(1,011,980,626)	(16,829,358,267)	0	0	(1,390,717,316)	0	0	0
DEDUCT:									
6. Transfers from the Separate Account on account of contract benefits:									
6.1 Death benefits.....	811,178,800	11,191,377	797,820,813			2,166,610			
6.2 Matured endowments.....	0								
6.3 Annuity benefits.....	28,343,326		28,343,326						
6.4 Payments on supplementary contracts with life contingencies.....	0								
6.5 Accident and health benefits.....	0								
6.6 Surrender benefits and withdrawals for life contracts.....	7,246,195,342	114,534,105	4,787,177,361			2,344,483,876			
6.7 Aggregate write-ins for other transfers from separate accounts on account of contract benefits.....	0	0	0	0	0	0	0	0	0
7. Transfers on account of policy loans.....	30,234,726	30,234,726							
8. Net transfer of reserves from or (to) Separate Accounts.....	(2,511,989,911)	132,042,919	(2,328,203,638)			(315,829,192)			
9. Other transfers from the Separate Accounts:									
9.1 Federal and foreign income taxes incurred.....	763,117					763,117			
9.2 Change in expense allowances recognized in reserves.....	73,503,964	(72,429,455)	174,415,822			(28,482,403)			
9.3 Aggregate write-ins for other transfers from Separate Accounts.....	(2,378,322)	(2,378,179)	(143)	0	0	0	0	0	0
10. Subtotals (Lines 6.1 to 9.3).....	5,675,851,042	213,195,493	3,459,553,541	0	0	2,003,102,008	0	0	0
11. Fees associated with charges for investment management, administration and contract guarantees.....	1,180,584,402	312,330,224	827,065,360			41,188,818			
12. Increase in aggregate reserve for life and accident and health contracts.....	(25,760,353,174)	(1,539,664,303)	(20,799,121,545)			(3,421,567,326)			
13. Increase in liability for deposit-type contracts.....	(217,726,684)		(217,726,684)						
14. Increase in reserve for future federal income taxes.....	0								
15. Aggregate write-ins for reserves and funds.....	76,676	0	76,801	0	0	(125)	0	0	0
16. Totals (Lines 10 to 15).....	(19,121,567,738)	(1,014,138,586)	(16,730,152,527)	0	0	(1,377,276,625)	0	0	0
17. Net gain from operations (including \$.....(33,378,570,738) unrealized capital gains) (Line 5 minus Line 16).....	(110,488,471)	2,157,960	(99,205,740)	0	0	(13,440,691)	0	0	0

DETAILS OF WRITE-INS

01.301 Bonus credits.....	31,232,322		31,232,322						
01.302 Breakage.....	6,691,777	838,627	4,944,805			908,345			
01.303 Mortality adjustment.....	(169,714)		(169,714)						
01.398 Summary of remaining write-ins for Line 1.3 from overflow page.....	0	0	0	0	0	0	0	0	0
01.399 Totals (Lines 01.301 thru 01.303 plus 01.398) (Line 1.3 above).....	37,754,385	838,627	36,007,413	0	0	908,345	0	0	0
0401.....	0								
0402.....	0								
0403.....	0								
0498 Summary of remaining write-ins for Line 4 from overflow page.....	0	0	0	0	0	0	0	0	0
0499 Totals (Lines 0401 thru 0403 plus 0498) (Line 4 above).....	0	0	0	0	0	0	0	0	0
06.701.....	0								
06.702.....	0								
06.703.....	0								
06.798 Summary of remaining write-ins for Line 6.7 from overflow page.....	0	0	0	0	0	0	0	0	0
06.799 Totals (Lines 06.701 thru 06.703 plus 06.798) (Line 6.7 above).....	0	0	0	0	0	0	0	0	0
09.301 Miscellaneous.....	(2,378,322)	(2,378,179)	(143)						
09.302.....	0								
09.303.....	0								
09.398 Summary of remaining write-ins for Line 9.3 from overflow page.....	0	0	0	0	0	0	0	0	0
09.399 Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above).....	(2,378,322)	(2,378,179)	(143)	0	0	0	0	0	0
1501. Transfer of reserve adjustment.....	76,676		76,801			(125)			
1502.....	0								
1503.....	0								
1598 Summary of remaining write-ins for Line 15 from overflow page.....	0	0	0	0	0	0	0	0	0
1599 Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	76,676	0	76,801	0	0	(125)	0	0	0

