



**QUARTERLY STATEMENT
AS OF SEPTEMBER 30, 2021
OF THE CONDITION AND AFFAIRS OF THE
SYNCORA GUARANTEE INC.**

NAIC Group Code 0000 , 0000 NAIC Company Code 20311 Employer's ID Number 13-3635895
(Current Period) (Prior Period)

Organized under the Laws of New York , State of Domicile or Port of Entry NY

Country of Domicile United States of America

Incorporated/Organized 07/25/1991 Commenced Business 01/01/1992

Statutory Home Office 485 Lexington Avenue - 15th Floor , New York, NY, US 10017
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 485 Lexington Avenue - 15th Floor
(Street and Number)

New York, NY, US 10017 (212)478-3400
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 485 Lexington Avenue - 15th Floor , New York, NY, US 10017
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 485 Lexington Avenue - 15th Floor
(Street and Number)

New York, NY, US 10017 (212)478-3400
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address _____

Statutory Statement Contact Anthony Corrado (212)478-3400
(Name) (Area Code)(Telephone Number)(Extension)

anthony.corrado@scafg.com (212)478-3579
(E-Mail Address) (Fax Number)

OFFICERS

<u>Name</u>	<u>Title</u>
Yadin Rozov	Chief Executive Officer and President
George David Wilkinson	General Counsel and Secretary
Mary Jane Constant	Chief Operating Officer

OTHERS

DIRECTORS OR TRUSTEES

Jan-Michael Guerra	Christopher Bryan Hayward	Joseph Ali Naggar	Deeb Amin Salem
Yadin Rozov			

State of New York
 County of New York ss

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)
 Yadin Rozov
(Printed Name)
 1.
 Chief Executive Officer and President
(Title)

(Signature)
 George David Wilkinson
(Printed Name)
 2.
 General Counsel and Secretary
(Title)

(Signature)
 Mary Jane Constant
(Printed Name)
 3.
 Chief Operating Officer
(Title)

Subscribed and sworn to before me this _____ day of _____, 2021

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

Yes[X] No[]

(Notary Public Signature)

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	215,611,331		215,611,331	390,304,705
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	31,620,875		31,620,875	37,228,321
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....159,293,522), cash equivalents (\$.....231,615,570) and short-term investments (\$.....0)	390,909,092		390,909,092	145,893,124
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives	3,096,029		3,096,029	11,832
8. Other invested assets	49,755		49,755	5,081,047
9. Receivables for securities	1,004,510		1,004,510	586,709
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	642,291,592		642,291,592	579,105,738
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	1,837,551		1,837,551	4,948,016
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	1,702,291		1,702,291	1,668,535
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0)				
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	90,932		90,932	1,375,000
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$.....0)				
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	15,997		15,997	299,113
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	4,507,830	448,369	4,059,461	4,745,745
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	650,446,193	448,369	649,997,824	592,142,147
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	650,446,193	448,369	649,997,824	592,142,147
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Bank of NY/Mellon-Indemnification	3,732,065		3,732,065	3,894,048
2502. U.S. Bank-Escrow	182,515		182,515	739,217
2503. Account receivable	460,922	448,369	12,553	19,781
2598. Summary of remaining write-ins for Line 25 from overflow page	132,328		132,328	92,699
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	4,507,830	448,369	4,059,461	4,745,745

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....0)	(132,150,194)	(161,776,966)
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	2,765,694	476,416
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	3,004,177	3,758,772
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	58,900	59,413
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses))		
7.2 Net deferred tax liability		
8. Borrowed money \$.....0 and interest thereon \$.....0		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....61,408,362 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act)	10,276,808	10,982,166
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,625,178	1,479,472
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$.....0 certified)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	2,511,541	5,309,735
20. Derivatives	507,497	108,221
21. Payable for securities	703,076	7,312,492
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$.....0 and interest thereon \$.....0		
25. Aggregate write-ins for liabilities	5,000,000	5,000,000
26. TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25)	(105,697,323)	(127,290,279)
27. Protected cell liabilities		
28. TOTAL liabilities (Lines 26 and 27)	(105,697,323)	(127,290,279)
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	15,000,000	15,000,000
31. Preferred capital stock	200,000,000	200,000,000
32. Aggregate write-ins for other-than-special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	625,675,647	589,412,926
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 30 \$.....0)		
36.2 .....1,658 shares preferred (value included in Line 31 \$.....165,804,000)	84,980,500	84,980,500
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	755,695,147	719,432,426
38. TOTALS (Page 2, Line 28, Col. 3)	649,997,824	592,142,147
DETAILS OF WRITE-INS		
2501. Mandatory contingency reserve for adverse losses	5,000,000	5,000,000
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	5,000,000	5,000,000
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned			
1.1 Direct (written \$.....5,010,490)	32,925,500	21,173,447	26,259,000
1.2 Assumed (written \$.....160,531)	110,189	116,824	378,365
1.3 Ceded (written \$.....4,534,956)	31,694,266	12,746,224	17,269,377
1.4 Net (written \$.....636,065)	1,341,423	8,544,047	9,367,988
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....0)			
2.1 Direct	6,879,213	(14,176,283)	(15,277,067)
2.2 Assumed	(1,686,078)	(457,455)	(630,218)
2.3 Ceded	6,918,276	(18,850,204)	(18,194,596)
2.4 Net	(1,725,141)	4,216,466	2,287,311
3. Loss adjustment expenses incurred	3,027,431	902,199	902,199
4. Other underwriting expenses incurred	10,213,316	9,878,990	15,791,408
5. Aggregate write-ins for underwriting deductions			
6. TOTAL underwriting deductions (Lines 2 through 5)	11,515,606	14,997,655	18,980,918
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(10,174,183)	(6,453,608)	(9,612,930)
INVESTMENT INCOME			
9. Net investment income earned	17,103,269	19,381,787	23,885,777
10. Net realized capital gains (losses) less capital gains tax of \$.....0	36,088,230	4,670,504	11,233,724
11. Net investment gain (loss) (Lines 9 + 10)	53,191,499	24,052,291	35,119,501
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)			
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income		22,983	22,983
15. TOTAL other income (Lines 12 through 14)		22,983	22,983
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	43,017,316	17,621,666	25,529,554
17. Dividends to policyholders			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	43,017,316	17,621,666	25,529,554
19. Federal and foreign income taxes incurred	6,060,975	83,788	83,788
20. Net income (Line 18 minus Line 19) (to Line 22)	36,956,341	17,537,878	25,445,766
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	719,432,426	685,319,579	685,319,579
22. Net income (from Line 20)	36,956,341	17,537,878	25,445,766
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0	(3,378,542)	(1,139,022)	8,763,471
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax			
27. Change in nonadmitted assets			
28. Change in provision for reinsurance			
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from Protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	2,684,922	(1,240,806)	(96,390)
38. Change in surplus as regards policyholders (Lines 22 through 37)	36,262,721	15,158,050	34,112,847
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	755,695,147	700,477,629	719,432,426
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. Default interest forbearance fees and other		22,983	22,983
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)		22,983	22,983
3701. Net unrealized FX on derivatives	2,684,922	(1,240,806)	(96,390)
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	2,684,922	(1,240,806)	(96,390)

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31	
Cash from Operations				
1. Premiums collected net of reinsurance	748,015	1,112,637	1,395,032	
2. Net investment income	15,167,862	13,356,147	17,099,529	
3. Miscellaneous income		4,272,983	4,272,983	
4. TOTAL (Lines 1 to 3)	15,915,877	18,741,767	22,767,544	
5. Benefit and loss related payments	(31,351,913)	26,806,690	24,853,849	
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts				
7. Commissions, expenses paid and aggregate write-ins for deductions	12,964,145	9,899,591	11,586,757	
8. Dividends paid to policyholders				
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	4,776,907	1,375,000	1,458,788	
10. TOTAL (Lines 5 through 9)	(13,610,861)	38,081,281	37,899,394	
11. Net cash from operations (Line 4 minus Line 10)	29,526,738	(19,339,514)	(15,131,850)	
Cash from Investments				
12. Proceeds from investments sold, matured or repaid:				
12.1 Bonds	423,898,395	687,152,441	777,095,797	
12.2 Stocks	31,121,023	23,029,210	24,677,056	
12.3 Mortgage loans				
12.4 Real estate				
12.5 Other invested assets	5,033,333			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(53,254)	11,491	16,768	
12.7 Miscellaneous proceeds				
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	459,999,497	710,193,142	801,789,621	
13. Cost of investments acquired (long-term only):				
13.1 Bonds	233,057,077	663,705,090	728,081,678	
13.2 Stocks	12,138,648	44,211,962	56,331,775	
13.3 Mortgage loans				
13.4 Real estate				
13.5 Other invested assets				
13.6 Miscellaneous applications				
13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	245,195,725	707,917,052	784,413,453	
14. Net increase (or decrease) in contract loans and premium notes				
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	214,803,772	2,276,090	17,376,168	
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)	685,458	(20,941)	145,592	
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	685,458	(20,941)	145,592	
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)	245,015,968	(17,084,365)	2,389,910	
19. Cash, cash equivalents and short-term investments:				
19.1 Beginning of year	145,893,124	143,503,214	143,503,214	
19.2 End of period (Line 18 plus Line 19.1)	390,909,092	126,418,849	145,893,124	
Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:				
20.0001	Change in net payable for securities	6,609,416	(26,128,654)	(7,312,492)
20.0002	Change in net receivable for securities	(417,801)	(10,057,930)	(530,111)

Notes to Financial Statement

1. Summary of Significant Accounting Policies and Going Concern:

A. Accounting Practices

Syncora Guarantee Inc. (the “Company” or “Syncora Guarantee”), a New York domiciled financial guarantee insurance company, prepares its statutory basis financial statements in accordance with accounting practices prescribed or permitted by the New York State Department of Financial Services (the “NYDFS”). Through December 29, 2019, Syncora Guarantee was a wholly-owned subsidiary of Syncora Holdings Ltd. On December 30, 2019 Syncora Holdings Ltd, sold Syncora Guarantee to Syncora FinanceCo LLC., (formerly known as Star Insurance Holdings LLC), an entity organized by GoldenTree Asset Management LP. The NYDFS recognizes only statutory accounting practices prescribed or permitted by the State of New York for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under insurance law. The National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures manual (“NAIC SAP”), has been adopted as a component of prescribed or permitted practices by the State of New York. The State of New York has adopted certain prescribed accounting practices that differ with those found in NAIC SAP. The NYDFS has the right to permit other specific practices which deviate from prescribed practices.

Reconciliations of net income (loss) and policyholders’ surplus (deficit) between the amounts reported in the financial statements (NY Basis) and NAIC SAP follow:

	<u>SSAP#</u>	<u>F/S Page</u>	<u>F/S Line #</u>	<u>Nine Months 2021</u>	<u>Year Ended 2020</u>
<u>NET INCOME (LOSS)</u>					
(1) Syncora Guarantee Inc. state basis (Page 4, Line 20, Columns 1 & 3)				\$ 36,956,341	\$ 25,445,766
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:				-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP:					
(c)	60	4	1,2	(16,395,563)	29,535,990
(4) NAIC SAP				<u>\$ 20,560,778</u>	<u>\$ 54,981,756</u>
				September 30, 2021	December 31, 2020
<u>SURPLUS (DEFICIT)</u>					
(5) Syncora Guarantee Inc. state basis (Page 3, Line 37, Columns 1 & 2)				\$ 755,695,147	\$ 719,432,426
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:					
(a)	00	N/A	N/A	-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP:					
(b)	60	3	25	(921,560,918)	(921,560,918)
(c)	60	3	1,9,25	(110,293,239)	(93,897,676)
(d)				-	-
(8) NAIC SAP				<u>\$ (276,159,010)</u>	<u>\$ (296,026,168)</u>

Permitted or Prescribed Practices

- (a) Pursuant to certain prescribed accounting practices under Articles 14 and 69 of the New York Insurance Law (“NYIL”) that differ with those found in NAIC SAP, the admissible carrying value of a share of an insurer is limited to a stipulated percentage of policyholders’ surplus, and investments in certain securities (including the Uninsured Cash Flow Certificates (see Note 21.G.) are also subject to limitations. In connection with the 2009 Master Transaction Agreement (“2009 MTA”), the NYDFS permitted the Company to admit these assets notwithstanding the otherwise applicable limitations, which resulted in no difference between NAIC SAP and NY basis.
- (b) In connection with the reinsurance agreement with Assured Guaranty Corp., which closed on June 1, 2018 (see Note 21), the NYDFS permitted the Company to set a fixed contingency reserve balance of \$5 million. This fixed reserve balance will not increase through accretion nor decrease through releases. Pursuant to prior approvals granted by the NYDFS in accordance with section 6903 of the NYIL, as of September 30, 2021 and December 31, 2020, the Company has de-recognized \$921.6 million and \$921.6 million, respectively, in the aggregate, of contingency reserves on terminated policies, and policies on which the Company has established case reserves, whereas under NAIC SAP the Company would still be required to carry such reserves. The Company previously applied the permitted practice described above to release contingency reserves on an obligation by obligation basis under policies insuring multiple obligations rather than on a policy by policy basis. In addition to the foregoing, the Company released contingency reserves based on a methodology pursuant to a permitted practice granted by the NYDFS.
- (c) The NYDFS granted the Company a permitted practice to de-recognize reserves for unpaid losses, unearned premium reserve and contingency reserves relating to, and expense payments (which are reflected in “Losses incurred” on the Statement of Income) made to effect, certain transactions executed in connection with its continued remediation efforts described in Note 21.G. which effectively defeased or, in-substance, commuted, in whole or in part, the policies relating thereto, whereas under NAIC SAP such reserves would continue to be carried until such time the underlying contracts were legally extinguished and the payments made to effect the transactions would have resulted in the recording of an asset, as such payments were made in exchange for the assignment to the Company or an affiliate of the Company of all rights under the aforementioned policies. As of September 30, 2021, such de-recognized reserves for unpaid losses, unearned premium reserve and contingency reserves (as of the date of the effective defeasance or, in-substance commutations) aggregated \$6.3 billion, \$17.4 million and \$4.9 million, respectively. As of December 31, 2020, such de-recognized reserves for unpaid losses, unearned premium reserve and contingency reserves (as of the date of the effective defeasance or, in-substance commutations) aggregated \$6.3 billion, \$17.4 million and \$4.9 million, respectively.
- (d) Pursuant to certain prescribed accounting practices under Article 14 of the New York Insurance Law that differ with those found in NAIC SAP, the admissible carrying value of investments in certain securities are subject to limitations.

Notes to Financial Statement

B. Use of Estimates

The preparation of financial statements in conformity with NAIC SAP 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 at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results may differ from estimates and those differences may be material. These interim notes to financial statements do not include all disclosures required in connection with annual financial statements included in the Company's Annual Statement. In addition, the results of operations for the interim period ended September 30, 2021 are not necessarily indicative of the results that may be expected for the year ended December 31, 2021. These interim financial statements of the Company should be read in conjunction with the Company's Annual Statement for the year ended December 31, 2020.

C. Accounting Policies

There has been no significant change in the Company's accounting policies from that disclosed in the Company's 2020 Annual Statement.

Bonds and loan-backed securities with an NAIC designation of 1 or 2 (highest-quality and high-quality) are valued at cost, adjusted for amortization of premium and accretion of discount which is calculated using the constant yield method. Bonds and loan-backed securities with an NAIC designation of 3 through 6 (medium quality, low quality, lowest quality and in or near default) are valued at the lower of amortized cost, adjusted for amortization of premium and accretion of discount which is calculated using the constant yield method, or market value. The prospective method is used to value loan-backed securities. The Company employs Bank of New York Mellon Asset Servicing as its third party investment accounting service provider. Prepayment assumptions for loan-backed and structured securities are obtained from Bloomberg or determined using the Company's internal estimates.

D. Going Concern

Not applicable.

2. Accounting Changes and Corrections of Errors:

The Company has had no changes in accounting principles or corrections of errors as of and for the periods presented herein.

3. Business Combinations and Goodwill:

A. Statutory Purchase Method

There were no business combinations accounted for under the statutory purchase method as of and for the periods presented herein.

B. Statutory Merger

There was no statutory merger for the periods presented herein.

C. Impairment Loss

There was no impairment loss as a result of business combinations for the periods presented herein.

4. Discontinued Operations:

The Company had no discontinued operations as of or for the periods presented herein.

5. Investments:

Except as discussed below, there has been no change from that disclosed in the Company's 2020 Annual Statement.

D. Loan-Backed and Structured Securities

Notes to Financial Statement

The following table summarizes for the nine months ended September 30, 2021 other-than-temporary impairments for loan-backed and structured securities because the Company had either the intent to sell the securities or the inability, or lack of intent to retain the securities for a period of time sufficient to recover the amortized cost basis.

	(1) Amortized Cost before Other-Than Temporary Impairment	(2) Other-Than Temporary Impairment	(3) Fair Value (1)-(2)
OTTI recognized 1st quarter:			
a. Intent to sell	\$ -	\$ -	\$ -
b. Inability or lack of intent to retain investment in the security for a period of time sufficient to recover the amortized cost basis	-	-	-
c. Total 1st quarter	\$ -	\$ -	\$ -
OTTI recognized 2nd quarter:			
d. Intent to sell	\$ -	\$ -	\$ -
e. Inability or lack of intent to retain investment in the security for a period of time sufficient to recover the amortized cost basis	48,056	18,039	30,017
f. Total 2nd quarter	\$ 48,056	\$ 18,039	\$ 30,017
OTTI recognized 3rd quarter:			
g. Intent to sell	\$ -	\$ -	\$ -
h. Inability or lack of intent to retain investment in the security for a period of time sufficient to recover the amortized cost basis	45,778	30,332	15,446
i. Total 3rd quarter	\$ 45,778	\$ 30,332	\$ 15,446
m. Aggregate total		<u>\$ 48,371</u>	

The following table summarizes the nine months ended September 30, 2021 other-than-temporary impairments for loan-backed and structured securities recorded based on the present value of projected cash flows expected to be collected was less than the amortized cost of these securities and deemed that it was probable that the Company will be unable to collect all amounts due according to the contractual terms of the security.

CUSIP	Amortized Cost Before Other-Than-Temporary Impairment	Present Value of Projected Cash Flows	Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of Other-Than-Temporary Impairment	Date of Financial Statement Where Reported
02660YAM4	17,457	13,573	3,885	13,573	13,573	6/30/2021
22944PAH0	555	330	225	330	330	6/30/2021
362631AD5	21,135	14,024	7,110	14,024	14,024	6/30/2021
61764GAK8	8,909	2,091	6,819	2,091	2,091	6/30/2021
22944PAH0	380	284	96	284	284	9/30/2021
362631AD5	18,887	13,915	4,972	13,915	13,915	9/30/2021
61764GAK8	26,510	1,246	25,264	1,246	1,246	9/30/2021
Total			<u>\$ 48,371</u>			

Loan-backed and structured securities in unrealized loss positions as of September 30, 2021, based on length of time continuously in these unrealized loss positions are as follows:

- a. Aggregate amount of unrealized loss
 1. Less than twelve months \$ 151,007
 2. Twelve months or longer \$ -

- b. Aggregate fair value of securities with unrealized loss
 1. Less than twelve months \$ 27,757,642
 2. Twelve months or longer \$ -

Notes to Financial Statement

E. to I. Information about Repurchase Agreements and/or Lending Transactions

Not applicable.

L. Restricted Assets

As of September 30, 2021, the Company had, in the aggregate, approximately \$20.6 million on deposit to collateralize its contractual obligations under certain agreements, including reinsurance. Of such deposits, \$16.6 million, \$3.9 million, and \$0.1 million are recorded on the Statement of Assets, Liabilities, Surplus and Other Funds in “Bonds”, “Aggregate write-ins for other than invested assets” and “Cash, cash equivalents and short-term investments”, respectively.

In connection with the reinsurance agreement with Assured Guaranty, the Company agreed to maintain a minimum of \$15.6 million, based on aggregate fair value, on deposit through June 1, 2023, which reduces the Company’s share of loss reserves under this reinsurance agreement.

As of December 31, 2020, the Company had, in the aggregate, approximately \$23.4 million on deposit to collateralize its contractual obligations under certain agreements, including reinsurance. Of such deposits, \$15.7 million, \$4.6 million and \$3.1 million are recorded on the Statement of Assets, Liabilities, Surplus and Other Funds in “Bonds”, “Aggregate write-ins for other than invested assets” and “Cash, cash equivalents and short-term investments”, respectively.

(1) Restricted assets (including pledged) summarized by restricted asset category

There has been no significant change from that disclosed in the Company’s 2020 Annual Statement.

(2) Detail of assets pledged as collateral not captured in other categories

There has been no significant change from that disclosed in the Company’s 2020 Annual Statement.

(3) Detail of other restricted assets

Not applicable.

M. Working Capital Finance Investments

Not applicable.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O. 5GI Securities

Not applicable.

P. Short Sales

Not applicable.

Q. Prepayment Penalty and Acceleration Fees

There has been no significant change from that disclosed in the Company’s 2020 Annual Statement.

6. Joint Ventures, Partnerships and Limited Liability Companies:

There has been no significant change from that disclosed in the Company’s 2020 Annual Statement.

7. Investment Income:

The Company has not excluded from policyholders’ surplus any investment income due and accrued as of September 30, 2021 and December 31, 2020.

8. Derivative Instruments:

As of September 30, 2021, the Company recorded derivative assets and liabilities of \$3.1 and \$0.5 million, which are included in "Derivatives" on the accompanying Statement of Assets and Statement of Liabilities, Surplus and Other Funds.

Notes to Financial Statement

9. Income Taxes:

The Company recorded \$6.1 million current income taxes during the nine months ending September 30, 2021 compared to \$84 thousand current income taxes during the nine months ending September 30, 2020.

Management has concluded that future income forecasted to be generated is insufficient to support realization of Syncora Guarantee's net deferred tax assets, thus a full valuation allowance has been established against the deferred tax assets of Syncora Guarantee at September 30, 2021 and December 31, 2020 for \$482.3 million and \$495.8 million, respectively. Tax years 2018 through 2020 are potentially subject to examination by the IRS and state and local authorities.

Operating loss carryforwards

- (1) At September 30, 2021, the Company had Federal net operating loss carryforwards of \$2.3 billion available for Federal income tax purposes that will begin to expire from 2028 through 2038.
- (2) At September 30, 2021, the Company had capital loss carryforwards of \$15.4 million expiring from 2022 through 2023.
- (3) Federal income taxes of \$5.3 million are available for recoupment in the event of future net losses.

The Company is utilizing \$1.6 million of NOLs for the period ending September 30, 2021.

In connection with the sale of the Company to Syncora FinanceCo LLC., completed on December 30, 2019, the Company's NOLs will be limited under Section 382, as described below. Approximately \$2.3 billion of the Company's NOLs as of September 30, 2021 are subject to limitation under Section 382 of the Internal Revenue Code ("Section 382") as a result of an ownership change, as defined under that code section. An ownership change, as defined under Section 382 generally occurs if the percentage stock ownership of shareholders owning (or deemed under Section 382 to own) 5% or more in the aggregate, increases by more than 50 percentage points over the lowest percentage of stock owned by such shareholders during a defined period of time.

10. Information Concerning Parent, Subsidiaries and Affiliates:

Ownership of the Company

All outstanding shares of the Company are owned by Syncora FinanceCo LLC., a Delaware limited liability company.

Other Agreements with Affiliates

Agreements with or in respect of various New York trusts

The Company is a party to insurance and indemnity agreements with various New York trusts formed by Syncora CDS LLC and Syncora Admin LLC, both affiliates of the Company. The Company guarantees timely payment of each trust's obligations under structured CDS contracts issued by the related trust.

Agreements with GoldenTree Asset Management LP

- Effective January 1, 2020 the Company is a party to a Services Agreement, whereby GoldenTree Asset Management LP ("GTAM") provides the Company with general services, certain office overhead and expenses, information technology services, legal services, human resource service and other items. Under the terms of such agreement, the costs of the aforementioned services are charged to the Company. For the nine months ended September 30, 2021 and 2020, the Company incurred costs under this agreement in the amount of \$2.9 million and zero, respectively.
- Effective January 1, 2020 the Company is a party to a Services Agreement, whereby the Company provides GTAM with surveillance services, risk management services, liability management services and other items. Under the terms of such agreement, the costs of the aforementioned services are charged to GTAM. For the nine months ended September 30, 2021 and 2020, the Company charged GTAM under this agreement in the amount of \$0.2 million and zero, respectively.
- Effective January 1, 2020 the Company is a party to an Investment Management Agreement, whereby GTAM manages certain assets of the Company. Under the terms of such agreement, the Company will pay an annual management fee. For the nine months ended September 30, 2021 and 2020, the Company incurred costs under this agreement in the amount of \$1.1 million and zero, respectively.

Notes to Financial StatementTax Sharing Agreement

Syncora FinanceCo LLC. maintains a tax sharing agreement with its subsidiaries, whereby the consolidated tax liability is allocated among affiliates in the ratio that each affiliate's separate return liability bears to the sum of the separate return liabilities of all affiliates that are members of the consolidated group. In addition, a complementary method is used which results in reimbursement by profitable affiliates to loss affiliates for tax benefits generated by loss affiliates.

Amounts due from / (to) related parties as of September 30, 2021 and December 31, 2020 were:

Related Party	September 30, 2021	December 31, 2020
GoldenTree Asset Management LP	\$ 15,997	\$ 299,113
Less: Non Admitted Receivable	-	-
Total Admitted Related Party Receivable	\$ 15,997	\$ 299,113
GoldenTree Asset Management LP	\$ (2,511,541)	\$ (5,309,735)
Net Receivable/(Payable)	\$ (2,495,544)	\$ (5,010,622)

11. Debt:

There has been no change from that discussed in the Company's 2020 Annual Statement.

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

There has been no change from that discussed in the Company's 2020 Annual Statement except as discussed below.

Beginning April 1, 2020 employees of Syncora Guarantee could participate in a qualified defined contribution retirement plan for the benefit of all eligible employees. This plan is maintained by Syncora Guarantee. Employer contributions to the plan are based on a fixed percentage of employee contributions and compensation as defined by the plan. For the nine months ended September 30, 2021 and 2020, the Company incurred expenses of \$0.2 million and \$0.1 million, respectively, relating to employer contributions made to the aforementioned plan.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations:

There has been no change from that disclosed in the Company's 2020 Annual Statement with regard to disclosures 13.A, D, E, F, G, H, I, and L, in such Annual Statement. However, in regard to disclosures required by 13.B, 13.C, 13.J, and 13.K, see the updates below.

B. The Company has 2,000 Series B Preferred shares authorized, all of which are issued. During 2019, the Company purchased from third parties \$100.3 million of aggregate face amount of Pass-Through Trust Preferred Securities issued by the Twin Reefs Pass-Through Trust, in which the Twin Reefs Securities purchased correspond to 1,003 shares of the Company's Series B Preferred shares. As a result of these purchases, the Company currently holds 1,658 shares of its Series B Preferred shares as treasury stock, which includes the 655 shares previously held by the Company. These shares have a par value of \$120 per share and a liquidation preference of \$100,000 per share. Holders of these preferred shares shall be entitled to receive, in preference to the holders of common shares, non-cumulative cash dividends at a variable rate equal to one-month LIBOR plus 2.00% per annum, calculated on an actual/360 day basis, when and if declared by the Board of Directors of the Company.

The holders of the preferred shares are not entitled to any voting rights and their consent is not required for taking any corporate action with certain limitations. Subject to certain requirements, the preferred shares may be redeemed, in whole or in part, at the option of Syncora Guarantee at any time or from time to time for cash at a redemption price equal to the liquidation preference per share plus any accrued and unpaid dividends thereon to the date of redemption without interest on such unpaid dividends.

C. The ability of the Company to declare and pay a dividend to shareholders is governed by applicable New York law, including the NYIL. Under Section 4105 of the NYIL, the Company is permitted to pay dividends to shareholders in any 12-month period, without the prior approval of the NYDFS in an amount equal to the lesser of 10% of its policyholders' surplus as of the last financial statement filed with the NYDFS (annual or quarterly) or their adjusted net investment income for the 12-month period, as determined in accordance with Statutory Accounting Practices prescribed or permitted by the NYDFS. For a period of two years following the December 30, 2019 sale of the Company, the Company has agreed not to declare and pay any dividends without the prior approval of the NYDFS. The NYIL also provides that the Company may distribute dividends to shareholders in excess of the aforementioned amount only upon approval thereof by the NYDFS. Even if these tests are satisfied, New York Insurance Law provides a further test in that the Company may not declare or distribute any dividends to shareholders except out of "earned surplus" (an amount equal to "unassigned funds" as shown on its statutory balance sheet, which as of September 30, 2021 was \$625.7 million, less "unrealized appreciation of assets"). The NYDFS may

Notes to Financial Statement

disapprove such dividends to shareholders if it finds that the Company will retain insufficient surplus to support its obligations and writings.

J. As of September 30, 2021, the portion of unassigned funds (surplus) represented by or reduced by each item below is as follows:

a.	unrealized (gains) and losses:	\$ (7,861,339)
b.	non-admitted asset values:	\$ 448,369

K. As of September 30, 2021, the Company had no surplus notes outstanding.

14. Contingencies:

A. Contingent Commitments

There has been no change from that discussed in the Company's 2020 Annual Statement.

B. Assessments

There has been no change from that discussed in the Company's 2020 Annual Statement.

C. Gain Contingencies

There has been no change from that discussed in the Company's 2020 Annual Statement.

D. Claims Related Extra-Contractual Obligations and Bad Faith Losses Stemming from Lawsuits

There has been no change from that discussed in the Company's 2020 Annual Statement.

E. Product Warranties

There has been no change from that discussed in the Company's 2020 Annual Statement.

F. All Other Contingencies

All of the CDS contracts insured by the Company have mark-to-market termination payments following a failure by the Company to pay a claim related to the CDS contract or the occurrence of events that are outside the Company's control, such as the Company being placed into receivership or rehabilitation by the NYDFS or the NYDFS taking control of the Company. Mark-to-market termination payments for which the Company would have to pay a termination payment are generally calculated either based on "market quotation" or "loss" (each as defined in the ISDA Master Agreement). "Market quotation" is calculated as an amount (based on quotations received from dealers in the market) that the counterparty would have to pay another party (other than monoline financial guarantee insurance companies) to have such party takeover the Company's position in the CDS contract. "Loss" is an amount that a counterparty reasonably determines in good faith to be its total losses and costs in connection with the CDS contract, including any loss of bargain, cost of funding or, at the election of such counterparty, but without duplication, loss or cost incurred as a result of its terminating, liquidating, obtaining or reestablishing any hedge or related trading position. If the Company failed to pay claims related to all of its insured CDS contracts or were placed into receivership or rehabilitation by the NYDFS or the NYDFS took control of the Company, the aggregate termination payments that the Company would be required to pay would significantly and adversely affect the Company's financial liquidity and, accordingly, such events would have a material adverse effect on the Company's financial position and results of operations. The Company's reserves for unpaid losses and loss adjustment expenses do not consider the effect of mark-to-market termination payments. In connection with the Company's reinsurance agreement with Assured Guaranty, substantially all of the CDS contracts insured by the Company have been reinsured by Assured Guaranty. However, the reinsurance agreement does not generally cover any mark-to-market termination payments.

As described in Note 21.G, the Company entered into a Credit Agreement and related Security Agreement with Assured Guaranty, pursuant to which Assured Guaranty agreed to make loans to the Company to fund its claims payments on remediated RMBS. To secure its obligations thereunder, the Company pledged as collateral certain of its insurance cash flow certificates.

In the ordinary course of business, Syncora Guarantee is subject to litigation or other legal proceedings. See also Note 21.G. and H. for certain other contingencies.

15. Leases:

There has been no significant change from that discussed in the Company's 2020 Annual Statement.

Notes to Financial Statement**16. Information About Financial Instruments with Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk:**

While the Company establishes reserves for losses and loss adjustment expenses on obligations it has guaranteed or reinsured to the extent it determines that losses are probable and reasonably estimable, the risk of loss under the Company's guarantees extends to the full amount of unpaid principal and interest on all debt obligations it has guaranteed (see description of financial guarantee insurance and reinsurance in Note 21.H.). The tables below reflect certain information regarding the Company's in-force principal and interest exposure at September 30, 2021.

The following table sets forth the Company's in-force guaranteed principal and interest exposure by bond sector as of September 30, 2021:

Bond Exposure
(U.S. dollars in millions)

	<u>Retained business</u>		<u>Ceded business</u>	
	<u>PO⁽¹⁾</u>	<u>IO⁽¹⁾</u>	<u>PO⁽¹⁾</u>	<u>IO⁽¹⁾</u>
Public Finance				
Utility	\$ 78	\$ 20	\$ 232	\$ 9
Special Revenue	77	17	1,101	961
General Obligation	68	17	252	87
Non Ad Valorem	6	5	21	4
Other	1	-	-	-
Appropriation	-	-	25	5
Total Public Finance	<u>\$ 230</u>	<u>\$ 59</u>	<u>\$ 1,631</u>	<u>\$ 1,066</u>
Asset-Backed Securities				
RMBS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 16</u>
Total Asset-Backed Securities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 16</u>
Collateralized Debt Obligations				
Cashflow CDO	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ -</u>
Total Collateralized Debt Obligations	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ -</u>
Structured Single Risk				
Specialized Risk	\$ 118	\$ -	\$ 50	\$ 1
Global Infrastructure	99	29	990	430
Power & Utilities	-	-	2,166	2,066
Total Structured Single Risk	<u>\$ 217</u>	<u>\$ 29</u>	<u>\$ 3,206</u>	<u>\$ 2,497</u>
Total Outstanding	<u><u>\$ 447</u></u>	<u><u>\$ 88</u></u>	<u><u>\$ 5,096</u></u>	<u><u>\$ 3,579</u></u>

⁽¹⁾PO and IO represent Principal Outstanding and Interest Outstanding, respectively.

Notes to Financial Statement

The following table sets forth the number of years to maturity of the Company's in-force guaranteed principal and interest exposure as of September 30, 2021:

Years to Maturity - Debt Service Amortization
(U.S. dollars in millions)

	<u>Retained business</u>		<u>Ceded business</u>	
	<u>Scheduled Net Debt Service</u>	<u>Outstanding⁽¹⁾</u>	<u>Scheduled Net Debt Service</u>	<u>Outstanding⁽¹⁾</u>
2021 Q3	\$ -	\$ 535	\$ -	\$ 8,675
2021 Q4	23	512	61	8,614
Total 2021	\$ 23		\$ 61	
2022	\$ 44	\$ 468	\$ 366	\$ 8,248
2023	66	402	320	7,928
2024	42	360	313	7,615
2025	78	282	845	6,770
Total 2022-2025	\$ 230		\$ 1,844	
2026-2030	\$ 208	\$ 74	\$ 1,284	\$ 5,486
2031-2035	66	8	1,425	4,061
2036-2040	8	-	1,653	2,408
2041 and thereafter	-	-	2,408	-
Total 2026-thereafter	\$ 282		\$ 6,770	
Total	<u>\$ 535</u>		<u>\$ 8,675</u>	

⁽¹⁾Outstanding represents principal and interest.

Notes to Financial Statement

The following table sets forth the Company's in-force guaranteed principal exposure by geographic concentration as of September 30, 2021:

Geographic Distribution - Par Exposure
(U.S. dollars in millions)

	<u>Retained business</u>		<u>Ceded business</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
United States				
Puerto Rico	\$ 152	34.0 %	\$ -	- %
New York	77	17.1	289	5.7
Michigan	1	0.3	13	0.3
California	-	-	1,145	22.3
Multi-state ⁽¹⁾⁽²⁾	-	-	391	7.7
Other ⁽³⁾	-	-	263	5.2
Washington	-	-	186	3.7
Ohio	-	-	116	2.3
Total United States	<u>\$ 230</u>	<u>51.4 %</u>	<u>\$ 2,403</u>	<u>47.2 %</u>
International				
Italy	\$ 118	26.4 %	\$ -	- %
Portugal	99	22.2	-	-
United Kingdom	-	-	2,472	48.4
Chile	-	-	157	3.1
Mexico	-	-	50	1.0
Panama	-	-	10	0.2
Canada	-	-	4	0.1
Other	-	-	-	-
Total International	<u>\$ 217</u>	<u>48.6 %</u>	<u>\$ 2,693</u>	<u>52.8 %</u>
Total Par Outstanding	<u>\$ 447</u>	<u>100.0 %</u>	<u>\$ 5,096</u>	<u>100.0 %</u>

⁽¹⁾Deals with underlying securities in multiple states.

⁽²⁾Consists of \$0 million in Public Finance, and \$0 million in ABS, and \$0 million in CDO net (retained) par.

⁽³⁾Single state with par outstanding < 1% of the total exposure in the current period.

Notes to Financial Statement*Exposure to Residential Mortgage Market*

The Company is exposed to residential mortgages directly through its insurance guarantees of RMBS.

The following table presents the principal outstanding for the Company's insured RMBS portfolio by type⁽¹⁾ of collateral as of September 30, 2021:

RMBS Exposure
(U.S. dollars in millions)

	Retained business		Ceded business	
	Amount	%	Amount	%
Prime (1st lien)	\$ -	- %	\$ 6	2.3 %
Prime (2nd lien)	-	-	1	0.4
Prime (HELOC)	-	-	19	7.6
Alt-A (1st lien)	-	-	13	5.0
Subprime (1st lien)	-	-	200	79.5
Subprime (2nd lien)	-	-	3	1.3
Subprime (1st lien) - International	-	-	10	3.9
Total RMBS Outstanding	\$ -	- %	\$ 252	100.0 %

⁽¹⁾ Collateral type is defined as follows: Prime (1st lien) mortgage loans are secured by first liens on one-to-four family residential properties. The underwriting standards used to underwrite prime mortgage loans are the standards applied to the most creditworthy borrowers and are generally acceptable to Fannie Mae and Freddie Mac. Prime (2nd lien) mortgage loans are secured by 2nd liens on one-to-four family residential properties. The underwriting standards used to underwrite prime mortgage loans are the standards applied to the most creditworthy borrowers and are generally acceptable to Fannie Mae and Freddie Mac. This category also includes Alt-A (2nd lien) loans. HELOC is an adjustable rate line of credit secured by a second lien on residential properties. An Alt-A loan means a mortgage loan secured by first liens on residential properties, which is ineligible for purchase by Fannie Mae or Freddie Mac. Subprime (1st lien) mortgage loans are secured by first liens on residential properties to non-prime borrowers. The underwriting standards used to underwrite subprime mortgage loans are less stringent than the standards applied to the most creditworthy borrowers and less stringent than the standards generally acceptable to Fannie Mae and Freddie Mac with regard to the borrower's credit standing and repayment ability. Subprime (2nd lien) mortgage loans are secured by second liens on residential properties to non-prime borrowers. See Subprime (1st lien) for a description of the underwriting standards. Subprime (1st lien) – International mortgage loans are secured by first liens on residential properties to non-prime borrowers located outside the United States.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities:

- A. There has been no change from that discussed in the Company's 2020 Annual Statement.
- B. There has been no change from that discussed in the Company's 2020 Annual Statement.
- C. There has been no change from that discussed in the Company's 2020 Annual Statement.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans:

- A. There has been no change from that discussed in the Company's 2020 Annual Statement.
- B. There has been no change from that discussed in the Company's 2020 Annual Statement.
- C. There has been no change from that discussed in the Company's 2020 Annual Statement.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators:

There has been no change from that discussed in the Company's 2020 Annual Statement.

20. Fair Value Measurement:

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

- (1) Assets and Liabilities measured at fair value

The Company has categorized its assets that are measured at fair value into the three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

Level 1- Quoted prices for identical instruments in active markets.

Level 2- Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-derived valuations in which all significant inputs and valuation drivers are observable in active markets.

Level 3- Model-derived valuations in which one or more significant inputs or significant value drivers are unobservable.

Notes to Financial Statement

The following fair value hierarchy table presents the Company's assets and liabilities measured at fair value at September 30, 2021.