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ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	Ordinary			Group	
		2 Life Insurance	3 Individual Annuities	4 Supplementary Contracts	5 Life Insurance	6 Annuities
1. Reserve December 31 of prior year.....	78,195,032,692	4,927,487,762	64,660,163,395			8,607,381,535
2. Tabular net premiums and considerations for annuities and supplementary contracts with life contingencies.....	8,638,095,103	553,121,845	6,971,244,558			1,113,728,700
3. Increase or (decrease) from investment results after provision for federal income taxes.....	(27,785,337,764)	(1,719,905,084)	(23,560,078,320)			(2,505,354,360)
4. Tabular less actual reserve released.....	0					
5. Increase in reserve on account of change in valuation basis.....	0					
6. Other increases (net).....	(35,265,989)	20,750,126	(98,084,560)			42,068,445
7. Totals (Lines 1 to 6).....	59,012,524,042	3,781,454,649	47,973,245,073	0	0	7,257,824,320
8. Net transfer of reserves from or (to) Separate Accounts.....	(2,529,700,641)	114,332,188	(2,328,203,637)			(315,829,192)
9. Tabular cost.....	148,778,534	148,778,534				
10. Reserves released by death.....	813,375,040	13,387,617	797,820,813			2,166,610
11. Reserves released by other terminations (net).....	7,211,265,913	79,604,676	4,787,177,361			2,344,483,876
12. Transfers on account of annuity and supplementary contract payments involving life contingencies.....	28,343,326		28,343,326			
13. Charges for investment management, administration and contract guarantees.....	905,782,353	37,528,175	827,065,360			41,188,818
14. Aggregate write-ins for other decreases in reserves.....	0	0	0	0	0	0
15. Totals deductions (Lines 8 to 14).....	6,577,844,525	393,631,190	4,112,203,223	0	0	2,072,010,112
16. Reserve December 31 of current year.....	52,434,679,517	3,387,823,459	43,861,041,850	0	0	5,185,814,208

DETAILS OF WRITE-INS

1401.	0					
1402.	0					
1403.	0					
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	0	0	0	0	0	0

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....4,370,268	.....3,707,763
1.1 Bonds exempt from U.S. tax.....	(a).....	.....
1.2 Other bonds (unaffiliated).....	(a).....102,220,809	.....101,526,985
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....288,062	.....291,752
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....6,098,525,048	.....6,097,808,287
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....1,927,823	.....1,923,893
4. Real estate.....	(d).....	.....
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....31,566,928	.....29,576,155
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....6,238,898,938	.....6,234,834,835
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).....0
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....0
17. Net investment income (Line 10 minus Line 16).....	.....	.....6,234,834,835

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0	.....0

- (a) Includes \$.....910,744 accrual of discount less \$.....2,057,712 amortization of premium and less \$.....12,753,327 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....18,928,656 accrual of discount less \$.....0 amortization of premium and less \$.....26,460 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	.....6,351,809	.....	.....6,351,809	.....(574,415)	.....
1.1 Bonds exempt from U.S. tax.....	.....	.....	.....0	.....	.....
1.2 Other bonds (unaffiliated).....	.....(39,973,759)	.....(126,915)	.....(40,100,674)	.....(167,651,684)	.....
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....(1,139,937)	.....	.....(1,139,937)	.....(1,046,637)	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....(756,387,257)	.....	.....(756,387,257)	.....(33,206,832,434)	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....	.....
3. Mortgage loans.....	.....	.....	.....0	.....(753,698)	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....436,302	.....	.....436,302	.....(9,353)	.....
7. Derivative instruments.....	.....6,764,590	.....	.....6,764,590	.....(1,702,517)	.....
8. Other invested assets.....	.....	.....	.....0	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....(783,948,252)	.....(126,915)	.....(784,075,167)	.....(33,378,570,738)	.....0