September 30, 2021					
	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Assets at Fair Value					
Common Stocks:					
Common Stocks	\$ 31,620,875	\$ -	\$ -	\$ -	\$ 31,620,875
Fixed Maturity Investments:					
Special Revenue	-	437,460	-	-	437,460
Industrial & Miscellaneous	-	18,147,223	5,059,040	-	23,206,263
Derivatives	-	-	3,096,029	-	3,096,029
Other Invested Assets	-	-	49,755	-	49,755
Total Assets at Fair Value	\$ 31,620,875	\$ 18,584,683	\$ 8,204,824	\$ -	\$ 58,410,382
Liabilities at Fair Value					
Derivatives	\$ -	\$ -	\$ 507,497	\$ -	\$ 507,497
Total Liabilities at Fair Value	\$ -	\$ -	\$ 507,497	\$ -	\$ 507,497

(2) The following table presents information about changes in assets and liabilities measured at fair value using significant unobservable inputs (Level 3) as of September 30, 2021.

	Balance at June 30, 2021	Transfers into Level 3	Transfers out of Level 3	Total Gains and (Losses) included in Net Income	Total Gains and (Losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Balance at September 30, 2021
Assets:										
Fixed Maturity Investments	\$ 9,703,127	\$ -	\$ -	\$ -	\$ (114,513)	\$ 1,193,470	\$ -	\$ (5,723,044)	\$ -	\$ 5,059,040
Derivatives	67,569	-	-	-	3,028,460	-	-	-	-	3,096,029
Other Invested Assets	49,231	-	-	-	524	-	-	-	-	49,755
Total Assets	\$ 9,819,927	\$ -	\$ -	\$ -	\$ 2,914,471	\$ 1,193,470	\$ -	\$ (5,723,044)	\$ -	\$ 8,204,824
Liabilities:										
Derivatives	\$ 2,190,885	\$ -	\$ -	\$ -	\$ (1,683,388)	\$ -	\$ -	\$ -	\$ -	\$ 507,497
Total Liabilities	\$ 2,190,885	\$ -	\$ -	\$ -	\$ (1,683,388)	\$ -	\$ -	\$ -	\$ -	\$ 507,497

(3) The Company had no transfers into or out of Level 3 or any transfers between Level 1 and Level 2 of the fair value hierarchy for the nine months ended September 30, 2021.

B. Other Fair Value Disclosures

Not applicable.

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

The table below reflects the fair values and admitted values of all admitted assets that are financial instruments excluding those accounted for under the equity method. The fair values are also categorized into the three-level fair value hierarchy as described above.

September 30, 2021							
Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Financial Instruments - Assets							
Bonds	\$ 228,833,411	\$ 215,611,331	\$ 11,600,079	\$ 194,686,958	\$ 22,546,374	\$ -	\$ -
Cash, Cash Equivalents and Short-term Investments	390,909,092	390,909,092	390,909,092	-	-	-	-
Common Stocks	31,620,875	31,620,875	31,620,875	-	-	-	-
Derivatives	3,096,029	3,096,029	-	-	3,096,029	-	-
Other Invested Assets	49,755	49,755	-	-	49,755	-	-
Total Assets	\$ 654,509,162	\$ 641,287,082	\$ 434,130,046	\$ 194,686,958	\$ 25,692,158	\$ -	\$ -

D. Financial Instruments for which Not Practicable to Estimate Fair Values

Not applicable.

Notes to Financial Statement

21. Other Items:

For a Description of Significant Risks and Uncertainties and Description of the Company's On-Going Strategic Plan, see item G. below.

- A. There has been no change from that discussed in the Company's 2020 Annual Statement.
- B. There has been no change from that discussed in the Company's 2020 Annual Statement.
- C. Other disclosures

For Regulatory and Legal Matters, see item H. below.

- D. There has been no change from that discussed in the Company's 2020 Annual Statement.
- E. There has been no change from that discussed in the Company's 2020 Annual Statement.
- F. Subprime Mortgage Related Risk Exposure

(1) Subprime Mortgage Exposures

The Company has exposure to the U.S. subprime mortgage market through its financial guarantee insurance policies and investments in RMBS. See below and refer to Notes 16 and 25 for additional information regarding the Company's insured portfolio.

(2) Direct Exposure - Mortgage Loans

There has been no change from that discussed in the Company's 2020 Annual Statement.

(3) Direct Exposure - Other Investment Classes

There has been no significant change from that discussed in the Company's 2020 Annual Statement.

(4) Underwriting Exposure to subprime mortgage risk through Financial Guaranty insurance coverage

<u>Description</u>	<u>Losses Paid in the Current Year</u>	<u>Losses Incurred in the Current Year</u>	<u>Case Reserves at the End of Current Period</u>	<u>IBNR Reserves at End of Current Period</u>
Financial Guaranty Coverage	\$ (50,080,263)	\$ (4,141,246)	\$ (8,018,387)	\$ -

G. Description of Significant Risks and Uncertainties, and Description of the Company's On-Going Strategic Plan:

The Company is exposed to significant risks and uncertainties that may materially affect its operations, financial and liquidity position. These relate to, among other things, (i) the potential for future adverse loss and claims development on its insured obligations or salvage and (ii) the amount or timing of anticipated recoveries of salvage on Puerto Rico - related claims payments, and (iii) the performance of Assured Guaranty under the reinsurance and related agreements. These risks and uncertainties are discussed more fully below and could materially and adversely affect the Company's results of operations, financial condition and liquidity.

Description of Significant Risks and Uncertainties Related to Puerto Rico Exposures

- As of September 30, 2021, the Company has \$281.3 million Puerto Rico-related risk (excluding interest outstanding of \$42.3 million), which includes direct insurance and reinsurance of bond policies, direct investments by the Company solely as a result of remediation transactions and salvage and subrogation rights on the Puerto Rico related claims payments. The risk relates primarily to bonds issued by the Puerto Rico Electric Power Authority ("PREPA") of \$161.9 million (excluding interest outstanding of \$20.0 million) and general obligation bonds of the Commonwealth of Puerto Rico (the "Commonwealth") of \$103.7 million (excluding interest outstanding of \$15.1 million) and \$15.7 million of risk related to other obligations of Puerto Rico (excluding interest outstanding of \$7.2 million). As of September 30, 2021, the Company paid approximately \$245.1 million in net claims, representing principal and interest due related to Commonwealth, PREPA and other obligation of Puerto Rico exposures. Given that the Puerto Rico proceedings under PROMESA (as detailed below) may continue for an extended period, the Company may be required to make further material claims payments and therefore further increase the proportion of its assets that are comprised of salvage and subrogation rights. Recoveries relating to these rights and interests could be long-dated, which could have a material adverse effect on the Company's short-term liquidity needs.

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On June 30, 2016, President Obama enacted the Puerto Rico Oversight, Management, and Economic Stability Act (“PROMESA”), which provides Puerto Rico and its instrumentalities with both an in-court (Title III) and out-of-court (Title VI) process to restructure debts and bind holdouts. PROMESA provides for the establishment of an Oversight Board, which President Obama appointed on August 31, 2016, with the authority to approve adjustments of debt of Puerto Rico and its instrumentalities, including PREPA. In December 2020, President Trump appointed four new members to the Oversight Board and in January 2021, reappointed three of the prior members of the Oversight Board.

On May 3, 2017, the Oversight Board filed a petition under Title III on behalf of the Commonwealth. On July 2, 2017, the Oversight Board filed a petition under Title III on behalf of PREPA. The Commonwealth’s and PREPA’s Title III proceedings increase the risk and uncertainty relating to the ultimate recovery on the Commonwealth’s general obligations bonds and of PREPA’s power revenue bonds.

On June 14, 2017, the judge overseeing the Title III proceedings entered an order appointing a team of mediators to facilitate confidential settlement negotiations of any issues arising in those proceedings. The Company is participating in the mediation process.

The Oversight Board certified a revised fiscal plan for PREPA on May 27, 2021 and for the Commonwealth on April 23, 2021, which are intended to provide the bases for any plans of adjustment in the Title III cases of PREPA and the Commonwealth.

On February 15, 2019, the U.S. Court of Appeals for the First Circuit issued an opinion finding that the members of the Oversight Board were not appointed in compliance with the appointments clause of the U.S. Constitution, but declined to dismiss the Title III petitions previously filed by the Oversight Board and delayed the effectiveness of its ruling for 90 days so as to allow the President and the Senate to validate the current appointments or reconstitute the Oversight Board in accordance with the appointments clause. On June 20, 2019, the U.S. Supreme Court granted the Oversight Board’s petition to review the First Circuit’s decision. On July 2, 2019, the First Circuit granted the Oversight Board’s motion to stay the mandate pending final disposition of the case by the Supreme Court. Oral arguments before the U.S. Supreme Court were held on October 15, 2019. On June 1, 2020, the Supreme Court issued an opinion reversing the First Circuit and finding that the Oversight Board members are not “Officers of the United States” and therefore the appointments clause does not dictate how the Oversight Board’s members must be appointed.

On July 30, 2018, the Oversight Board announced that it entered into a preliminary restructuring support agreement with the ad hoc group of PREPA bondholders, PREPA and the Commonwealth. This agreement contemplates the exchange of outstanding uninsured PREPA bonds for two classes of new securitization bonds and does not address the treatment of insured PREPA bonds. On April 9, 2019, the Oversight Board, PREPA and the Commonwealth announced that they had reached an agreement in principle for a definitive restructuring support agreement (the “Definitive RSA”) with Assured Guaranty Corp., Assured Guaranty Municipal Corp. and the ad hoc group of PREPA bondholders, which supersedes the July 2018 preliminary restructuring support agreement. On September 9, 2019, the Company became a party to the Definitive RSA pursuant to an Amendment that governs the treatment of bonds held or insured by the Company. In light of the COVID-19 pandemic, the hearing to approve the Definitive RSA has been adjourned to a date to be determined. On August 28, 2020, the Official Committee of Unsecured Creditors filed a motion to terminate the motion to approve the Definitive RSA. On November 4, 2020, the Court denied the motion to terminate the Definitive RSA and declined to disrupt the Definitive RSA which the parties have not yet terminated. The Official Committee of Unsecured Creditors appealed that decision to the U.S. Court of Appeals for the First Circuit. On May 21, 2021, the First Circuit dismissed the appeal. The Oversight Board announced that it intends to file PREPA’s plan of adjustment in late 2021 or early 2022.

On September 30, 2019, certain Fuel Line Lenders of PREPA filed an amended complaint against several parties, including the Oversight Board, PREPA and the Company. Among other things, the complaint is seeking priority payment for the plaintiffs’ claims against PREPA prior to any payments to the PREPA bondholders and to limit the lien securing the PREPA power revenue bonds. On November 11, 2019, the Company, together with certain other defendants, filed a motion to dismiss the amended complaint. The hearing on the motion to dismiss has been adjourned to a date to be determined.

On February 23, 2021, the Oversight Board announced that it entered into a new Plan Support Agreement (the “New PSA”) with certain bondholders and monoline insurers, including the Company, which will be incorporated into an amended plan of adjustment for the Commonwealth, the Employees Retirement System of the Government of the Commonwealth of Puerto Rico (“ERS”) and the Puerto Rico Public Buildings Authority (the “PBA”). The New PSA has the support of holders more than \$13 billion of general obligation and PBA bonds, including the Company, Assured Guaranty and National Public Finance Guarantee Corp. The Governor of Puerto Rico is not currently a party to the New PSA. The New PSA provides for the treatment of Commonwealth and PBA bonds, including those held or insured by the Company. On March 9, 2021, the Oversight Board announced an agreement in principle with over 70% of ERS bondholders regarding the treatment of their claims. On May 11, 2021, the Oversight Board filed a third amended plan of adjustment for the Commonwealth, PBA and ERS, as well as an amended disclosure statement, which, among other things, incorporates the terms of the New PSA and the settlement with the ERS bondholders. On July 12, 2021, the Oversight Board announced a settlement with the Official Committee of Unsecured Creditors to obtain the Committee’s support for the Commonwealth’s plan of adjustment. On July 14, 2021, the Oversight Board

Notes to Financial Statement

announced an agreement in principle with Ambac Assurance Corp. and Financial Guaranty Insurance Company regarding the treatment of their insured bonds. On July 27, 2021, the Oversight Board filed a sixth amended plan of adjustment (the “Plan”) for the Commonwealth, PBA and ERS, as well as a further amended disclosure statement, which incorporated the recent settlements. On July 29, 2021, the Court approved the disclosure statement and commencement of solicitation of votes for the Plan, subject to certain modifications. On July 30, 2021, the Oversight Board filed a further amended Plan for the Commonwealth, PBA and ERS reflecting the revisions required by the Court. On October 26, 2021, the Commonwealth of Puerto Rico enacted legislation that authorized the issuance of new securities that are contemplated to be issued under the Plan. Hearings to confirm the Plan for the Commonwealth, PBA and ERS will commence on November 8, 2021. The New PSA contemplates that the Plan will be confirmed by December 2021.

On May 5, 2021, the Oversight Board, Assured Guaranty and National Public Finance Guarantee Corp. entered into another plan support agreement that provides a framework to restructure the debts of the Puerto Rico Highway and Transportation Authority (“HTA”) and the Puerto Rico Convention Center District Authority (“CCDA”). On July 16, 2021, the Oversight Board announced that Ambac Assurance Corp. and Financial Guaranty Insurance Company have signed joinders to the HTA/CCDA plan support agreement. HTA’s plan of adjustment is expected to be filed by January 31, 2022.

Due to the pending Title III cases, the Company may experience further losses on these insured obligations which could have a material adverse effect on the Company’s surplus, liquidity and financial position.

- As of September 30, 2021, in respect of its Puerto Rico-related exposure, the Company has made substantial claim payments and anticipates that it may be requested to make further payments in the period 2021 to 2038 of at least approximately \$177.2 million, followed in later years (in some cases significantly later years) by recoveries of these claims payments. The amount and timing of this salvage and recoveries related to all of these payments are subject to greater uncertainty than the amount and timing of such future claims payments themselves. Pursuant to the Company’s accounting policy and guidance under SSAP, the net present value of estimated claims and recoveries (including salvage and subrogation) are reflected in the Company’s loss reserves (see the Company’s accounting policy on reserves in Note 1.C. of the Company’s 2020 Annual Statement). Because of the inherent uncertainty in estimating future claim payments and recoveries, no assurance can be given that the amount or timing of claims payments, related recoveries, or ultimate losses match the Company’s estimates, and such differences could materially and adversely affect the Company’s results of operations, financial condition and liquidity. The Company may also experience significant adverse development on its insured obligations that may place further demands on the Company’s liquidity and financial position. See Note 36.B “*Schedule of Insured Financial Obligations with Credit Deterioration*” caption for further discussion.

Description of Other Significant Risks and Uncertainties and Other Matters

- Effective June 1, 2018, the Company entered into with Assured Guaranty (i) a reinsurance agreement, pursuant to which the Company ceded \$12.1 billion of its insured exposure to Assured Guaranty, (ii) an administrative services agreement with Assured Guaranty pursuant to which Assured Guaranty provide certain administrative services with respect to the reinsured policies, including reporting and making claims payments, and (iii) a credit agreement and related security agreement, pursuant to which Assured Guaranty agreed to make loans to the Company to fund its claims payments on remediated RMBS. As a result of the reinsurance transaction, the Company is exposed to reinsurance counterparty credit risk that the reinsurer may default in its financial obligations with respect to the terms of reinsurance agreement. This credit risk could cause increased losses and loss reserves and a reduction in reinsurance recoverables. In addition, the failure of Assured Guaranty to perform under the administrative services agreement or the credit agreement could cause a disruption to the Company’s insurance operations and could increase operational costs and the Company’s liquidity needs. As of September 30, 2021, the insured exposure ceded to Assured Guaranty was approximately \$5.1 billion.
- The Company and its financial position will continue to be subject to risk of global financial and economic conditions, including the impact of the COVID-19 pandemic, that could materially and adversely affect the amount of potential losses (including the timing and amount of potential claims and subsequent recoveries) incurred on transactions it guarantees, the value of its investment portfolio, and otherwise materially and adversely affect the Company. With respect to the Company’s investment portfolio, a prolonged period of low interest rates, along with declining investment balances, may adversely affect the Company’s ability to generate sufficient investment income to fund its future obligations. Issuers or borrowers whose securities or loans the Company insures or holds as well as the Company’s counterparties under swaps and other derivative contracts may default on their obligations to the Company due to bankruptcy, insolvency, lack of liquidity, adverse economic conditions, operational failure, fraud or other reasons. Additionally, the underlying assets supporting securities that the Company has guaranteed may deteriorate further, causing these securities to incur losses. At this time, it is not possible to determine the ultimate impact that the global pandemic, and any resulting economic issue, will have on the Company.
- The Company has direct insurance and reinsurance exposure to certain credits within European countries. Global economic conditions have been negatively affected with concerns about the

Notes to Financial Statement

continued sovereign debt crisis within the European region and the possibility that certain European Union member states will default on their debt obligations or leave the European Union, as well as the effects of the COVID-19 pandemic. The continued uncertainty over the outcome of the European Union governments' efforts to provide financial support for sovereigns and sub-sovereigns and the possibility of further deteriorating conditions in Europe could have a material adverse effect on the Company's financial and liquidity position. As of September 30, 2021, the Company's in-force guaranteed principal exposure to the European Union was approximately \$217.4 million which was specifically related to certain credits in higher risk countries, such as Portugal and Italy.

- The Financial Conduct Authority of the United Kingdom plans to phase out the London Interbank Offered Rate ("LIBOR") (some tenors by the end of 2021 and other tenors in 2023). LIBOR is the benchmark rate that many banks and issuers use to set interest rates in loan documents. United States' authorities recognizing the need for a LIBOR replacement, convened the Alternative Reference Rate Committee ("ARRC") in 2014 to find a replacement. After three years of study the ARRC identified the Secured Overnight Financing Rate ("SOFR") – the broadest of three existing Repo rates, as its preferred alternative to LIBOR. As of September 30, 2021, the Company has LIBOR based gross and net par outstanding insured exposure of \$236.5 million and zero, respectively. An increase in interest rates, the potential phase out of LIBOR and the difference between LIBOR and SOFR could have a material adverse effect on the Company's surplus, liquidity and financial position. The Company has formed an internal working group to review its LIBOR exposure and the possible impact from the cessation of LIBOR as a means of understanding and managing this possible risk.
- The Company is materially exposed to foreign exchange risk as the Company's insured debt obligations are denominated in a number of foreign currencies and the U.S. dollar. The principal currency creating foreign exchange risk is the European Union euro. At September 30, 2021, approximately 49% of the Company's in-force guaranteed net par outstanding exposure of \$0.4 billion was denominated in such currency. The Company translates foreign currencies into U.S. dollars at the current market exchange rates. Changes in the exchange rates between foreign currencies and U.S. dollars may have an adverse effect on the settlement of potential claims or the value of salvage/recoveries and therefore could have a material adverse effect on the Company's liquidity and surplus position.
- Establishment of case basis reserves for unpaid losses and loss adjustment expenses on the Company's in-force business requires the use and exercise of significant judgment and is based on certain assumptions by management, including estimates regarding the likelihood of occurrence, timing and amount of a loss on a guaranteed obligation. Changes in such assumptions could materially adversely affect such reserve estimates, including the amount and timing of any claims. Under certain conditions, many of which are event-driven and outside the control of the Company, these exposures may result in significant increases in claims beyond those assumed in the Company's reserve estimate (that may or may not result in an increase in such loss reserves) in the near to medium term. A material portion of the Company's case basis reserves reflects certain assumptions that affect salvage and reimbursements in the remainder of its insured and reinsured portfolio. Actual experience may, and likely will, differ from those estimates and such difference may be material due to the fact that the ultimate dispositions of claims are subject to the outcome of events that have not yet occurred and, in certain cases, will occur over many years in the future. Examples of these events include changes in the level of interest rates, credit deterioration of guaranteed obligations, recoveries in bankruptcy proceedings, changes in the value of specific assets supporting guaranteed obligations, changes in the level of investment yield and the effects of the COVID-19 pandemic. Both qualitative and quantitative factors are used in making such estimates. From time to time the Company reevaluates all such estimates. Changes in these estimates may be material and may result in material changes in the Company's policyholders' surplus. Any estimate of future costs is subject to the inherent limitation on management's ability to predict the aggregate course of future events. It should, therefore, be expected that the actual emergence of losses and claims will vary, perhaps materially, from any estimate. The risk of loss under the Company's guarantees extends to the full amount of unpaid principal and interest on all debt obligations it has guaranteed.
- The Company has sought, and may in the future seek, the NYDFS's approval of permitted accounting practices and other regulatory relief which have, and if granted may have, a material effect on the Company's policyholders' surplus. Once granted, these permitted accounting practices have been subject to an annual approval or confirmation. No assurance can be given that the NYDFS will continue to grant approval of the Company's past or any future permitted accounting practices or requested regulatory relief. Failure to obtain continuing approval of the past or future permitted accounting practices or requested regulatory relief could have a material adverse effect on the Company's policyholders' surplus. See Note 1.A. for discussion of permitted accounting practices.
- The Company's ability to pay dividends on its preferred and common shares is subject to risks and uncertainties, including, without limitation, prior regulatory approval by the NYDFS. See Note 13.C for further discussion. No assurance can be given as to whether or when the Company may be able to pay any dividends on its preferred and/or common shares. As discussed in Note 13.C. the Company's ability to pay dividends is subject to regulatory constraints.
- The Company is involved in legal proceedings. Management cannot predict the outcomes of these legal proceedings with certainty. Prosecuting these legal proceedings involves expense and diversion of management's attention and resources from other matters.