DETAILS OF WRITE-INS

0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0	.....0

EXHIBIT 1 - INVESTMENT EXPENSES

	1 Amount
1. Rent.....	
2. Salaries and wages.....	
3. Contributions for benefit plans for employees (a).....	
4. Payments to employees under non-funded benefit plans.....	
5. Other employee welfare.....	
6. Legal fees and expenses.....	
7. Fees of public accountants and consulting actuaries.....	
8. Traveling expenses.....	
9. Postage, express, telegraph and telephone.....	
10. Printing and stationery.....	
11. Cost or depreciation of furniture and equipment.....	
12. Rental of equipment.....	
13. Books and periodicals.....	
14. Bureau and association fees.....	
15. Insurance, except on real estate.....	
16. Miscellaneous losses.....	
17. Collection and bank service charges.....	
18. Sundry general expenses.....	
19. Real estate expenses.....	
20. Investment expenses not included elsewhere.....	
21. Aggregate write-ins for other investment expenses.....	.0
22. Investment expenses incurred.....	.0
Reconciliation with Exhibit 5	
23. Investment expenses unpaid December 31, prior year.....	
24. Investment expenses unpaid December 31, current year.....	
25. Investment expenses paid during year (Lines 22 + 23 - 24) (Exhibit 5, Line 12).....	.0

NONE

DETAILS OF WRITE-INS

2101.	
2102.	
2103.	
2198. Summary of remaining write-ins for Line 21 from overflow page.....	.0
2199. Total (Lines 2101 thru 2103 plus 2198) (Line 21 above).....	.0

(a) Includes \$.....0 on account of prior service.

**EXHIBIT 2 - INVESTMENT TAXES, LICENSES AND FEES
(EXCLUDING FEDERAL INCOME TAXES)**

	1 Amount
1. Real estate taxes.....	
2. State insurance department fees.....	
3. Other state taxes, including \$.....0 for employee benefits.....	
4. U.S. Social Security taxes.....	
5. All other taxes.....	
6. Taxes, licenses and fees incurred.....	.0
Reconciliation with Exhibit 5	
7. Taxes, licenses and fees unpaid December 31, prior year.....	
8. Taxes, licenses and fees unpaid December 31, current year.....	
9. Taxes, licenses and fees paid during year (Lines 6 + 7 - 8) (to Exhibit 5, Line 13).....	.0