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- The Company relies upon information technology and systems, including those of third parties, to support a variety of its business processes and activities. In addition, the Company has collected and stored confidential information. The Company's data systems and those of third parties on which it relies may be vulnerable to security breaches from external and internal factors. Problems in, or security breaches of, these systems could result in, among other things, reputational harm, the disclosure or misuse of confidential or proprietary information, inaccurate loss projections, legal costs and regulatory penalties. As the Company's business operations rely on the continuous availability of its computer systems, as well as those of certain third parties, a failure to maintain business continuity in the wake of disruptive events could prevent the timely completion of critical processes across its operations, including, for example, claims processing and investment operations. These failures could result in additional costs, fines and litigation.
- The Company's success substantially depends upon its ability to retain qualified employees and upon the ability of its senior management and other key employees to implement its strategic plan. The Company relies substantially upon the services of its executive team and other key employees. The loss of the services of any of these individuals or other key members of the Company's management team or the inability to hire talented personnel could adversely affect the implementation of its strategic plan or business operations.
- The Company may be unable to execute any or all of the elements of its on-going strategic plan on a timely basis or at all as described below.

Risks related to Strategy

On December 30, 2019, Syncora Holdings Ltd. ("Syncora Holdings") and its subsidiary, Syncora Holdings US Inc. sold their entire ownership interest in Syncora Guarantee to Syncora FinanceCo LLC. ("Syncora FinanceCo"), an entity organized by GoldenTree Asset Management LP ("GoldenTree") on behalf of GoldenTree's managed funds and accounts. Upon sale, the Company retained certain of its employees in an effort to provide a smooth transition to its new ownership structure.

Syncora Guarantee's parent, Syncora FinanceCo, is a holding company with no independent operations or assets and is dependent on dividends from Syncora Guarantee, if any, to fund its liquidity needs. Syncora FinanceCo has advised Syncora Guarantee that it may request that Syncora Guarantee pay one or more dividends for this purpose in the future. Syncora Guarantee's ability to pay any dividend would be subject to compliance with applicable legal and other requirements, including any required approval of the NYDFS.

Furthermore, Syncora Guarantee continues to pursue certain key strategic initiatives in order to continue to deliver enhanced value to stakeholders. These initiatives include (i) actively and continuously focusing on reducing the Company's retained insured exposures (through their purchase on the open market or otherwise, commutation, defeasance, reinsurance or other restructuring) to minimize potential claim payments, maximize recoveries and mitigate potential losses, some of which may result in a material decrease in our retained exposure, if consummated, including one reinsurance transaction that was executed in January 2021, which further reduced the Company's net par outstanding significantly, (ii) seeking to realize the maximum value of its assets, and from any other rights and remedies the Company may have, (iii) seeking to novate or, itself or its affiliates, purchase with a view towards novating to Assured Guaranty, the policies reinsured to Assured Guaranty that have not yet been novated to Assured Guaranty as of September 30, 2021, which novation may lead to a change in the credit ratings of the related securities, (iv) further reducing operating expenses and improving operational efficiencies, and (v) the ongoing performance of Assured Guaranty of the services provided by it in respect of the reinsurance agreement and the administrative services agreement.

Any or all of these actions may be outside the ordinary course of the Company's operations or its control and may require consents, approvals or cooperation of third parties, including the NYDFS, and there can be no assurance that any such consents, approvals or cooperation will be obtained on a timely basis or at all. In addition, while the parties agreed to use commercially reasonable efforts to cooperate on novations for three years after the closing date of June 1, 2018, that period ended June 1, 2021.

Risks related to COVID-19

The COVID-19 pandemic continues to develop and still could have a material adverse impact on our results of operations and financial condition, which in turn could impact our ability to meet our obligations, including under our insurance policies. COVID-19 also continues to pose risks to the global economy, as well as to our vendors and our operations. The outbreak is causing severe economic disruptions globally. Continued or new restrictive measures in the jurisdictions where we operate may have a material adverse impact on our business operations or our financial position. The COVID-19 pandemic has been impacting the global economy and the Company for quite some time now and its ultimate impact and duration remain unknown, as do the governmental and private responses to the pandemic which continue to evolve. No assurance can be given at this time as to the ultimate impact of COVID-19 on the Company and its operations.

Reinsurance Transaction

On June 1, 2018, Syncora Guarantee closed the previously announced reinsurance transaction with Assured Guaranty Corp. ("Assured Guaranty") pursuant to which Assured Guaranty agreed to provide reinsurance,

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generally on a 100% quota share basis, to Syncora Guarantee of approximately \$12.1 billion of net par outstanding of Syncora Guarantee-insured financial guaranty insurance policies, representing approximately 92% of Syncora Guarantee's outstanding insured exposure. As consideration for the transaction, which also involved a commutation of a small book of business ceded to Syncora Guarantee by an Assured Guaranty affiliate which is included in the par outstanding numbers above, Syncora Guarantee paid approximately \$360 million (which amount includes ceded reserves) and assigned over future installment premium for the reinsured policies. In addition, Syncora Guarantee exercised its option to cede certain debt service reserve fund surety and interest rate swap policies for an additional premium payment of \$2.3 million. In addition, in connection with the reinsurance, Syncora Guarantee entered into an administrative services agreement with Assured Guaranty pursuant to which Assured Guaranty would provide certain administrative services with respect to the reinsured policies, including the obligation to administer and pay claims on behalf of the Company. The Company entered into with Assured Guaranty a credit agreement and related security agreement, pursuant to which Assured Guaranty agreed to make loans to the Company to fund its claims payments on remediated RMBS.

Effective Commutation or Defeasance of the Company's Exposure to Insured RMBS Securities

In connection with the 2009 MTA, the Company invested in a fund (the "RMBS Fund") that executed certain transactions designed to effectively defease or, in-substance, commute the Company's exposure on certain of its financial guarantee insurance policies written on RMBS. The RMBS Fund purchased certain of such RMBS in return for a trust certificate of an owner trust representing the uninsured cash flows of such RMBS ("Uninsured Cash Flow Certificate") plus a cash payment. In general, the RMBS Fund contributed any such purchased RMBS (and certain of the Company's reimbursement rights) to separate owner trusts in return for certificates representing the cash flows consisting of insurance payments made on the policies insuring such RMBS ("Insurance Cash Flow Certificates"). In return for such investments, the Insurance Cash Flow Certificates were distributed to the Company. The Company will, should the cash flows from the underlying RMBS transaction be sufficient, receive certain reimbursement payments in respect of insurance payments previously made by the Company on such RMBS. The Company also entered into several alternative transactions effectively replicating the economics of the RMBS Offer.

In addition to the RMBS Offer, as part of its on-going strategic plan, the Company directly purchased certain RMBS that it had insured. Such directly purchased RMBS were exchanged by the Company for Insurance Cash Flow Certificates and Uninsured Cash Flow Certificates using the mechanics described above. The Uninsured Cash Flow Certificate may either be held or resold by the Company.

In connection with the reinsurance transaction as discussed above, the Company has substantially ceded all of its RMBS exposure to Assured.

See "(c)" to the table in Note 1.A. above for a description of the accounting for such effective defeasances or, in-substance, commutations.

H. Legal Matters:

In the ordinary course of business, the Company may be subject to litigation or other legal proceedings as plaintiff and defendant. The Company intends to vigorously defend against any actions in which it is a defendant and vigorously prosecute any action in which it is a plaintiff, and the Company does not expect the outcome of any such matters to have a material adverse effect on the Company's financial position, results of operations or liquidity. The Company can provide no assurance that the ultimate outcome of these actions will not cause a loss nor have a material adverse effect on the Company's financial position, results of operations or liquidity.

Set forth below is a description of certain legal proceedings to which Syncora Guarantee is a party.

Puerto Rico

On July 18, 2017, certain creditors of PREPA, including Syncora Guarantee, filed a motion in PREPA's Title III case seeking relief from the automatic stay in order to commence an action to enforce their statutory right to appoint a receiver. On September 14, 2017, this motion was denied by Judge Swain. On September 28, 2017, the Company and the other creditors appealed the decision to the United States Court of Appeals for the First Circuit. On August 8, 2018, the First Circuit issued an opinion vacating Judge Swain's decision and holding that sections 305 and 306 of PROMESA do not preclude the court from granting the requested relief to appoint a receiver. The First Circuit remanded the case back to Judge Swain and allowed the creditors to file a renewed motion to seek relief from the automatic stay.

On October 3, 2018, certain monoline insurers, including Syncora Guarantee, filed a renewed motion in PREPA's Title III case for relief from the automatic stay in order to commence an action to enforce their statutory right to appoint a receiver. On March 27, 2019, the Official Committee of Unsecured Creditors filed an objection to the renewed motion disputing, among other things, the collateral securing the PREPA bonds. On September 9, 2019, the Company became a party to the Definitive RSA to address its PREPA related exposure. Pursuant to the Definitive RSA, upon court approval of the agreement, the renewed motion will be voluntarily withdrawn by all of the movants.

On May 2, 2019, the Oversight Board and the Official Committee of Unsecured Creditors filed a complaint challenging numerous proofs of claims relating to general obligation bonds, including those filed by the Company. Among other things, the complaint disputes the existence, extent, and enforceability of the

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consensual and statutory liens asserted in the proofs of claim and is seeking to reclassify such claims as unsecured obligations of the Commonwealth. On May 20, 2019, the Oversight Board and the Official Committee of Unsecured Creditors filed a similar complaint challenging numerous proofs of claims relating to bonds issued by the Puerto Rico Highways and Transportation Authority, including the proof of claim filed by the Company. Both of these complaints are currently stayed by the court.

On September 30, 2019, certain Fuel Line Lenders of PREPA filed an amended complaint against several parties, including the Oversight Board, PREPA and the Company. Among other things, the complaint is seeking priority payment for the plaintiffs' claims against PREPA prior to any payments to the PREPA bondholders and to limit the lien securing the PREPA power revenue bonds. On November 11, 2019, the Company, together with certain other defendants, filed a motion to dismiss the amended complaint. The hearing on the motion to dismiss has been adjourned to a date to be determined.

Swap Financial

On October 22, 2019, Principia Partners LLC ("Principia") filed a Complaint in the Supreme Court of New York against Swap Financial Group and several Syncora entities, including the Company. In this litigation, Principia claimed that Swap Financial breached the terms of a contract entered into between Principia and Swap Financial. Principia asserted a breach of contract claim as well as several quasi-contract and tort claims directly against Swap Financial and against various Syncora entities, including the Company, as well as alter ego theory claims against the Syncora entities. Each of Swap Financial and the Syncora parties filed motions to dismiss the Principia Complaint. The Syncora motion to dismiss the Principia Complaint was granted, but Principia filed an appeal of such order. In May 2021, the Appellate Division, First Department, of the Supreme Court of the State of New York upheld the dismissal of Principia's claims against Company.

Licenses

As of September 30, 2021, in 25 states or jurisdictions the Company's license to conduct insurance business in such states or jurisdictions was suspended, revoked, had an order of impairment placed against it, expired, was voluntarily surrendered by the Company, or the Company agreed to cease writing business in such states or jurisdictions, or Syncora Guarantee opted not to renew its license in such states or jurisdictions. Management anticipates that Syncora Guarantee will be able to continue to collect premiums on existing business in such states or jurisdictions. Additional states or jurisdictions may suspend the Company's license, place an order of impairment against it or, in lieu of a suspension or order, Syncora Guarantee may voluntarily agree to cease writing business and let such licenses expire or opt not to renew its licenses in additional states or jurisdictions.

Description of Financial Guarantee Insurance

Financial guarantee insurance provides an unconditional and irrevocable guarantee to the holder of a debt obligation of full and timely payment of the guaranteed principal and interest thereon when due. Financial guarantee insurance adds another potential source of repayment of principal and interest for an investor, namely the credit quality of the financial guarantor.

Generally, in the event of any default on an insured debt obligation, payments made pursuant to the applicable insurance policy may not be accelerated by the holder of the insured debt obligation without the approval of the insurer. While the holder of such an insured debt obligation continues to receive guaranteed payments of principal and interest on schedule, as if no default had occurred, and each subsequent purchaser of the obligation generally receives the benefit of such guarantee, the insurer normally retains the option to pay the debt obligation in full at any time. Also, the insurer generally has recourse against the issuer of the defaulted obligation and/or any related collateral for amounts paid under the terms of the insurance policy as well as pursuant to general rights of subrogation.

The issuer of an insured debt obligation generally pays the premium for financial guarantee insurance, either in full at the inception of the policy, as is the case in most public finance transactions, or in periodic installments funded by the cash flow generated by related pledged collateral, as is the case in most structured finance and international transactions. Typically, premium rates paid by an issuer are stated as a percentage of the total principal (in the case of structured finance and international transactions) or principal and interest (in the case of public finance transactions) of the insured obligation. Premiums are almost always non-refundable and are invested upon receipt. See Note 1.C.(1) of the Company's 2020 Annual Statement for a description of NAIC SAP for premium revenue recognition.

Description of Financial Guarantee Reinsurance

Reinsurance indemnifies a primary insurance company against part or all of the loss that it may sustain under a policy that it has issued. All of the reinsurance protection purchased or provided by the Company is quota share reinsurance. Quota share reinsurance involves one or more reinsurers taking a stated percent share of each policy that an insurer produces ("writes"). This means that the reinsurer will receive that stated percentage of each dollar of premiums and will pay that percentage of each dollar of losses. In addition, the reinsurer will allow a "ceding commission" to the insurer to compensate the insurer for the costs of writing and administering the business.

Reinsurance does not relieve a primary insurance company of its obligations under an insurance policy. While Assured Guaranty has a contractual obligation to the Company pursuant to the reinsurance agreement and administrative services agreement to administer and pay claims on the financial guaranty

Notes to Financial Statement

insurance policy, Assured Guaranty has no direct obligations to any beneficiary or holder of the financial guaranty insurance policy. Accordingly, Assured Guaranty's financial strength ratings will not be conferred on such policy.

I. Insurance-Linked Securities (ILS) Contracts

Not applicable.

22. Events Subsequent:

The Company has evaluated all subsequent events through November 12, 2021 the date the financial statements were available to be issued. There were no material events occurring subsequent to September 30, 2021 that required recognition or disclosure.

23. Reinsurance:

A. Unsecured Reinsurance Recoverables

There has been no significant change from that disclosed in the Company's 2020 Annual Statement.

B. Reinsurance Recoverable in Dispute

There has been no change from that disclosed in the Company's 2020 Annual Statement.

C. Reinsurance Assumed and Ceded

There has been no significant change from that disclosed in the Company's 2020 Annual Statement.

D. Uncollectible Reinsurance

There has been no change from that disclosed in the Company's 2020 Annual Statement.

E. Commutation of Ceded Reinsurance

There has been no significant change from that disclosed in the Company's 2020 Annual Statement.

F. Retroactive Reinsurance

There has been no change from that disclosed in the Company's 2020 Annual Statement.

G. Reinsurance Accounted for as a Deposit

There has been no change from that disclosed in the Company's 2020 Annual Statement.

H. Run-off Agreements

In connection with the reinsurance agreement with Assured Guaranty Corp., as discussed in Note 21.G., the Company sought "run-off" accounting treatment from the NYDFS as required under Statements of Statutory Accounting Principles No. 62R, Property and Casualty Reinsurance ("SSAP No. 62R") "Accounting for the Transfer of Property and Casualty Run-off Agreements". SSAP No. 62R provides that property and casualty run-off agreements are those reinsurance or retrocession agreements that are intended to transfer essentially all the risks and benefits of a specific line of business or market segment that is no longer actively marketed by the transferring insurer or reinsurer. Under SSAP No. 62R, the accounting treatment for property and casualty run-off agreement must be approved by the domiciliary regulators of the transferring entity and the assuming entity. Assured Guaranty Corp. as assuming insurer, sought the same accounting treatment from its domiciliary regulator, the State of Maryland. Based on the NYDFS review of the reinsurance agreement and the analysis of the Company's request, in addition to the conditioned approval from the State of Maryland approving Assured Guaranty Corp.'s run-off accounting treatment, the NYDFS approved the Company's request for run-off accounting treatment.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

There has been no change from that disclosed in the Company's 2020 Annual Statement.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

Notes to Financial Statement

25. Changes in Incurred Losses and Loss Adjustment Expenses:

The Company's reserves for unpaid losses and loss adjustment expenses represent its best estimate of: (i) the net present value of claims to be paid subsequent to the balance sheet date, less (ii) the net present value of recoveries subsequent to the balance sheet date and the net present value of installment premiums due from the counterparties to such guarantees subsequent to the balance sheet date. The Company's best estimate of claims and recoveries was based on assumptions and estimates extending over many years into the future. Such assumptions and estimates are subject to the inherent limitation on the Company's ability to predict the aggregate course of future events and, as a result, differences between estimated and actual results may be material. Reference should be made to Note 21 for information regarding the effect on the Company's reserves for unpaid losses resulting from transactions which effectively defeased or, in-substance, commuted (in whole or in part) substantially all its guarantees on which it previously carried case reserves. Amounts disclosed below relating to the provision for losses for the nine months ended September 30, 2021 reflect the effect, as previously disclosed, of certain elements of the 2009 MTA.

The Company recorded a provision for losses and loss adjustment expenses of \$1.3 million and \$5.1 million for the nine months ended September 30, 2021 and 2020, respectively. The 2021 expense primarily reflected the reinsurance payment for a public finance transaction and loss adjustment expenses, partially offset by positive development of certain RMBS transactions. Reserves for unpaid losses and loss adjustment expenses on such guarantees, after giving effect to reinsurance, were \$(129.4) million as of September 30, 2021 (\$(70.9) million before giving effect to reinsurance).

The Company's estimates of reserves are determined based on an analysis of results of cash flow models. The models project expected cash flows from the underlying mortgage notes. The model output is dependent on, and sensitive to, key assumptions regarding default rates, draw rates, draw periods, recoveries and prepayment rates, among others. The cash flow from the mortgages is then run through the payment "waterfall" as set forth in the indenture for each transaction. Claims in respect of principal generally result when the outstanding principal balance of the mortgages is less than the outstanding principal balance of the insured notes, except when the principal balance is due for payment on the scheduled maturity date. Recoveries result when cash flow from the mortgages is available for repayment, typically after the insured notes are paid off in full.

The Company bases its default assumptions for the second lien transactions (HELOCs and CESs) in large part on recent observed default rates and the current pipeline of delinquent loans. The losses for the second lien transactions (HELOCs and CESs) are estimated based on a model using a constant default rate curve. The Company's default assumptions for the first lien transactions are based on current delinquent loans and analysis of historical defaults for loans with similar characteristics.

26. Intercompany Pooling Arrangements:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

27. Structured Settlements:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

28. Health Care Receivables:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

29. Participating Policies:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

30. Premium Deficiency Reserves:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

31. High Deductibles:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses:

The Company's case basis reserves for unpaid losses are discounted on a non-tabular basis. The discount rate used at September 30, 2021 and December 31, 2020 was 4.75%. The discount rate is based on the book yield to maturity on the Company's invested assets. At September 30, 2021 and December 31, 2020, the Company's liability for unpaid losses and loss adjustment expenses was \$(129.4) million and \$(161.3) million, respectively. The amount of non-tabular discount at such dates was \$91.2 million and \$89.1 million, respectively.