NONE

EXHIBIT 3 - AGGREGATE RESERVE FOR LIFE, ANNUITY AND ACCIDENT AND HEALTH CONTRACTS

1		2	3	4
Description of Valuation Basis		Total	Ordinary	Group
A. Life insurance:				
0100001.	1958 CSO 4.5% CRVM CNF ISL 85-88.....	1,129,511	1,129,511	
0100002.	1958 CSO ALB 4% CRVM CNF ISL 87-88.....	1,901,884	1,901,884	
0100003.	1980 CSO 4% CRVM CNF ISL 06-08 NB.....	46,540,549	46,540,549	
0100004.	1980 CSO 4.5% CRVM CNF ISL 95-05.....	958,882,333	958,882,333	
0100005.	1980 CSO 5% CRVM CNF ISL 93-94.....	112,870,813	112,870,813	
0100006.	1980 CSO 5.5% CRVM CNF ISL 87-92.....	64,374,110	64,374,110	
0100007.	1980 CSO ALB 4% CRVM CNF ISL 88-08 NB.....	59,262,526	59,262,526	
0100008.	1980 CSO ALB 4% IN CNF ISL 89-05.....	636,211,541	636,211,541	
0100009.	1980 CSO ANB 3% IN CNF ISL 03-05.....	265,145,715	265,145,715	
0100010.	1980 CSO ANB 4% CRVM CNF ISL 06-08 NB.....	470,078,552	470,078,552	
0100011.	1980 CSO ANB 4% IN CNF ISL 98-05.....	679,834,909	679,834,909	
0100012.	1980 CSO ANB 4.5% CRVM CNF ISL 06-08 NB.....	10,104,946	10,104,946	
0100013.	2001 CSO ANB 4% CRVM CNF ISL 07-08 NB.....	81,486,070	81,486,070	
0199999.	Totals.....	3,387,823,459	3,387,823,459	0
B. Annuities (excluding supplementary contracts):				
0200001.	1971 IAM MOD ANB 4% NLP CRF IMM NFI 87-08 NB.....	22,978,760	22,978,760	
0200002.	1971 IAM MOD ANB 5% NLP CRF IMM NFI 85-08 NB.....	49,261,943	49,261,943	
0200003.	1983A MOD ANB 3% NLP CRF IMM NFI 03-08 NB.....	1,185,827	1,185,827	
0200004.	1983A MOD ANB 4% NLP CRF IMM NFI 97-08 NB.....	16,397,244	16,397,244	
0200005.	1983A MOD ANB 5% NLP CRF IMM NFI 97-08 NB.....	10,072,865	10,072,865	
0200006.	1983A MOD ANB 6% NLP CRF IMM NFI 02-07.....	153,592	153,592	
0200007.	ANNUITY 2000 ALB 4% CARVM CRF DEF NFI 74-78.....	151,284		151,284
0200008.	ANNUITY 2000 ALB 4.5% CARVM CRF DEF NFI 79-06.....	3,456,204,904	3,393,848,970	62,355,934
0200009.	ANNUITY 2000 ALB 4.75% CARVM CRF DEF NFI 04-08 NB.....	12,963,222,148	12,899,516,128	63,706,020
0200010.	ANNUITY 2000 ALB 5% CARVM CRF DEF NFI 03-08 NB.....	10,376,455,280	10,354,344,083	22,111,197
0200011.	ANNUITY 2000 ALB 5.25% CARVM CRF DEF NFI 98-05.....	1,860,350,987	1,777,031,682	83,319,305
0200012.	ANNUITY 2000 ALB 5.5% CARVM CRF DEF NFI 94-07.....	6,601,404,878	6,433,497,738	167,907,140
0200013.	ANNUITY 2000 ALB 5.75% CARVM CRF DEF NFI 93-08 NB.....	2,185,899,466	2,109,709,661	76,189,805
0200014.	ANNUITY 2000 ALB 6% CARVM CRF DEF NFI 95-02.....	1,646,022,188	1,606,515,608	39,506,580
0200015.	ANNUITY 2000 ALB 6.25% CARVM CRF DEF NFI 92-03.....	1,341,045,102	1,291,278,480	49,766,622
0200016.	ANNUITY 2000 ALB 6.5% CARVM CRF DEF NFI 87-98.....	1,039,435,611	1,022,230,780	17,204,831
0200017.	ANNUITY 2000 ALB 6.75% CARVM CRF DEF NFI 91-02.....	1,029,644,051	992,736,769	36,907,282
0200018.	ANNUITY 2000 ALB 7% CARVM CRF DEF NFI 88-01.....	787,922,691	755,900,221	32,022,470
0200019.	ANNUITY 2000 ALB 7.25% CARVM CRF DEF NFI 86-00.....	197,314,087	171,483,730	25,830,357
0200020.	ANNUITY 2000 ALB 7.33% CARVM CRF DEF NFI 99-08 NB.....	342,890,850	342,890,850	
0200021.	ANNUITY 2000 ALB 7.5% CARVM CRF DEF NFI 95.....	8,421,983		8,421,983
0200022.	ANNUITY 2000 ALB 8% CARVM CRF DEF NFI 92.....	2,622,522		2,622,522
0200023.	ANNUITY 2000 ALB 8.5% CARVM CRF DEF NFI 84-90.....	223,611,947	204,328,741	19,283,206
0200024.	ANNUITY 2000 ALB 8.75% CARVM CRF DEF NFI 83-91.....	100,164,820	90,935,211	9,229,609
0200025.	ANNUITY 2000 ALB 9% CARVM CRF DEF NFI 89.....	1,503,398		1,503,398
0200026.	ANNUITY 2000 ALB 10% CARVM CRF DEF NFI 67-82.....	106,007,755	105,099,541	908,214
0200027.	ANNUITY 2000 ANB 5.5% CARVM CRF DEF NFI 99.....	1,048,171	1,048,171	
0200028.	ANNUITY 2000 ANB 5.75% CARVM CRF DEF NFI 98.....	432,238	432,238	
0200029.	ANNUITY 2000 ANB 6% CARVM CRF DEF NFI 96-01.....	744,103	744,103	
0200030.	ANNUITY 2000 ANB 6.25% CARVM CRF DEF NFI 00.....	1,539,311	1,539,311	
0200031.	ANNUITY 2000 ANB 7.33% CARVM CRF DEF NFI 00-08 NB.....	98,672,402	98,672,402	
0200032.	PROG ANN (JP) ANB 3% NLP CRF IMM NFI 00-02.....	13,110	13,110	
0200033.	PROG ANN (LN) ANB 3.5% NLP CRF IMM NFI 71-06.....	2,687,963	2,687,963	
0200034.	PROG ANN (JP) ANB 3.5% NLP CRF IMM NFI 75-02.....	497,673	497,673	
0200035.	PROG ANN (LN) ANB 4.5% NLP CRF IMM NFI 72-84.....	76,312	76,312	
0200036.	PROG ANN (LN) ANB 5% NLP CRF IMM NFI 71-08 NB.....	107,810	107,810	
0200037.	PROG ANN (JP) ANB 5% NLP CRF IMM NFI 80-96.....	47,185	47,185	
0200038.	PROG ANN (LN) ANB 6% NLP CRF IMM NFI 79-81.....	4,759	4,759	
0200039.	3% NLP CRF IMM NFI 02-08 NB.....	385,305	385,305	
0200040.	3.5% NLP CRF IMM NFI 81-03.....	28,563	28,563	
0200041.	4% NLP CRF IMM NFI 89-08 NB.....	21,727,386	21,727,386	
0200042.	5% NLP CRF IMM NFI 99-06 NB.....	4,743,875	4,743,875	
0200043.	5.25% CARVM CRF DEF NFI 05.....	518,021,061		518,021,061
0200044.	5.5% CARVM CRF DEF NFI 06-07.....	763,463,817		763,463,817
0200045.	5.75% CARVM CRF DEF NFI 04-08 NB.....	805,717,797		805,717,797
0200046.	6% NLP CRF IMM NFI 07-08 NB.....	653,585	653,585	
0200047.	6.25% CARVM CRF DEF NFI 99-03.....	653,008,058		653,008,058
0200048.	6.5% CARVM CRF DEF NFI 98.....	136,231,206		136,231,206
0200049.	6.75% CARVM CRF DEF NFI 94-02.....	515,512,777		515,512,777
0200050.	7% CARVM CRF DEF NFI 97-01.....	404,230,273		404,230,273
0200051.	7.25% CARVM CRF DEF NFI 93-00.....	195,519,103		195,519,103
0200052.	7.5% CARVM CRF DEF NFI 81-95.....	125,279,761		125,279,761
0200053.	8% CARVM CRF DEF NFI 92.....	19,701,215		19,701,215
0200054.	8.5% CARVM CRF DEF NFI 87-90.....	11,804,360		11,804,360
0200055.	8.75% CARVM CRF DEF NFI 91.....	3,825,733		3,825,733
0200056.	9% CARVM CRF DEF NFI 89.....	7,512,119		7,512,119
0200057.	9.25% CARVM CRF DEF NFI 88.....	6,906,584		6,906,584
0200058.	9.5% CARVM CRF DEF NFI 86.....	8,467,825		8,467,825
0200059.	11.5% CARVM CRF DEF NFI 85.....	8,586,338		8,586,338
0200060.	11.75% CARVM CRF DEF NFI 83-84.....	1,115,349		1,115,349
0200061.	13.75% CARVM CRF DEF NFI 82.....	2,133,325		2,133,325
0200062.	ACCOUNT VALUE.....	277,805,898	(279,904)	278,085,802
0200063.	Cash Surrender Value.....	78,257,525	76,513,581	1,743,944
0299999.	Totals.....	49,046,856,058	43,861,041,852	5,185,814,206
9999999.	Totals (to Page 3, Line 1).....	52,434,679,517	47,248,865,311	5,185,814,206