Notes to Financial Statement

A. Tabular Discount

Not applicable.

B. Non-tabular Discount

Schedule P Line of Business	Case	IBNR	Defense & Cost Containment Expense	Adjusting & Other Expense
21. Financial Guaranty	\$ 91,207,551	-	-	-

33. Asbestos/Environmental Reserves:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

34. Subscriber Savings Accounts:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

35. Multiple Peril Crop Insurance:

There has been no change from that disclosed in the Company's 2020 Annual Statement.

36. Financial Guaranty Insurance:

Premiums charged in connection with the issuance of the Company's guarantees are received either upfront at the inception of an insurance contract or in installments (usually monthly or quarterly) over the life of the underlying insured obligation. Such premiums are only recognized as written when due. In accordance with prescribed statutory accounting practices, future installment premiums on in-force policies not yet due are not recorded on the Company's Statement of Assets, Liabilities, Surplus and Other Funds as premiums receivable.

A. (1) Installment Contracts

- a. As of September 30, 2021, the aggregate amount of installment premium to be collected in the future on the Company's in-force policies, determined based on the contractual maturity of the underlying insured obligations, was \$58.0 million (\$7.0 million net of ceded reinsurance). The aforementioned amount of installment premium to be collected in the future may differ from the ultimate actual amount of installment premiums collected in the future on such in-force obligations for the reasons discussed above, and such difference may be material.
- b. The following table presents, as of September 30, 2021, the Company's installment premiums on direct in-force business (on an undiscounted basis) expected to be collected in the future and the periods in which such collections are expected to occur. In addition to that presented in the table below, the Company had installment premiums of \$2.5 million relating to assumed reinsurance business at September 30, 2021:

Notes to Financial Statement

			<u>Retained business</u>	<u>Ceded business</u>	<u>Total</u>
1.	(a)	4th Quarter 2021	\$ 145,866	\$ 1,246,967	\$ 1,392,833
	(b)	1st Quarter 2022	140,489	1,304,279	1,444,768
	(c)	2nd Quarter 2022	142,577	1,464,709	1,607,286
	(d)	3rd Quarter 2022	139,385	970,441	1,109,826
	(e)	4th Quarter 2022	138,213	1,199,065	1,337,278
	(f)	Year 2023	533,991	4,725,720	5,259,711
	(g)	Year 2024	513,386	4,527,178	5,040,564
	(h)	Year 2025	493,315	3,956,095	4,449,410
	(i)	Year 2026	478,880	3,362,113	3,840,993
2.	(a)	2027 through 2031	\$ 2,248,928	\$ 13,690,401	\$ 15,939,329
	(b)	2032 through 2036	1,905,636	9,190,971	11,096,607
	(c)	2037 through 2041	110,656	3,727,763	3,838,419
	(d)	2042 through 2046	-	1,522,213	1,522,213
	(e)	2047 through 2051	-	108,757	108,757
	(f)	2052 through 2056	-	-	-

- c. The following table presents a roll forward of the aggregate amount of gross installment premium to be collected in the future on the Company's in-force policies for the period from December 31, 2020 to September 30, 2021:

1. Expected future premiums - Beginning of Year	\$ 61,961,082
2. Less - Premium payments received for existing installment contracts	(5,089,106)
3. Add - Expected premium payments for new installment contracts	-
4. Adjustments to the expected future premium payments	1,116,018
5. Expected future premiums - End of Period	<u>\$ 57,987,994</u>

(2) Upfront Contracts

- a. The gross earned premium on upfront policies that was recognized on an accelerated basis was \$15.1 million for the nine months ended September 30, 2021. Such accelerations are recognized when an insured issue is retired early, is called by the issuer or is, in substance, paid in advance through a refunding accomplished by placing U.S. Government securities in escrow and/or as a result of the Company's remediation transactions.
- b. The following table presents the expected future premium earnings of the Company's direct in-force business (on an undiscounted basis) as of and for the periods presented. In addition to the premium earnings presented in the table below, the Company had unearned premium revenue of \$0.9 million primarily relating to assumed reinsurance business at September 30, 2021:

		<u>Retained business</u>	<u>Ceded business</u>	<u>Total</u>	
1.	(a)	4th Quarter 2021	\$ 431,064	\$ 447,388	\$ 878,452
	(b)	1st Quarter 2022	226,739	1,304,724	1,531,463
	(c)	2nd Quarter 2022	126,013	410,032	536,045
	(d)	3rd Quarter 2022	359,012	1,206,567	1,565,579
	(e)	4th Quarter 2022	479,834	424,640	904,474
	(f)	Year 2023	1,302,688	3,297,427	4,600,115
	(g)	Year 2024	1,327,842	3,225,185	4,553,027
	(h)	Year 2025	1,738,410	1,629,758	3,368,168
	(i)	Year 2026	1,734,180	1,604,807	3,338,987
2.	(a)	2027 through 2031	\$ 1,523,666	\$ 6,131,509	\$ 7,655,175
	(b)	2032 through 2036	20,955	5,179,185	5,200,140
	(c)	2037 through 2041	189,086	14,325,938	14,515,024
	(d)	2042 through 2046	-	3,661,845	3,661,845
	(e)	2047 through 2051	-	1,121,942	1,121,942
	(f)	2052 through 2056	-	15,140,918	15,140,918
	(g)	2057 through 2061	-	856,643	856,643

(3) Claim Liability

- a. The Company used a rate of 4.75% to discount the claim liability. The discount rate is based on the book yield to maturity on the Company's invested assets.

Notes to Financial Statement

b. Significant components of the change in the claim liability for the period:

Components	Amount
(1) Accretion of the discount	\$ (4,471,489)
(2) Changes in timing	4,106,566
(3) New reserves for defaults of insured contracts	200,000
(4) Change in deficiency reserves ⁽¹⁾	32,080,973
(5) Change in incurred but not reported claims	-
(6) Total	<u>\$ 31,916,050</u>

⁽¹⁾ Represents development in prior year reserves

(4) Risk Management Activities

The Company's surveillance department is responsible for monitoring the performance of its in-force portfolio. The surveillance department maintains a list of credits that it has determined need to be closely monitored and, for certain of those credits, the department undertakes remediation activities it determines to be appropriate in order to mitigate the likelihood and/or amount of any loss that could be incurred by the company with respect to such credits. The department also looks to maximize recoveries from claims that have already been paid.

The surveillance department focuses its review on monitoring lower rated bond sectors and potentially troubled sectors. In addition, the surveillance department is monitoring the impact on the in-force portfolio from the COVID-19 outbreak to evaluate potential risk to the Company.

The Company estimates claims based on its surveillance department's best estimate of net cash outflows under a contract, on a present value basis. In some cases, the surveillance department will engage an outside consultant with appropriate expertise in the underlying collateral assets and respective industries to assist management in examining the underlying collateral and determining the projected loss frequency and loss severity. In such cases, the surveillance department will use that information to run a cash flow model that includes enhancement levels and debt service to determine whether a claim is probable, possible or not likely.

The activities of the Company's surveillance department are integral to the identification of specific credits that have experienced deterioration in credit quality and the assessment of whether losses on such credits are probable, as well as any estimation of the amount of loss expected to be incurred with respect to such credits. Closely monitored credits are divided into four categories: (i) Loss List—credits where a loss is probable and reasonably estimable and a case reserve is established; (ii) Red Flag List—credits where a loss is possible but not probable or reasonably estimable, including credits where claims may have been paid or may be paid but full recovery is in doubt; (iii) Yellow Flag List—credits that the Company determines to be non-investment grade but a loss is unlikely, including credits where claims may have been paid or may be paid but reimbursement is likely; and (iv) Special Monitoring List—low investment grade credits where a material covenant or trigger may be breached and closer monitoring is warranted. Credits that are not closely monitored credits are considered to be fundamentally sound, normal risk.

Notes to Financial Statement**B. Schedule of Insured Financial Obligations with Credit Deterioration**

The following table sets forth certain information in regard to the Company's closely monitored credits as of September 30, 2021. The number of policies, remaining weighted-average contract period, and insured contractual payments outstanding in the table below excludes exposures that were effectively defeased or, in substance, commuted through the acquisition of Insurance Cash Flow Certificates and related alternative structures.

	<u>Total</u>	<u>Loss List</u>	<u>Red Flag List</u>	<u>Yellow Flag List</u>	<u>Special Monitoring List</u>
Insured contractual payments outstanding:					
Principal	\$ 348,225,917	\$ 144,213,417	\$ 9,419,099	\$ 194,593,401	\$ -
Interest	59,192,991	40,155,110	2,299,039	16,738,842	-
Total	<u>\$ 407,418,908</u>	<u>\$ 184,368,527</u>	<u>\$ 11,718,138</u>	<u>\$ 211,332,243</u>	<u>\$ -</u>
Number of policies	62	59	1	2	-
Remaining weighted-average contract period (in years)	<u>6.0</u>	<u>5.4</u>	<u>7.0</u>	<u>6.5</u>	<u>-</u>
Loss and LAE liabilities reported in the balance sheet:					
Gross loss and LAE liability (nominal)	\$ 301,418,309	\$ 298,510,742	\$ -	\$ 2,907,567	\$ -
Gross potential recoveries and ceded reinsurance	339,595,258	339,595,258	-	-	-
Discount, net	91,207,551	91,207,551	-	-	-
Total	<u>\$ (129,384,500)</u>	<u>\$ (132,292,067)</u>	<u>\$ -</u>	<u>\$ 2,907,567</u>	<u>\$ -</u>
Unearned premium reserve, net	<u>\$ 9,286,913</u>	<u>\$ 1,656,280</u>	<u>\$ 162,022</u>	<u>\$ 7,468,611</u>	<u>\$ -</u>
Reinsurance recoverables on paid losses and LAE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[] No[] N/A[X]

- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes[] No[X]
- 2.2 If yes, date of change:

- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[]
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes: Yes[] No[X]
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes[] No[X]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. Yes[] No[X]

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
If yes, complete and file the merger history data file with the NAIC.
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[] No[] N/A[X]
If yes, attach an explanation.

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2020
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2016
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/26/2018
- 6.4 By what department or departments?
New York Department of Financials Services
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes[X] No[] N/A[]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[X] No[] N/A[]

- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[] No[X]
- 7.2 If yes, give full information

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[] No[X]
- 8.4 If 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
..... No .....	..... No .....	..... No .....	..... No

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes[X] No[]
 - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes[] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[X] No[]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).
The Company's policy is that confidential information is not to be e-mailed to personal or other such accounts because of relative lack of security on these e-mail accounts. Employees are required to use a third party software security package which permits direct access to the Company's network drive from employees' home computers. Occasionally, this third party software security package malfunctions and an exception needs to be made for urgent matters on a one-off basis.

FINANCIAL

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

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:

- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

GENERAL INTERROGATORIES (Continued)

INVESTMENT

13. Amount of real estate and mortgages held in short-term investments: \$ 0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [] No [X]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)		
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes[X] No []
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes[X] No [] N/A []
 If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ 0
 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ 0
 16.3 Total payable for securities lending reported on the liability page \$ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No []
 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Bank of New York Mellon Corporation	One Mellon Bank Center, Pittsburgh, PA 15258

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]
 17.4 If yes, give full and complete information relating thereto:

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

17.5 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
Wellington Management Company, LLP	U
Yadin Rozov, CEO & President of SGI	A
GoldenTree Asset Management LP	A

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets? Yes[X] No []

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes [] No [X]

17.6 For those firms or individuals listed in the table for 17.5 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
106595	Wellington Management Company, LLP	549300YHP12TEZNLX41	S.E.C.	NO
NA	Yadin Rozov, CEO & President of SGI		Not a registered investment advisor	NO
112753	GoldenTree Asset Management LP	PUBZ8X9O2VZN0WHEH824	S.E.C.	DS

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes[X] No []
 18.2 If no, list exceptions:

GENERAL INTERROGATORIES (Continued)

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:
- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
 - b. Issuer or obligor is current on all contracted interest and principal payments.
 - c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
- Has the reporting entity self-designated 5GI securities? Yes[] No[X]
20. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:
- a. The security was purchased prior to January 1, 2018.
 - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
 - c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
 - d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.
- Has the reporting entity self-designated PLGI securities? Yes[] No[X]
21. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:
- a. The shares were purchased prior to January 1, 2019.
 - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security
 - c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
 - d. The fund only or predominantly holds bonds in its portfolio.
 - e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
 - f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.
- Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? Yes[] No[X]

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?
If yes, attach an explanation. Yes[] No[] N/A[X]
2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?
If yes, attach an explanation. Yes[] No[X]
- 3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes[] No[X]
- 3.2 If yes, give full and complete information thereto
- 4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes[X] No[]
- 4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
Financial Guaranty		4.750	91,207,551			91,207,551	(789,733)			(789,733)
04.2999 Total			91,207,551			91,207,551	(789,733)			(789,733)

5. Operating Percentages:
- 5.1 A&H loss percent 0.000%
- 5.2 A&H cost containment percent 0.000%
- 5.3 A&H expense percent excluding cost containment expenses 0.000%
- 6.1 Do you act as a custodian for health savings accounts? Yes[] No[X]
- 6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0
- 6.3 Do you act as an administrator for health savings accounts? Yes[] No[X]
- 6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ 0
7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes[X] No[]
- 7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes[] No[X]

SCHEDULE F - CEDED REINSURANCE
Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
			NONE			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**Current Year to Date - Allocated by States and Territories**

States, etc.	1 Active Status (a)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama (AL)	L						
2. Alaska (AK)	N						
3. Arizona (AZ)	L						
4. Arkansas (AR)	L						
5. California (CA)	L	887,182	960,007	(1,084,924)	(819,312)	18,369,920	13,227,618
6. Colorado (CO)	L						
7. Connecticut (CT)	L						
8. Delaware (DE)	L	40,085	48,604				
9. District of Columbia (DC)	L						
10. Florida (FL)	N						
11. Georgia (GA)	L						
12. Hawaii (HI)	L						
13. Idaho (ID)	L						
14. Illinois (IL)	L						
15. Indiana (IN)	L						
16. Iowa (IA)	L						
17. Kansas (KS)	L						
18. Kentucky (KY)	L						
19. Louisiana (LA)	L						
20. Maine (ME)	L						
21. Maryland (MD)	L						
22. Massachusetts (MA)	L			(465,321)	(407,576)	(846,693)	(1,289,078)
23. Michigan (MI)	L			646,970	632,957	1,313,674	1,937,945
24. Minnesota (MN)	L						
25. Mississippi (MS)	N						
26. Missouri (MO)	L						
27. Montana (MT)	L						
28. Nebraska (NE)	L						
29. Nevada (NV)	L						
30. New Hampshire (NH)	L						
31. New Jersey (NJ)	L						
32. New Mexico (NM)	L						
33. New York (NY)	L	2,522,243	2,656,401	(42,287,303)	(4,105,747)	(17,096,897)	(65,844,375)
34. North Carolina (NC)	L						
35. North Dakota (ND)	L						
36. Ohio (OH)	N						
37. Oklahoma (OK)	L						
38. Oregon (OR)	L						
39. Pennsylvania (PA)	L						
40. Rhode Island (RI)	L						
41. South Carolina (SC)	L						
42. South Dakota (SD)	L						
43. Tennessee (TN)	N						
44. Texas (TX)	L						
45. Utah (UT)	L						
46. Vermont (VT)	L						
47. Virginia (VA)	L						
48. Washington (WA)	L						
49. West Virginia (WV)	L						
50. Wisconsin (WI)	L						
51. Wyoming (WY)	L						
52. American Samoa (AS)	N						
53. Guam (GU)	N						
54. Puerto Rico (PR)	N			3,342,950	1,219,825	(32,682,674)	(26,601,346)
55. U.S. Virgin Islands (VI)	N						
56. Northern Mariana Islands (MP)	N						
57. Canada (CAN)	N						
58. Aggregate other alien (OT)	X X X	1,560,980	1,262,285		23,152,947		
59. Totals	X X X	5,010,490	4,927,297	(39,847,628)	19,673,094	(30,942,670)	(78,569,236)
DETAILS OF WRITE-INS							
58001GBR United Kingdom	X X X	1,560,980	1,262,285		23,152,947		
58002	X X X						
58003	X X X						
58998Summary of remaining write-ins for Line 58 from overflow page	X X X						
58999TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X	1,560,980	1,262,285		23,152,947		

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG

E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI)

D - Domestic Surplus Lines Insurer (DSLII) - Reporting entities authorized to write surplus lines in the state of domicile.

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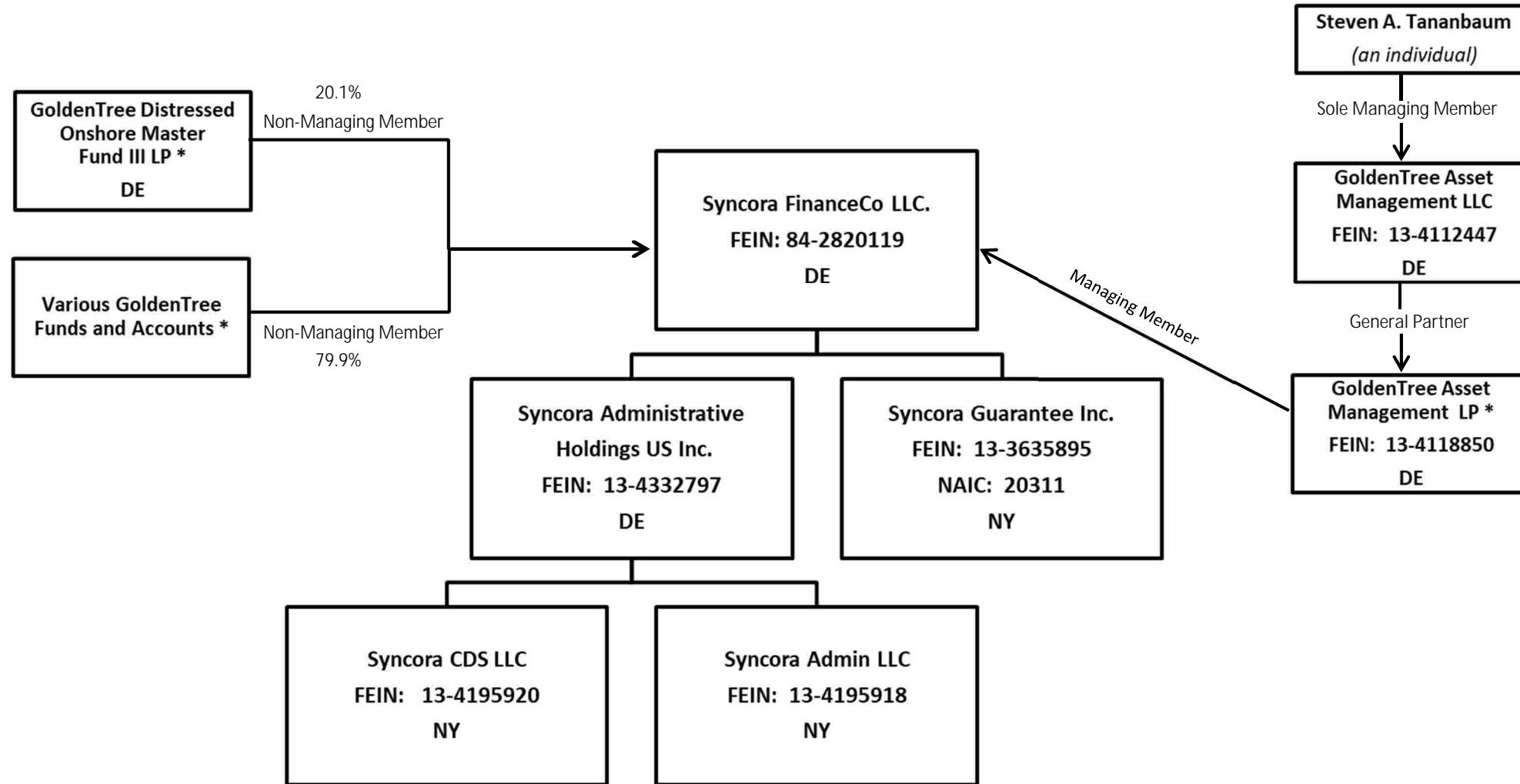
R - Registered - Non-domiciled RRGs

Q - Qualified - Qualified or accredited reinsurer

N - None of the above - Not allowed to write business in the state

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SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



* All non-managing members of Syncora FinanceCo LLC. are funds and accounts managed by GoldenTree Asset Management LP. With the exception of GoldenTree Distressed Onshore Master Fund III LP, each such fund and account owns less than 10% of the equity securities of Syncora FinanceCo LLC.