EXHIBIT 3 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating variable life insurance contracts?..... Yes [] No [X]
- 2.1 Does the reporting entity at present issue both participating and non-participating variable life insurance contracts?..... Yes [] No [X]
- 2.2 If not, state which kind is issued.....non-participating
- 3.1 Is any surrender value promised in excess of the reserve as legally computed?..... Yes [] No [X] N/A []
- 3.2 If so, the amount of such excess must be included in surrender values in excess of reserves otherwise required and carried in this schedule. Has this been done?..... Yes [] No [] N/A [X]

Attach a statement of methods employed in the valuation of variable life insurance contracts issued at, or subsequently subject to, an extra premium or in the valuation of contracts otherwise issued on lives classified as substandard for the plan of contract issued or on special class lives (including paid-up variable life insurance).

EXHIBIT 3A - CHANGES IN BASIS OF VALUATION DURING THE YEAR

(Including supplementary contracts set up on a basis other than that used to determine benefits)

1	Valuation Basis		4
Description of Valuation Class	2 Changed From	3 Changed To	Increase in Actuarial Reserve Due to Change

NONE

EXHIBIT 4 - DEPOSIT-TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year.....	844,424,182	844,424,182				
2. Deposits received during the year.....	0					
3. Investment earnings credited to account.....	24,742,666	24,742,666				
4. Other net change in reserves.....	6,194,140	6,194,140				
5. Fees and other charges assessed.....	0					
6. Surrender charges.....	0					
7. Net surrender or withdrawal payments.....	275,839,270	275,839,270				
8. Other net transfer to or (from) general account.....	0					
9. Balance at the end of the current year (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	599,521,718	599,521,718	0	0	0	0