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	84-2820119				Syncora FinanceCo LLC	DE	UIP	GoldenTree Asset Management LP	Board of Directors		Shareholders	N	
		20311	13-3635895				Syncora Guarantee Inc.	NY	RE	Syncora FinanceCo LLC	Ownership	100.0	Syncora FinanceCo LLC	N	
		00000	13-4332797				Syncora Admin Holdings US Inc.	DE	NIA	Syncora FinanceCo LLC	Ownership	100.0	Syncora FinanceCo LLC	N	
		00000	13-4195920				Syncora CDS LLC	NY	NIA	Syncora FinanceCo LLC	Ownership	100.0	Syncora FinanceCo LLC	N	
		00000	13-4195918				Syncora Admin LLC	NY	NIA	Syncora FinanceCo LLC	Ownership	100.0	Syncora FinanceCo LLC	N	
		00000	00-0000000				Steven A. Tananbaum							N	0000001
		00000	13-4112447				GoldenTree Asset Management LLC	DE		Steven A. Tananbaum	Other		Steven A. Tananbaum	N	0000002
		00000	13-4118850				GoldenTree Asset Management LP	DE		GoldenTree Asset Management LLC	Management		Steven A. Tananbaum	N	0000003
		00000	00-0000000				GoldenTree Distressed Onshore Master Fund III LP	DE		GoldenTree Asset Management LP	Other	20.1	Steven A. Tananbaum	N	0000004
		00000	00-0000000				Various Golden Tree Funds and Accounts			GoldenTree Asset Management LP	Other	79.9	Steven A. Tananbaum	N	0000005

Asterisk	Explanation
0000001	An individual - Sole Managing Member of GoldenTree Asset Mgmt LLC
0000002	General Partner of GoldenTree Asset Mgmt LP
0000003	Managing Member of Syncora FinanceCo LLC
0000004	Non-Managing Member of Syncora FinanceCo LLC. (20.1%)
0000005	Non-Managing Member of Syncora FinanceCo LLC. (79.9%)

PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty	32,925,500	6,879,213	20.893	(66.953)
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence				
17.2 Other liability - claims made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability - claims made				
19.1 19.2 Private passenger auto liability				
19.3 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business				
35. TOTALS	32,925,500	6,879,213	20.893	(66.953)
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty	1,275,071	5,010,490	4,927,297
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability - occurrence			
17.2 Other liability - claims made			
17.3 Excess Workers' Compensation			
18.1 Products liability - occurrence			
18.2 Products liability - claims made			
19.1 19.2 Private passenger auto liability			
19.3 19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business			
35. TOTALS	1,275,071	5,010,490	4,927,297
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Summary of remaining write-ins for Line 34 from overflow page			
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)			

PART 3 (000 omitted)
LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2021 Loss and LAE Payments on Claims Reported as of Prior Year-End	2021 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2021 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2018 + Prior	(161,301)		(161,301)	(30,613)		(30,613)	(129,385)			(129,385)	1,303		1,303
2. 2019													
3. Subtotals 2019 + Prior	(161,301)		(161,301)	(30,613)		(30,613)	(129,385)			(129,385)	1,303		1,303
4. 2020													
5. Subtotals 2020 + Prior	(161,301)		(161,301)	(30,613)		(30,613)	(129,385)			(129,385)	1,303		1,303
6. 2021	X X X	X X X	X X X	X X X			X X X				X X X	X X X	X X X
7. Totals	(161,301)		(161,301)	(30,613)		(30,613)	(129,385)			(129,385)	1,303		1,303
8. Prior Year-End Surplus As Regards Policyholders	719,432										Col. 11, Line 7 As % of Col. 1 Line 7 1..... (0.808)	Col. 12, Line 7 As % of Col. 2 Line 7 2.....	Col. 13, Line 7 As % of Col. 3 Line 7 3..... (0.808)
													Col. 13, Line 7 Line 8 4..... 0.181

Q14

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

RESPONSES

- | | |
|--|----|
| 1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? | No |
| 2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement? | No |
| 3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | No |
| 4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | No |

Explanations:

Bar Codes:

Trusteed Surplus Statement



Supplement A to Schedule T



Medicare Part D Coverage Supplement



Director and Officer Supplement



OVERFLOW PAGE FOR WRITE-INS**ASSETS**

	Current Statement Date			4
	1	2	3	December 31 Prior Year Net Admitted Assets
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1197. Summary of remaining write-ins for Line 11 (Lines 1104 through 1196)				
2504. Premium tax refund	82,328		82,328	92,699
2505. Bank of NY/Mellon-Reserve Deposit	50,000		50,000	
2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)	132,328		132,328	92,699

STATEMENT AS OF **September 30, 2021** OF THE **SYNCORA GUARANTEE INC.**
SCHEDULE A - VERIFICATION

Real Estate

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

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	5,081,047	5,079,780
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	2,041	1,267
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	5,033,333	
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	49,755	5,081,047
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	49,755	5,081,047

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	427,533,026	411,102,442
2. Cost of bonds and stocks acquired	238,586,309	791,725,945
3. Accrual of discount	6,518,674	9,146,568
4. Unrealized valuation increase (decrease)	(3,379,234)	5,402,580
5. Total gain (loss) on disposals	36,189,333	44,563,876
6. Deduct consideration for bonds and stocks disposed of	455,879,850	802,447,030
7. Deduct amortization of premium	2,730,312	1,909,971
8. Total foreign exchange change in book/adjusted carrying value		3,344,528
9. Deduct current year's other-than-temporary impairment recognized	48,371	33,539,978
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees	442,631	144,066
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9 + 10)	247,232,206	427,533,026
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	247,232,206	427,533,026

SCHEDULE D - PART 1B

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

	1	2	3	4	5	6	7	8
NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	100,811,110	5,573,359	34,880,323	(88,041)	117,941,233	100,811,110	71,416,105	120,213,731
2. NAIC 2 (a)	57,617,162		54,776,056	(385,658)	69,722,642	57,617,162	2,455,448	84,714,520
3. NAIC 3 (a)	99,905,775	1,112,000	67,806,684	69,364	69,424,143	99,905,775	33,280,455	56,525,783
4. NAIC 4 (a)	78,788,386	10,260,897	42,980,592	3,136,122	67,950,310	78,788,386	49,204,813	64,697,552
5. NAIC 5 (a)	28,079,689	586,028	10,078,648	(334,056)	36,519,654	28,079,689	18,253,013	25,264,661
6. NAIC 6 (a)	22,837,980	22,880,398	1,577,081	(3,139,800)	31,527,153	22,837,980	41,001,497	40,458,223
7. Total Bonds	388,040,102	40,412,682	212,099,384	(742,069)	393,085,135	388,040,102	215,611,331	391,874,470
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	388,040,102	40,412,682	212,099,384	(742,069)	393,085,135	388,040,102	215,611,331	391,874,470

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

SCHEDULE DA - PART 1**Short - Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals		X X X			

SCHEDULE DA - Verification**Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	40,964	
2. Cost of short-term investments acquired	1,216,461	5,452,401
3. Accrual of discount	3,496	91,434
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals	3,114	16,767
6. Deduct consideration received on disposals	1,261,369	5,510,470
7. Deduct amortization of premium	2,666	(2,277)
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		11,445
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		40,964
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)		40,964

SCHEDULE DB - PART A - VERIFICATION**Options, Caps, Floors, Collars, Swaps and Forwards**

1.	Book Adjusted Carrying Value, December 31, prior year (Line 10, prior year)	(96,389)
2.	Cost Paid/(Consideration Received) on additions	(72)
3.	Unrealized Valuation increase/(decrease)	9,983
4.	SSAP No. 108 adjustments	
5.	Total gain (loss) on termination recognized	(638,013)
6.	Considerations received/(paid) on terminations	(638,085)
7.	Amortization	
8.	Adjustment to the Book/Adjusted Carrying Value of hedged item	
9.	Total foreign exchange change in Book/Adjusted Carrying Value	2,636,676
10.	Book/Adjusted Carrying Value at End of Current Period (Lines 1 + 2 + 3 + 4 + 5 - 6 + 7 + 8 + 9)	2,550,270
11.	Deduct nonadmitted assets	
12.	Statement value at end of current period (Line 10 minus Line 11)	2,550,270

SCHEDULE DB - PART B - VERIFICATION**Futures Contracts**

1.	Book/Adjusted carrying value, December 31 of prior year (Line 6, prior year)				
2.	Cumulative cash change (Section 1, Broker Name/Net Cash Deposits Footnote - Cumulative Cash Change column)				38,261
3.1	Add: Change in variation margin on open contracts - Highly Effective Hedges				
	3.11 Section 1, Column 15, current year to date minus				
	3.12 Section 1, Column 15, prior year				
	Change in variation margin on open contracts - All Other				
	3.13 Section 1, Column 18, current year to date minus	48,810			
	3.14 Section 1, Column 18, prior year		48,810	48,810	
3.2	Add: Change in adjustment to basis of hedged item				
	3.21 Section 1, Column 17, current year to date minus				
	3.22 Section 1, Column 17, prior year				
	Change in amount recognized				
	3.23 Section 1, Column 19, current year to date minus	48,810			
	3.24 Section 1, Column 19, prior year plus				
	3.25 SSAP No. 108 adjustments		48,810	48,810	
3.3	Subtotal (Line 3.1 minus Line 3.2)				
4.1	Cumulative variation margin on terminated contracts during the year		(34,893)		
4.2	Less:				
	4.21 Amount used to adjust basis of hedged item				
	4.22 Amount recognized	(34,893)			
	4.23 SSAP No. 108 adjustments		(34,893)		
4.3	Subtotal (Line 4.1 minus Line 4.2)				
5.	Dispositions gains (losses) on contracts terminated in prior year:				
	5.1 Total gain (loss) recognized for terminations in prior year				
	5.2 Total gain (loss) adjusted into the hedged item(s) for terminations in prior year				
6.	Book/Adjusted Carrying Value at end of current period (Lines 1 + 2 + 3.3 - 4.3 - 5.1 - 5.2)				38,261
7.	Deduct total nonadmitted amounts				
8.	Statement value at end of current period (Line 6 minus Line 7)				38,261

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SCHEDULE DB - VERIFICATION**Verification of Book/Adjusted Carrying Value, Fair Value and Potential Exposure of all Open Derivative Contracts**

		Book/Adjusted Carrying Value Check	
1.	Part A, Section 1, Column 14	2,550,271	
2.	Part B, Section 1, Column 15 plus Part B, Section 1 Footnote - Total Ending Cash Balance	38,261	
3.	Total (Line 1 plus Line 2)		2,588,532
4.	Part D, Section 1, Column 6	3,096,028	
5.	Part D, Section 1, Column 7	(507,497)	
6.	Total (Line 3 minus Line 4 minus Line 5)		1

		Fair Value Check	
7.	Part A, Section 1, Column 16	2,550,271	
8.	Part B, Section 1, Column 13	6,877	
9.	Total (Line 7 plus Line 8)		2,557,148
10.	Part D, Section 1, Column 9	3,064,644	
11.	Part D, Section 1, Column 10	(507,497)	
12.	Total (Line 9 minus Line 10 minus Line 11)		1

		Potential Exposure Check	
13.	Part A, Section 1, Column 21	230,848	
14.	Part B, Section 1, Column 20		
15.	Part D, Section 1, Column 12	269,109	
16.	Total (Line 13 plus Line 14 minus Line 15)		(38,261)

SCHEDULE E - PART 2 - VERIFICATION**(Cash Equivalents)**

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	121,893,624	139,344,140
2.	Cost of cash equivalents acquired	377,123,595	969,886,016
3.	Accrual of discount		5,269
4.	Unrealized valuation increase (decrease)	301,368	(301,368)
5.	Total gain (loss) on disposals	(56,368)	
6.	Deduct consideration received on disposals	267,646,649	987,040,433
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other-than-temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	231,615,570	121,893,624
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	231,615,570	121,893,624

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol
Bonds - U.S. Governments									
36179WLP1	GINNIE MAE II POOL		08/19/2021	BANC/AMERICA SECUR.L	X X X	3,782,950	3,645,000	5,275	1.A
36179WNE4	GINNIE MAE II POOL		09/23/2021	JPM SECURITIES-FIXED	X X X	1,789,739	1,730,000	3,244	1.A
0599999 Subtotal - Bonds - U.S. Governments					X X X	5,572,689	5,375,000	8,519	X X X
Bonds - Industrial and Miscellaneous (Unaffiliated)									
12587PFN5	BEAR STEARNS STRUCTURED PRODUCTS INC		07/01/2021	PAYUP	X X X	25	25		6FM
32027NMK4	FIRST FRANKLIN MORTGAGE LOAN TRUST 2004-		08/25/2021	PAYUP	X X X	15	15		5.C FM
59020U3Z6	MERRILL LYNCH MORTGAGE INVESTORS TRUST S		09/27/2021	PAYUP	X X X	518	518		6FM
61764GAM4	MORGAN STANLEY RESECURITIZATION TRUST 20		08/01/2021	PAYUP	X X X	389	389		6*
68389FHE7	OPTION ONE MORTGAGE LOAN TRUST 2005-2		09/27/2021	PAYUP	X X X	139	139		6FM
68402SAE9	OPTION ONE MORTGAGE LOAN TRUST 2007-HL1		09/24/2021	HSBC SECURITIES (USA	X X X	22,880,000	44,000,000	592	6FE
77313LAB9	ROCKET MORTGAGE LLC / ROCKET MORTGAGE CO		09/21/2021	MORGAN STANLEY & CO	X X X	642,000	642,000		3.A FE
83611YAF9	SOUNDVIEW HOME LOAN TRUST 2006-OPT4		08/25/2021	PAYUP	X X X	10	10		4.C FM
071734AD9	BAUSCH HEALTH COS INC	A	07/21/2021	MORGAN STANLEY & CO	X X X	363,660	348,000	541	4.B FE
05363QAA0	AVERY POINT III CLO LTD	D	07/19/2021	PAYUP	X X X	759	759		4.C FE
58175LAA8	MCLAREN FINANCE PLC	D	07/22/2021	GOLDMAN SACHS & CO	X X X	586,000	586,000		5.A FE
7846ELAD9	SPCM SA	D	09/09/2021	BANC/AMERICA SECUR.L	X X X	470,000	470,000		3.A FE
BP0675267	DUFYR ONE BV	B	07/14/2021	GOLDMAN SACHS AND CO	X X X	5,230,528	5,259,457	41,418	4.A FE
G6160KAK7	MITCHELLS & BUTLERS FINANCE PLC	B	09/03/2021	JPMC ITS SPLG CITADE	X X X	12,679	11,098	165	4.A FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					X X X	30,186,722	51,318,410	42,716	X X X
Bonds - Unaffiliated Bank Loans									
99AAG9144	THRYV 2/21 TLB 0.0000% DUE 03/01/26		05/03/2021	NON-BROKER/ *TRADE*	X X X	4,653,271	4,601,504		4.C FE
8299999 Subtotal - Bonds - Unaffiliated Bank Loans					X X X	4,653,271	4,601,504		X X X
8399997 Subtotal - Bonds - Part 3					X X X	40,412,682	61,294,914	51,235	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	40,412,682	61,294,914	51,235	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8999999 Subtotal - Preferred Stocks					X X X	X X X	X X X	X X X	X X X
Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded									
13057Q305	CALIFORNIA RESOURCES CORP		09/27/2021	NATL FINANCIAL SERVI	2,716.000	109,901	X X X		
9099999 Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded					X X X	109,901	X X X		X X X
9799997 Subtotal - Common Stocks - Part 3					X X X	109,901	X X X		X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799999 Subtotal - Common Stocks					X X X	109,901	X X X		X X X
9899999 Subtotal - Preferred and Common Stocks					X X X	109,901	X X X		X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	40,522,583	X X X	51,235	X X X

QE04

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/ Adjusted Carrying Value	10 Change in Book/Adjusted Carrying Value					11 Book/ Adjusted Carrying Value at Disposal Date	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Bond Interest/ Stock Dividends Received During Year	16 Stated Contractual Maturity Date	17 NAIC Designation, NAIC Designation Modifier and SVO Admini- strative Symbol
									11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.							
Bonds - U.S. Governments																				
36178EDL0	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	79,701	79,701	80,227	79,352				348		348	79,701			1,611	05/01/2043	1.A
36179MK82	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	99,851	99,851	106,403	101,300				(1,450)		(1,450)	99,851			2,657	08/01/2042	1.A
36179S2N6	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	134,181	134,181	142,065	141,020				(6,839)		(6,839)	134,181			2,673	04/01/2047	1.A
36179SGK7	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	298,668	298,668	317,475	312,397				(13,729)		(13,729)	298,668			5,944	07/01/2046	1.A
36179SNV5	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	259,910	259,910	279,180	274,425				(14,515)		(14,515)	259,910			6,004	10/01/2046	1.A
36179TJX4	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	133,055	133,055	141,953	140,194				(7,140)		(7,140)	133,055			3,083	10/01/2047	1.A
36179TSL2	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	399,251	399,251	425,539	418,704				(19,453)		(19,453)	399,251			9,263	11/01/2047	1.A
36179TQP3	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	252,557	252,557	269,861	264,561				(12,004)		(12,004)	252,557			5,848	01/01/2048	1.A
36179TSG1	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	51,359	51,359	54,633	53,621				(2,262)		(2,262)	51,359			1,190	02/01/2048	1.A
36179TV69	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	668,258	668,258	717,124	700,161				(31,904)		(31,904)	668,258			17,591	04/01/2048	1.A
36179UKW1	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	273,579	273,579	291,981	287,071				(13,493)		(13,493)	273,579			6,262	01/01/2049	1.A
36179UWZ1	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	155,269	155,269	160,128	156,955				(1,685)		(1,685)	155,269			3,103	08/01/2034	1.A
36179V4V9	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	122,919	122,919	129,555	129,555				(6,636)		(6,636)	122,919			1,606	01/01/2051	1.A
36179V7E4	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	97,019	97,019	102,295	102,295				(5,275)		(5,275)	97,019			1,241	02/01/2051	1.A
36179VMD9	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	574,595	574,595	606,849	602,990				(28,395)		(28,395)	574,595			11,414	05/01/2050	1.A
36179VME7	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	441,525	441,525	472,224	467,919				(26,395)		(26,395)	441,525			10,200	05/01/2050	1.A
36179VJ30	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	375,156	375,156	397,782	395,301				(20,146)		(20,146)	375,156			7,451	06/01/2050	1.A
36179VYX1	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	248,580	248,580	260,970	260,778				(12,198)		(12,198)	248,580			4,234	11/01/2050	1.A
36179WB3	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	132,394	132,394	136,629	136,629				(4,235)		(4,235)	132,394			1,406	03/01/2051	1.A
36179WR6	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	115,821	115,821	120,527	120,527				(4,706)		(4,706)	115,821			786	04/01/2051	1.A
36179WFG8	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	148,067	148,067	154,081	154,081				(6,014)		(6,014)	148,067			870	05/01/2051	1.A
36179WG36	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	21,800	21,800	22,556	22,556				(756)		(756)	21,800			98	06/20/2051	1.A
36179WLP1	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	13,249	13,249	13,750	13,750				(501)		(501)	13,249			28	08/01/2051	1.A
36200BZY6	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	11	11	12	11							11				10/01/2032	1.A
36202FMB9	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	58,124	58,124	62,970	58,776				(652)		(652)	58,124			1,746	11/01/2040	1.A
36202K5J0	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	221	221	226	222							221			3	08/01/2026	1.A
36202KM77	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	2,013	2,013	2,058	2,014				(2)		(2)	2,013			31	08/01/2024	1.A
36202KY33	GINNIE MAE II POOL	09/01/2021	PAYDOWN	XXX	273	273	278	274							273			4	03/01/2026	1.A
36203LDU3	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	6	6	6	6							6				08/01/2023	1.A
36203PBX0	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	27	27	27	27							27			1	02/01/2024	1.A
36203PDP5	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	8	8	8	8							8				04/01/2024	1.A
36203PTR4	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	12	12	13	12							12			1	08/01/2023	1.A
36203RZ36	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	4	4	4	4							4				09/01/2023	1.A
36206GMA5	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	7	7	8	7							7				12/01/2025	1.A
36206PWY2	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	48	48	52	48							48			2	09/01/2025	1.A
36207BA42	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	491	491	538	495				(3)		(3)	491			23	02/01/2029	1.A
36208EUT8	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	227	227	250	229				(3)		(3)	227			11	01/01/2028	1.A
36208YNN21	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	52	52	57	52							52			3	02/01/2028	1.A
36209VHV9	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	2,216	2,216	2,421	2,219				(3)		(3)	2,216			102	09/01/2028	1.A
36209VWP9	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	131	131	143	132				(1)		(1)	131			6	10/01/2031	1.A
3620A8NH2	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	1,914	1,914	1,994	1,917				(3)		(3)	1,914			64	09/01/2039	1.A
36210FEM4	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	541	541	591	544				(4)		(4)	541			25	10/01/2028	1.A
36210SQE1	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	252	252	274	252							252			12	08/01/2029	1.A
36223Q2T3	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	33	33	36	33							33			2	12/01/2022	1.A
36225AQ37	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	24	24	26	24							24			1	12/01/2023	1.A
36291XPV5	GINNIE MAE I POOL	09/01/2021	PAYDOWN	XXX	895	895	933	895							895			33	05/01/2035	1.A
912828F21	UNITED STATES TREASURY NOTE/BOND	09/30/2021	MATURITY	XXX	22,550,000	22,550,000	22,454,018	22,492,758				57,242		57,242	22,550,000			479,188	09/30/2021	1.A
0599999	Subtotal - Bonds - U.S. Governments			XXX	27,714,294	27,714,294	27,930,734	27,217,708				(182,812)		(182,812)	27,714,294			585,821		XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																				
25113PAM7	DETROIT COPS-TAXABLE	06/15/2021	CALL 100	XXX	141	141	105	105				35		35	141				06/16/2021	6*
25113PAN5	CITY OF DETROIT MI	06/15/2021	CALL 100	XXX	505	505	378	378				127		127	505				06/15/2025	6*
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions			XXX	646	646	483	483				162		162	646					XXX
Bonds - U.S. Special Revenue, Special Assessment																				
745160RX1	PUERTO RICO COMMONWEALTH AQUEDUCT & SEWE	08/30/2021	CALL 100	XXX	220,000	220,000	218,625	218,646				1,354		1,354	220,000			8,795	07/01/2027	6FE
745181N52	PUERTO RICO HIGHWAY & TRANSPORTATION AUT	07/01/2021	CALL 100	XXX	35,000	35,000	34,549	35,000							35,000			1,733	07/01/2026	1.F FE
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment			XXX	255,000	255,000	253,174	253,646				1,354		1,354	255,000			10,528		XXX