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EXHIBIT 5 - RECONCILIATION OF CASH AND INVESTED ASSETS

DEVELOPMENT OF INCREASE IN CASH		1 Amount
1.	Transfers to Separate Accounts on account of:	
1.1	Net premiums and considerations for annuities and supplementary contracts with life contingencies.....	8,908,000,477
1.2	Aggregate write-ins for other transfers to Separate Accounts.....	37,754,385
2.	Deposits on deposit-type contract funds and other liabilities without life or disability contingencies.....	
3.	Investment income collected.....	6,238,898,938
4.	Consideration on disposal of short-term bonds net of purchases.....	457,849,132
5.	Consideration on disposal of investments (excluding short-term bonds).....	16,493,515,402
6.	Aggregate write-ins for other increases in funds from operations.....	0
7.	Total (Lines 1 to 6).....	32,136,018,334
8.	Cost of investments acquired (excluding short-term bonds).....	24,743,040,874
9.	Transfers from Separate Accounts on account of contract benefits:	
9.1	Death benefits.....	811,178,800
9.2	Matured endowments.....	
9.3	Annuity benefits.....	28,343,326
9.4	Supplementary contract benefits with life contingencies.....	
9.5	Accident and health benefits.....	
9.6	Surrender benefits and withdrawals for life contracts.....	7,246,195,342
9.7	Policy loans (net).....	30,234,726
9.8	Transfers of reserves (net).....	(2,511,989,910)
9.9	Aggregate write-ins for other transfers from Separate Accounts on account of contract benefits.....	25,839,270
10.	Other transfers from Separate Accounts:	
10.1	Federal income taxes.....	763,117
10.2	Aggregate write-ins for other transfers from Separate Accounts.....	(2,301,646)
11.	Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies.....	250,000,000
12.	Investment expenses (Exhibit 1, Line 25):	
12.1	Fees associated with investment management, administration and contract guarantees.....	1,187,053,985
13.	Investment taxes, licenses and fees, excluding federal income taxes (Exhibit 2, Line 9).....	
14.	Total (Lines 8 to 13).....	31,808,357,884
15.	Funds from operations (Line 7 minus Line 14).....	327,660,450
16.	Surplus contributed or (withdrawn) during year.....	157,050,239
17.	Aggregate write-ins for other changes in funds.....	47,154,511
18.	Total funds (includes \$.....3,067,491,837 net transfers from general account) (Lines 15 to 17).....	531,865,200
19.	Increase in payable for investments acquired, net of receivable for investments sold.....	21,888,160
20.	Decrease in policy loans.....	
21.	Aggregate write-ins for other reconciling items.....	(107,567,824)
22.	Increase in cash (Line 18 to 21).....	446,185,536
RECONCILIATION BETWEEN YEARS		
23.	Cash and invested assets, December 31st of prior year.....	81,418,241,410
24.	Increase in cash (Line 22).....	446,185,536
25.	Cost of invested assets acquired.....	33,335,327,005
26.	Adjusted cost of assets disposed of.....	26,353,240,109
27.	Increase in policy loans.....	
28.	Accrual of discount less amortization of premium.....	17,781,688
29.	Depreciation on real estate and other invested assets.....	
30.	Increase in net unrealized gains.....	(33,378,570,738)
31.	Aggregate write-ins for other reconciling items.....	0
32.	Cash and invested assets, December 31st of current year.....	55,485,724,792
DETAILS OF WRITE-INS		
01.201	Bonus credits.....	31,232,322
01.202	Breakage.....	6,691,777
01.203	Mortality adjustment.....	(169,714)
01.298	Summary of remaining write-ins for Line 1.2 from overflow page.....	0
01.299	Total (Lines 01.201 thru 01.203 plus 01.298) (Line 1.2 above).....	37,754,385
0601.	.....
0602.	.....
0603.	.....
0698.	Summary of remaining write-ins for Line 6 from overflow page.....	0
0699.	Total (Lines 0601 thru 0603 plus 0698) (Line 6 above).....	0
09.901.	Guaranteed interest payments.....	25,839,270
09.902.	.....
09.903.	.....
09.998.	Summary of remaining write-ins for Line 9.9 from overflow page.....	0
09.999.	Total (Lines 09.901 thru 09.903 plus 09.998) (Line 9.9 above).....	25,839,270
10.201	Miscellaneous transfers.....	(2,301,646)
10.202	.....
10.203	.....
10.298	Summary of remaining write-ins for Line 10.2 from overflow page.....	0
10.299	Total (Lines 10.201 thru 10.203 plus 10.298) (Line 10.2 above).....	(2,301,646)
1701.	Remittances and items not allocated.....	47,154,511
1702.	.....
1703.	.....
1798.	Summary of remaining write-ins for Line 17 from overflow page.....	0
1799.	Total (Lines 1701 thru 1703 plus 1798) (Line 17 above).....	47,154,511
2101.	Other transfers.....	(107,567,824)
2102.	.....
2103.	.....
2198.	Summary of remaining write-ins for Line 21 from overflow page.....	0
2199.	Total (Lines 2101 thru 2103 plus 2198) (Line 21 above).....	(107,567,824)
3101.	.....
3102.	.....
3103.	.....
3198.	Summary of remaining write-ins for Line 31 from overflow page.....	0
3199.	Total (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0

EXHIBIT 6 - GUARANTEED INSURANCE AND ANNUITY PRODUCTS

	1 Amount	2 Percent of Total
1. Aggregate reserve for life, annuity and accident and health contracts (Included in Exhibit 3):		
1.1 Life insurance.....		0.00
1.2 Annuities.....	558,024,639	1.01
1.3 Supplementary contracts with life contingencies.....		0.00
1.4 Accident and health.....		0.00
1.5 Miscellaneous reserves.....		0.00
1.6 Total.....	558,024,639	1.01
2. Liability for deposit-type contracts (included in Exhibit 4):		
2.1 Guaranteed interest contracts.....		0.00
2.2 Annuities certain.....	599,521,718	1.08
2.3 Supplemental contracts.....		0.00
2.4 Dividend accumulations or refunds.....		0.00
2.5 Premium and other deposit funds.....		0.00
2.6 Total.....	599,521,718	1.08
3. Other liabilities (included in Page 3, Lines 4, 10, 13 & 14).....		0.00
4. Total liabilities associated with guarantees (Lines 1.6 + 2.6 + 3).....	1,157,546,357	2.09
5. Total liabilities not associated with guarantees.....	54,354,361,500	97.91
6. Total Separate Accounts liabilities (Lines 4 + 5 = Page 3, Line 15).....	55,511,907,857	100.00