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SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation, NAIC Designation and SVO Admini- strative Symbol
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.							
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
00150LAA9 00441QAE9	AHP HEALTH PARTNERS INC ACE SECURITIES CORP HOME EQUITY LOAN TRU		07/15/2021	CALL 107.313	XXX	906,795	845,000	845,000	845,000						845,000				144,182	07/15/2026	5A FE
02147FAQ9	ALTERNATIVE LOAN TRUST 2006-18CB		08/12/2021	VARIOUS	XXX	56,053	60,880	30,440	33,730		3,053		3,053		36,783		19,270	19,270	246	07/25/2036	1.D FM
02147PAD6	ALTERNATIVE LOAN TRUST 2006-29T1		09/25/2021	PAYDOWN	XXX	520	519	778	737		(215)		(215)		522		(2)	(2)	97	07/25/2036	6FM
02151EAC6	ALTERNATIVE LOAN TRUST 2007-23CB		08/11/2021	VARIOUS	XXX	5,427	9,585	3,164	4,235		1,018		1,018		5,254		174	174	31	10/25/2036	6FM
02151NAF9	ALTERNATIVE LOAN TRUST 2007-23CB		08/11/2021	VARIOUS	XXX	3,880	7,649	2,065	2,857		630		630		3,487		393	393	30	09/25/2037	1.D FM
02660LAB6	AMERICAN HOME MORTGAGE ASSETS TRUST 2006		09/25/2021	PAYDOWN	XXX	260	322	611	559		(224)		(224)		335		(75)	(75)	77	08/25/2037	6FM
02660TEL3	AMERICAN HOME MORTGAGE INVESTMENT TRUST		08/11/2021	VARIOUS	XXX	12,815	19,694	8,469	10,151		1,394		1,394		11,545		1,270	1,270	40	10/25/2046	1.D FM
02660YAM4	AMERICAN HOME MORTGAGE INVESTMENT TRUST		09/27/2021	PAYDOWN	XXX	424	354	184	207		216		216		424				2	09/25/2045	2.B FM
05953LAD1	BANC OF AMERICA FUNDING 2007-8 TRUST		08/11/2021	VARIOUS	XXX	13,747	43,766	8,753	14,681		4,136	3,885	251		14,933		(1,186)	(1,186)	164	06/25/2046	1.D FM
12587PFN5	BEAR STEARNS STRUCTURED PRODUCTS INC		09/01/2021	PAYDOWN	XXX	577	764	382	425		340		340		764		(188)	(188)	37	10/01/2037	1.D FM
12630AZ0	CSC HOLDINGS LLC		08/11/2021	CREDIT SUISSE FIRST	XXX	76,874	86,901	32,208	37,891		5,699		5,701		43,606		33,268	33,268	1,573	06/01/2047	6FM
12668BXG3	WELLS FARGO SECS LLC		09/15/2021	PAYDOWN	XXX	1,696,464	1,537,000	1,732,968	1,719,758		(29,446)		(29,446)		1,690,312		6,152	6,152	112,671	02/01/2029	3.C FE
144539AC7	ALTERNATIVE LOAN TRUST 2006-12CB CARRINGTON MORTGAGE LOAN TRUST SERIES 20		09/25/2021	PAYDOWN	XXX	191	186	242	225		57	(32)	57	(32)	193		(2)	(2)	35	05/25/2036	5.B FM
14453MAD6	CARRINGTON MORTGAGE LOAN TRUST SERIES 20		07/29/2021	CREDIT SUISSE FIRST	XXX	121,572	129,096	55,511	63,258		5,749		5,749		69,007		52,565	52,565	204	01/25/2037	1.D FM
16165AAB0	CHASEFLEX TRUST SERIES 2007-3		08/11/2021	CREDIT SUISSE FIRST	XXX	90,719	100,000	32,000	38,575		5,778		5,778		44,353		46,365	46,365	222	10/25/2036	1.D FM
22944PAH0	CHASEFLEX TRUST SERIES 2007-3		08/11/2021	VARIOUS	XXX	28,691	82,200	13,152	25,808		9,355	6,753	2,602		28,411		281	281	297	07/25/2037	1.D FM
23332QAS2	CSMC TRUST 2013-TH1 DSL A MORTGAGE LOAN TRUST 2006-AR2		09/01/2021	PAYDOWN	XXX	551	315	167	184		23	23			317		234	234	19	02/01/2043	6*
25150XAB8	DEUTSCHE ALT-A SECURITIES MORTGAGE LOAN		09/20/2021	PAYDOWN	XXX	1,025	1,025	635	669		356		356		1,025				3	10/19/2036	1.D FM
29260FAE0	ENDEAVOR ENERGY RESOURCES LP / EER FINAN		09/27/2021	PAYDOWN	XXX	2,403,270	2,322,000	2,465,527	602,719		(19,414)		(19,414)		2,445,367		(42,097)	(42,097)	89,792	08/25/2047	1.D FM
320276AF5	FIRST FRANKLIN MORTGAGE LOAN TRUST 2006		01/30/2028	GOLDMAN SACHS & CO	XXX	36,610	38,380	15,352	18,047		2,729		2,729		20,776		15,834	15,834	149	01/30/2028	3.C FE
320277AF3	FIRST FRANKLIN MORTGAGE LOAN TRUST 2006		08/11/2021	CREDIT SUISSE FIRST	XXX	87,622	93,851	37,540	42,503		6,020		6,020		48,523		39,099	39,099	335	06/25/2036	1.D FM
32027NMK4	FIRST FRANKLIN MORTGAGE LOAN TRUST 2004		07/29/2021	MORGAN STANLEY & CO	XXX	155,959	165,474	84,299	93,360		9,307		9,307		104,048		51,911	51,911	2,925	05/25/2034	6FM
36245DAD2	GSAMP TRUST 2006-FM2		07/29/2021	VARIOUS	XXX	12,816	26,464	6,881	8,827		1,358		1,358		10,185		2,631	2,631	42	09/25/2036	1.D FM
41161PL27	HARBORVIEW MORTGAGE LOAN TRUST 2006-4		08/11/2021	VARIOUS	XXX	31,367	54,681	19,138	22,794		3,700		3,700		26,494		4,873	4,873	168	05/19/2046	1.D FM
41161PNQ2	HARBORVIEW MORTGAGE LOAN TRUST 2005-5		09/20/2021	PAYDOWN	XXX	95	95	48	51		44		44		95					07/19/2045	1.D FM
41161PP98	HARBORVIEW MORTGAGE LOAN TRUST 2006-4		08/11/2021	VARIOUS	XXX	38,560	64,427	23,194	28,017		5,571		5,571		33,588		4,972	4,972	207	05/19/2046	1.D FM
45254NLK1	IMPAC CMB TRUST SERIES 2004-10		08/11/2021	VARIOUS	XXX	1,263	1,473	899	983		98		98		1,081		182	182	8	03/25/2035	1.D FM
45660LCM9	INDYMAC INDX MORTGAGE LOAN TRUST 2005-AR		09/27/2021	PAYDOWN	XXX	87	66	28	33		33		33		66		21	21		02/25/2035	5.B FM
45660LWF2	INDYMAC INDX MORTGAGE LOAN TRUST 2005-AR		08/09/2021	VARIOUS	XXX	85,605	134,043	63,066	72,446		9,208		9,214		81,659		3,946	3,946	1,141	10/25/2036	4.B FM
52524PAH5	LEHMAN XS TRUST 2007-6		09/01/2021	PAYDOWN	XXX	136	136	109	112		25		25		136				4	05/01/2037	1.D FM
52524PAK8	LEHMAN XS TRUST 2007-6		09/01/2021	PAYDOWN	XXX	159	159	65	73		85		85		159				4	05/01/2037	1.D FM
52524PAY8	LEHMAN XS TRUST 2007-6		09/01/2021	PAYDOWN	XXX	120	120	67	72		48		48		120				3	05/01/2037	1.D FM
52524PAZ5	LEHMAN XS TRUST 2007-6		09/25/2021	PAYDOWN	XXX	132	132	55	63		69		69		132				1	05/25/2037	1.D FM
52525LAS9	LEHMAN XS TRUST 2007-14H		09/27/2021	PAYDOWN	XXX	10,867	10,867	8,698	8,894		1,973		1,973		10,867				68	07/25/2047	1.D FM
542514JK8	LONG BEACH MORTGAGE LOAN TRUST 2006-3		08/12/2021	VARIOUS	XXX	82,637	185,131	42,580	54,380		10,325		10,325		64,705		17,933	17,933	559	05/25/2046	1.D FM
57643LMN3	MASTR ASSET BACKED SECURITIES TRUST 2005		08/12/2021	VARIOUS	XXX	23,470	32,239	14,830	16,844		1,537		1,537		18,382		5,088	5,088	147	11/25/2035	1.D FM
57645MAE2	MASTR ASSET BACKED SECURITIES TRUST 2006		08/12/2021	VARIOUS	XXX	27,429	62,164	14,919	19,702		4,336		4,336		24,037		3,392	3,392	125	10/25/2036	1.D FM
59023EAD0	MERRILL LYNCH MORTGAGE INVESTORS TRUST S		07/29/2021	VARIOUS	XXX	18,327	54,520	9,268	13,976		2,545		2,545		16,521		1,807	1,807	165	07/25/2037	1.D FM

QE05.1

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Temporary Impairment Recognized	Total Change in B./A.C.V.	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation, NAIC Designation and SVO Admini- strative Symbol
61755AAE6	MORGAN STANLEY ABS CAPITAL I INC		08/12/2021	VARIOUS	XXX	21,829	25,203	12,349	13,671		1,109		1,109		14,780		7,048	7,048	60	05/25/2037	1.D FM
61764GAK8	MORGAN STANLEY RESECURITIZATION TRUST 20		09/01/2021	PAYDOWN	XXX			(2,084)	150		6,698	2,094	4,604						225	01/02/2051	6*
61764GAM4	MORGAN STANLEY RESECURITIZATION TRUST 20		08/11/2021	VARIOUS	XXX	132,345	129,234	66,672	74,011		7,582		7,582		82,947		49,398	49,398	2,792	01/02/2051	6*
68389FHE7	OPTION ONE MORTGAGE LOAN TRUST 2005-2		07/26/2021	PAYDOWN	XXX	139	(26)	(8)	(9)		(20)		(20)		(26)		164	164	(57)	05/25/2035	6FM
68403BAA3	OPTION ONE MORTGAGE LOAN TRUST 2007-FXD2		09/01/2021	PAYDOWN	XXX	90,742	90,742	71,687	73,609		17,134		17,134		90,742				2,206	03/01/2037	1.D FM
69121PCK7	OWNIT MORTGAGE LOAN TRUST SERIES 2006-1		08/11/2021	VARIOUS	XXX	7,149	10,023	4,310	4,676		753		753		5,429		1,720	1,720	212	12/01/2035	1.D FM
75970JAG1	RENAISSANCE HOME EQUITY LOAN TRUST		08/11/2021	CREDIT SUISSE FIRST	XXX	11,622	26,687	6,672	8,268		1,465		1,465		9,732		1,890	1,890	1,195	04/01/2037	1.D FM
76113WAF0	RESIDENTIAL ASSET SECURITIZATION TRUST 2		09/25/2021	PAYDOWN	XXX			142	139		(7)		(7)						21	04/25/2037	6*
77313LAB9	ROCKET MORTGAGE LLC / ROCKET MORTGAGE CO		09/22/2021	MORGAN STANLEY & CO	XXX	650,828	642,000	642,000							642,000		8,828	8,828		10/15/2033	3.A FE
81375WDT0	SECURITIZED ASSET BACKED RECEIVABLES LLC		08/09/2021	VARIOUS	XXX	13,341	14,041	7,722	8,613		503		503		9,116		4,225	4,225	96	12/25/2034	1.D FM
83611YAF9	SOUNDVIEW HOME LOAN TRUST 2006-OPT4		09/14/2021	VARIOUS	XXX	117,428	115,399	47,511	54,950	12	6,930		6,942		61,881		55,547	55,547	443	06/25/2036	4.B FM
83613FAC5	SOUNDVIEW HOME LOAN TRUST 2007-OPT5		08/12/2021	VARIOUS	XXX	18,252	19,784	11,277	12,100		1,100		1,100		13,199		5,053	5,053	134	10/25/2037	1.D FM
84751PLK3	SPECIALTY UNDERWRITING & RESIDENTIAL FIN		08/12/2021	VARIOUS	XXX	24,886	50,735	14,206	17,687		4,680		4,680		22,367		2,519	2,519	153	02/25/2037	6FM
86358EDV5	STRUCTURED ASSET INVESTMENT LOAN TRUST 2		08/11/2021	VARIOUS	XXX	177,165	177,658	153,042	155,764		2,821		2,821		158,585		18,580	18,580	1,193	08/25/2033	1.D FM
86358EE77	STRUCTURED ASSET INVESTMENT LOAN TRUST 2		07/29/2021	CITIGROUP GLOBAL MKT	XXX	483,254	814,330	285,327	339,273		57,350		57,350		396,623		86,632	86,632	3,495	04/25/2036	1.D FM
93363XAD5	WAMU ASSET-BACKED CERTIFICATES WAMU SERI		08/09/2021	VARIOUS	XXX	14,887	19,876	8,547	9,200		1,107		1,107		10,307		4,580	4,580	35	07/25/2047	1.D FM
93934MAD9	WASHINGTON MUTUAL ASSET-BACKED CERTIFIC		08/11/2021	VARIOUS	XXX	17,901	22,949	9,639	11,005		1,139		1,139		12,145		5,756	5,756	39	08/25/2036	1.D FM
93934TAC6	WASHINGTON MUTUAL ASSET-BACKED CERTIFIC		07/28/2021	VARIOUS	XXX	21,128	50,605	11,639	15,402		4,043		4,043		19,445		1,683	1,683	339	02/25/2037	1.D FM
071734AD9	BAUSCH HEALTH COS INC	A	08/18/2021	BARCLAYS CAPITAL FIX	XXX	1,568,985	1,542,000	1,588,378		(1,795)		(1,795)	4,043	1,586,583		(17,598)	(17,598)	52,284	01/15/2028	4.B FE	
071734AH0	BAUSCH HEALTH COS INC	A	07/21/2021	MORGAN STANLEY & CO	XXX	352,425	370,000	377,400	376,196		(778)		(778)		375,418		(22,993)	(22,993)	18,140	01/30/2028	4.B FE
071734AJ6	BAUSCH HEALTH COS INC	A	08/03/2021	VARIOUS	XXX	719,218	780,000	787,907	192,429		(400)		(400)		787,086		(67,868)	(67,868)	26,005	01/30/2030	4.B FE
071734AK3	BAUSCH HEALTH COS INC	A	08/18/2021	BARCLAYS CAPITAL FIX	XXX	177,510	183,000	183,000	183,000						183,000		(5,490)	(5,490)	11,596	02/15/2029	4.B FE
00165LAC8	ALM XVIII LTD	D	08/04/2021	BARCLAYS CAPITAL FIX	XXX	1,215,851	1,215,000	1,202,443		1,693		1,693	1,693	1,204,136		11,715	11,715	33,859	01/15/2028	4.B FE	
00177CAA8	AMMC CLO 20 LTD	D	08/05/2021	BANC/AMERICA SECUR.L	XXX	243,188	250,000	247,813		127		127	127	247,939		(4,752)	(4,752)	4,658	04/17/2029	3.C FE	
02156LAF8	ALTICE FRANCE SA/FRANCE	D	08/18/2021	WELLS FARGO SECS LLC	XXX	544,265	547,000	547,000						547,000		(2,735)	(2,735)	8,799	07/15/2029	4.B FE	
03328VAJ9	ANCHORAGE CAPITAL CLO 8 LTD	D	08/11/2021	JPM SECURITIES-FIXED	XXX	545,985	550,000	537,075		1,766		1,766	1,766	538,841		7,144	7,144	17,894	07/28/2028	3.C FE	
03329JAA4	ANCHORAGE CAPITAL CLO 4-R LTD	D	08/10/2021	GOLDMAN SACHS & CO	XXX	601,698	617,000	603,549		722		722	722	604,271		(2,573)	(2,573)	10,313	01/28/2031	3.C FE	
03329MAQ2	ANCHORAGE CREDIT FUNDING 2 LTD	D	08/18/2021	BANC/AMERICA SECUR.L	XXX	242,775	250,000	230,938	231,950		1,371		1,371	233,321		9,454	9,454	14,430	04/25/2038	3.C FE	
03329VAG4	ANCHORAGE CREDIT FUNDING 4 LTD	D	08/18/2021	NOMURA SECURITIES/FI	XXX	562,419	585,000	557,944		1,623		1,623	1,623	559,567		2,852	2,852	18,937	04/27/2039	3.C FE	
03329YAA1	ANCHORAGE CAPITAL CLO 5-R LTD	D	08/04/2021	GOLDMAN SACHS & CO	XXX	1,063,800	1,080,000	1,054,185		2,308		2,308	2,308	1,056,493		7,307	7,307	26,436	01/15/2030	4.A FE	
03330BAA8	ANCHORAGE CAPITAL CLO 3-R LTD	D	07/20/2021	CANTOR FITZGERALD &	XXX	495,261	510,000	494,063		434		434	434	494,497		764	764	6,844	01/28/2031	3.C FE	
03330GAA7	ANCHORAGE CREDIT OPPORTUNITIES CLO 1 LTD	D	08/17/2021	PERSHING & COMPANY	XXX	368,175	375,000	362,625		1,053		1,053	1,053	363,678		4,497	4,497	17,025	01/20/2032	3.C FE	
03330WAG9	ANCHORAGE CAPITAL CLO 16 LTD	D	07/08/2021	CREDIT SUISSE FIRST	XXX	1,029,100	1,025,000	1,004,500	1,005,065		2,104		2,104	1,007,169		21,931	21,931	31,588	10/20/2031	2.C FE	
03332AAG5	ANCHORAGE CREDIT FUNDING 10 LTD	D	08/04/2021	BARCLAYS CAPITAL FIX	XXX	816,075	810,000	808,988	809,140		71		71	809,211		6,864	6,864	36,158	04/25/2038	2.C FE	
03332BAF6	ANCHORAGE CREDIT FUNDING 10 LTD	D	08/18/2021	BANC/AMERICA SECUR.L	XXX	243,875	250,000	233,750	234,662		1,197		1,197	235,860		8,016	8,016	14,504	04/25/2038	3.C FE	
03754WAL5	APEX CREDIT CLO 2016 LTD	D	08/10/2021	RAYMOND JAMES & ASSO	XXX	896,625	900,000	874,035		2,281		2,281	2,281	876,316		20,309	20,309	17,688	10/27/2028	2.B FE	
03765PAQ6	APIDOS CLO XXI	D	08/10/2021	MITSUBISHI UFJ SECS	XXX	249,965	250,000	232,200	234,375		2,852		2,852	237,227		12,738	12,738	5,474	07/18/2027	2.B FE	
04016HAK2	ARES XL CLO LTD	D	08/03/2021	JPM SECURITIES-FIXED	XXX	1,054,883	1,065,000	1,060,740		201		201	201	1,060,941		(6,059)	(6,059)	21,613	01/15/2029	4.A FE	
04016VAJ4	ARES XLVII CLO LTD	D	08/10/2021	BANC/AMERICA SECUR.L	XXX	576,225	585,000	533,081	538,829		6,168		6,168	544,997		31,228	31,228	14,242	04/15/2030	2.C FE	
04941GAS7	ATLAS SENIOR LOAN FUND III LTD	D	08/12/2021	RBC CAPITAL MARKETS	XXX	791,967	805,000	764,750		6,513		6,513	6,513	771,263		20,704	20,704	16,969	11/17/2027	3.A FE	
04941VAJ4	ATLAS SENIOR LOAN FUND IX LTD	D	08/11/2021	BAIRD ROBERT W & CO	XXX	958,133	975,000	916,500		9,061		9,061	9,061	925,561		32,571	32,571	22,153	04/20/2028	3.A FE	
04964LAJ8	ATRIUM IX	D	08/11/2021	BARCLAYS CAPITAL FIX	XXX	381,920	385,000	382,421		158		158	158	382,578		(658)	(658)	11,672	05/28/2030	4.B FE	
04965CAQ1	ATRIUM XII	D	08/09/2021	JPM SECURITIES-FIXED	XXX	1,087,570	1,100,000	1,092,300	1,057,430	36,717	1,111		37,828	1,095,258		(7,688)	(7,688)	26,881	04/22/2027	3.A FE	
05363LBA0	AVERY POINT VI CLO LTD	D	08/12/2021	MITSUBISHI UFJ SECS	XXX	633,959	635,000	507,429		18,481		18,481	18,481	550,305		83,653	83,653	15,759	08/05/2027	2.C FE	
05363QAA0	AVERY POINT III CLO LTD	D	08/12/2021	RBC CAPITAL MARKETS	XXX	458,961	458,640	331,253	361,932		24,876		24,876	390,495		68,466	68,466	19,859	01/18/2025	4.C FE	

QE05.2

SCHEDULE D - PART 4

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

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	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 Temporary Impairment Recognized	Total Change in B./A.C.V.	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation, NAIC Designation and SVO Admini- strative Symbol	
05363UAL7	AVERY POINT IV CLO LTD	D	08/05/2021	CANTOR FITZGERALD & MORGAN	XXX	2,007,000	2,000,000	1,975,000	1,977,141			4,970		1,982,112		24,888	24,888	58,978	04/25/2026	2.B FE	
05363XAR8	AVERY POINT V CLO LTD	D	08/04/2021	JPM SECURITIES-FIXED	XXX	2,308,043	2,305,000	2,241,613	2,246,670			12,044		2,258,714		49,329	49,329	61,589	07/17/2026	2.B FE	
05509TAG6	B&M CLO 2014-1 LTD	D	08/17/2021	RBC CAPITAL MARKETS	XXX	270,567	270,000	268,934			131	131		269,064		1,503	1,503	4,564	04/16/2026	3.B FE	
05618HAA3	BABSON CLO LTD 2014-I	D	08/12/2021	PERSHING & COMPANY	XXX	515,567	515,000	513,069			400	400		513,469		2,098	2,098	15,166	07/20/2025	3.C FE	
05875HAG8	BALLYROCK CLO 2018-1 LTD	D	08/10/2021	BANC/AMERICA SECUR L	XXX	1,192,335	1,195,000	856,100	900,578			34,246	34,246	934,823		257,512	257,512	32,958	04/20/2031	2.C FE	
06759MAN1	BABSON CLO LTD 2016-I	D	08/05/2021	MITSUBISHI UFJ SECS	XXX	1,497,990	1,500,000	1,455,000			5,579	5,579		1,460,579		37,411	37,411	39,225	07/23/2030	2.C FE	
06760EJ5	BARINGS CLO LTD 2013-I	D	08/12/2021	JPM SECURITIES-FIXED	XXX	519,665	530,000	363,862	392,527			22,181	22,181	414,707		104,958	104,958	23,865	01/20/2028	4.A FE	
06760PAJ0	BARINGS CLO LTD 2018-III	D	08/12/2021	BARCLAYS CAPITAL FIX	XXX	1,087,320	1,105,000	809,646	854,935			35,040	35,040	889,976		197,344	197,344	28,577	07/20/2029	2.C FE	
06760RAA5	BARINGS CLO LTD 2018-III	D	08/17/2021	MORGAN STANLEY & CO	XXX	298,701	310,000	299,615			775	775		300,390		(1,689)	(1,689)	6,173	07/20/2029	4.A FE	
09202LAS9	BLACK DIAMOND CLO 2013-1 LTD	D	07/19/2021	PAYDOWN	XXX	1,252,578	1,252,578	1,243,183	1,244,123			8,455	8,455	1,252,578				34,768	02/06/2026	1.A FE	
09626TAJ0	BLUEMOUNTAIN CLO 2012-2 LTD	D	08/03/2021	NOMURA SECURITIES/FI	XXX	2,055,080	2,075,000	2,050,890			1,377	1,377		2,052,267		2,813	2,813	39,255	11/20/2028	4.B FE	
12528EAG2	CFIP CLO 2014-1 LTD	D	08/04/2021	BANC/AMERICA SECUR L	XXX	704,633	715,000	608,248	174,071			11,373	11,373	632,425		72,207	72,207	32,033	07/13/2029	4.A FE	
12551QAA8	CIFC FUNDING 2012-II-R LTD	D	07/21/2021	NOMURA SECURITIES/FI	XXX	865,773	915,000	591,284	646,084			38,473	38,473	684,557		181,216	181,216	39,700	01/20/2028	3.C FE	
12551YAG8	CIFC FUNDING 2018-III LTD	D	08/03/2021	MORGAN STANLEY & CO	XXX	249,375	250,000	234,125	235,436			1,712	1,712	237,148		12,227	12,227	6,154	07/18/2031	2.C FE	
12552GAA9	CIFC FUNDING 2014-IV-R LTD	D	08/03/2021	BANC/AMERICA SECUR L	XXX	1,011,764	1,040,000	1,018,275			825	825		1,019,100		(7,336)	(7,336)	18,349	10/17/2030	4.A FE	
126612AD2	BLUES RIDGE CLO LTD I	D	08/03/2021	VARIOUS	XXX	3,145,285	3,145,000	3,136,335	3,137,106			2,332	2,332	3,139,438		5,847	5,847	94,284	01/16/2026	2.B FE	
12662CAG2	MKC CLO 2017-2 LTD	D	08/10/2021	BANC/AMERICA SECUR L	XXX	694,333	725,000	696,798			1,988	1,988		698,785		(4,453)	(4,453)	11,700	01/20/2031	2.C FE	
13887WAG5	CANYON CAPITAL CLO 2019-2 LTD	D	08/18/2021	RBC CAPITAL MARKETS	XXX	250,775	250,000	244,675	245,120			567	567	245,688		5,087	5,087	8,926	10/15/2032	2.B FE	
14310DBA4	CARLYLE GLOBAL MARKET STRATEGIES CLO 201	D	08/05/2021	CREDIT SUISSE FIRST	XXX	1,048,128	1,060,000	807,124	595,412			30,531	30,531	876,531		171,597	171,597	20,810	01/18/2029	3.A FE	
14889DAS7	CATAMARAN CLO 2014-1 LTD	D	08/11/2021	NOMURA SECURITIES/FI	XXX	1,081,323	1,095,000	745,060	794,092			37,917	37,917	832,009		249,315	249,315	32,591	02/22/2030	2.C FE	
14889EAS5	CATAMARAN CLO 2013-1 LTD	D	07/15/2021	BARCLAYS CAPITAL FIX	XXX	1,004,910	1,005,000	980,930			2,393	2,393		983,323		21,587	21,587	14,478	01/27/2028	2.A FE	
14900BA45	CATAMARAN CLO 2016-1 LTD	D	08/03/2021	NOMURA SECURITIES/FI	XXX	511,241	515,000	507,350			551	551		507,901		3,339	3,339	10,554	01/18/2029	3.C FE	
14918MAU7	CATHEDRAL LAKE CLO 2015-2 LTD	D	08/17/2021	PERSHING & COMPANY	XXX	283,889	285,000	282,578			154	154		282,731		1,157	1,157	4,257	07/16/2029	2.C FE	
15137EBJ1	CENT CLO 21 LTD	D	08/05/2021	JEFFERIES & COMPANY	XXX	1,340,552	1,360,000	1,344,088			678	678		1,344,766		(4,214)	(4,214)	13,259	07/27/2030	2.C FE	
22284HAG8	COVENANT CREDIT PARTNERS CLO III LTD	D	08/12/2021	JPM SECURITIES-FIXED	XXX	810,563	825,000	810,563			1,955	1,955		812,517		(1,955)	(1,955)	27,684	10/15/2029	3.A FE	
22846DAG8	CROWN POINT CLO 9 LTD	D	07/28/2021	CALL 100	XXX	250,000	250,000	237,500	238,578			11,422	11,422	250,000		10,228	10,228	10,228	07/14/2032	2.C FE	
23076TAG2	CUMBERLAND PARK CLO LTD	D	08/18/2021	RBC CAPITAL MARKETS	XXX	250,400	250,000	249,138			77	77		249,215		1,185	1,185	8,606	07/20/2028	3.C FE	
24823DAY2	DENALI CAPITAL CLO XI LTD	D	08/09/2021	GOLDMAN SACHS & CO	XXX	444,444	445,000	430,894			1,890	1,890		432,783		11,661	11,661	8,402	10/20/2028	3.A FE	
24823EAG9	DENALI CAPITAL CLO XI LTD	D	08/05/2021	GOLDMAN SACHS & CO	XXX	238,375	250,000	241,406			536	536		241,942		(3,567)	(3,567)	4,462	10/20/2028	4.A FE	
25381VAA5	DIGICEL INTERNATIONAL FINANCE LTD/DIGICE	D	08/18/2021	UBS SECURITIES LLC	XXX	4,808,200	4,640,000	4,367,132	507,704			24,738	24,738	4,393,586		414,614	414,614	310,139	05/25/2024	5.A FE	
26249BAY7	DRYDEN 30 SENIOR LOAN FUND	D	08/05/2021	CITIGROUP GLOBAL MKT	XXX	297,076	305,000	290,970			1,908	1,908		292,878		4,198	4,198	13,392	11/15/2028	4.B FE	
26249HAU2	DRYDEN 33 SENIOR LOAN FUND	D	08/03/2021	VARIOUS	XXX	1,299,243	1,325,000	1,325,000						1,325,000		(25,757)	(25,757)	68,517	04/15/2029	4.C FE	
28622VAJ9	ELEVATION CLO 2017-8 LTD	D	08/11/2021	BANC/AMERICA SECUR L	XXX	664,793	685,000	665,306			2,194	2,194		667,500		(2,707)	(2,707)	11,646	10/25/2030	2.C FE	
36319WAA7	GALAXY XXIII CLO LTD	D	08/17/2021	GOLDMAN SACHS & CO	XXX	325,974	330,000	323,895			751	751		324,646		1,328	1,328	11,969	04/24/2029	4.A FE	
36321GAA8	GALAXY XXIX CLO LTD	D	08/10/2021	CALL 100	XXX	250,000	250,000	246,875			3,125	3,125		250,000				5,743	11/15/2026	3.C FE	
36361VAA6	GALLATIN CLO VIII 2017-1 LTD	D	08/10/2021	JPM SECURITIES-FIXED	XXX	1,128,947	1,135,000	962,583	271,325			22,985	22,985	1,015,051		113,896	113,896	32,587	07/15/2027	3.C FE	
36361WAN6	GALLATIN CLO IX 2018-1 LTD	D	08/03/2021	BANC/AMERICA SECUR L	XXX	2,707,164	2,705,000	2,640,105	2,641,714			10,545	10,545	2,652,259		54,905	54,905	71,462	01/21/2028	2.C FE	
36361XAA2	GALLATIN CLO IX 2018-1 LTD	D	08/05/2021	NOMURA SECURITIES/FI	XXX	1,151,582	1,153,000	1,138,352			1,471	1,471		1,139,823		11,758	11,758	25,062	01/21/2028	3.C FE	
36655QAM6	610 FUNDING CLO 1 LTD	D	08/10/2021	GOLDMAN SACHS & CO	XXX	575,431	575,000	509,129	241,206			7,518	7,518	526,274		49,157	49,157	14,013	09/21/2029	3.A FE	
38177GAE1	GOLUB CAPITAL PARTNERS TALF 2020-1 LLC	D	08/17/2021	RAYMOND JAMES & ASSO	XXX	251,750	250,000	252,050			(262)	(262)		251,788		(38)	(38)	5,635	10/20/2029	1.F FE	
40437TAA3	HIGHBRIDGE LOAN MANAGEMENT 7-2015 LTD	D	07/21/2021	BAIRD ROBERT W & CO	XXX	932,271	955,000	624,989	687,931			43,656	43,656	731,587		200,684	200,684	34,306	03/15/2027	4.A FE	
40538TAG8	HALCYON LOAN ADVISORS FUNDING 2018-1 LTD	D	07/15/2021	JEFFERIES & COMPANY	XXX	423,325	437,500	416,719			2,120	2,120		418,839		4,486	4,486	11,273	07/21/2031	2.C FE	
42086QAG6	HAYFIN US XII LTD	D	08/02/2021	BNP PARIBAS SEC CORP	XXX	955,647	985,000	958,651			1,687	1,687		960,338		(4,691)	(4,691)	17,276	04/28/2031	2.C FE	
47047NAE5	JAMESTOWN CLO II LTD	D	08/05/2021	GOLDMAN SACHS & CO	XXX	809,950	835,000	802,644			3,655	3,655		806,299		3,651	3,651	26,065	04/22/2030	4.A FE	
47048JAT0	JAMESTOWN CLO IX LTD	D	08/11/2021	PERSHING & COMPANY	XXX	765,230	765,000	726,570	732,079			5,137	5,137	737,216		28,014	28,014	27,164	10/20/2028	2.C FE	
47048KAE0	JAMESTOWN CLO IX LTD	D	08/26/2021	CALL 100	XXX	440,000	440,000	436,700			3,300	3,300		440,000				11,127	10/20/2028	4.A FE	
47048YAA8	JAMESTOWN CLO XIV LTD	D	08/04/2021	JPM SECURITIES-FIXED	XXX	511,275	510,000	515,100			(481)	(481)		514,619		(3,344)	(3,344)	20,308	10/20/2032	3.B FE	
47050VAA9	JAMESTOWN CLO XV LTD	D	08/03/2021	JPM SECURITIES-FIXED	XXX	1,313,537	1,310,000	1,292,350	228,856			1,529	1,529	1,295,686		17,851	17,851	77,176	04/15/2033	3.C FE	
48252XAA9	KKR CLO 23 LTD	D	07/20/2021	MORGAN STANLEY & CO	XXX	243,333	250,000	237,875													

SCHEDULE D - PART 4

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

QE05.4

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Forfeiture	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 Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation, NAIC Designation and SVO Administrative Symbol
55818LAG4	MADISON PARK FUNDING XI LTD	D	08/12/2021	BANC/AMERICA SECUR.L	X X X	532,593	535,000	526,975			823		823		527,798		4,795	4,795	20,026	07/23/2029	4 B FE
55818MBG1	MADISON PARK FUNDING XIII LTD	D	08/12/2021	BANC/AMERICA SECUR.L	X X X	766,266	770,000	743,050			3,488		3,488		746,538		19,727	19,727	19,656	04/19/2030	3 A FE
55818NAG0	MADISON PARK FUNDING XIII LTD	D	08/17/2021	GOLDMAN SACHS & CO	X X X	380,640	390,000	377,637			850		850		378,487		2,153	2,153	7,832	04/19/2030	4 A FE
55818PAG5	MADISON PARK FUNDING XII LTD	D	07/30/2021	BANC/AMERICA SECUR.L	X X X	3,000,000	3,000,000	3,000,000	3,000,000						3,000,000				88,647	07/20/2026	1 F FE
55818UAJ7	MADISON PARK FUNDING XVI LTD	D	07/09/2021	CALL 100	X X X	1,010,000	1,010,000	1,005,581			4,419		4,419		1,010,000				27,220	04/20/2026	3 C FE
55819RAJ4	MADISON PARK FUNDING XIX LTD	D	08/04/2021	GOLDMAN SACHS & CO	X X X	300,384	315,000	293,517			2,976		2,976		296,493		3,891	3,891	10,801	01/22/2028	4 C FE
55820QAE4	MADISON PARK FUNDING XXIV LTD	D	08/11/2021	JPM SECURITIES-FIXED	X X X	349,195	350,000	348,250			117		117		348,367		828	828	8,248	10/20/2029	4 B FE
55822HAA0	MADISON PARK FUNDING XXX LTD	D	08/05/2021	BANC/AMERICA SECUR.L	X X X	942,200	967,500	939,516			3,140		3,140		942,655		(456)	(456)	25,278	04/15/2029	4 A FE
55953PAJ4	MAGNETITE XVI LTD	D	07/21/2021	MORGAN STANLEY & CO	X X X	243,208	250,000	237,075			1,800		1,800		238,875		4,333	4,333	8,614	01/18/2028	4 C FE
56165EAG7	MAN GLG US CLO 2018-2 LTD	D	08/05/2021	BANC/AMERICA SECUR.L	X X X	804,128	810,000	788,292			3,202		3,202		791,494		12,633	12,633	24,759	10/15/2028	2 C FE
56607FAD7	MARBLE POINT CLO XII LTD	D	08/03/2021	MORGAN STANLEY & CO	X X X	1,117,350	1,170,000	1,049,749	180,378		9,021		9,021		1,068,919		48,431	48,431	15,526	07/16/2031	2 C FE
56607FAD7	MARBLE POINT CLO XI LTD	D	08/02/2021	MORGAN STANLEY & CO	X X X	275,825	295,000	274,719			955		955		275,674		151	151	2,614	12/18/2030	3 A FE
56845ABA5	MARINER CLO 2016-3 LLC	D	08/18/2021	CREDIT SUISSE FIRST	X X X	265,056	265,000	242,806	245,213		2,952		2,952		248,165		16,890	16,890	6,856	07/23/2029	2 C FE
58175LAA8	MCLAREN FINANCE PLC	D	07/22/2021	GOLDMAN SACHS & CO	X X X	594,790	586,000	586,000							586,000		8,790	8,790		08/01/2026	5 A FE
59801QA02	MIDOCEAN CREDIT CLO IV	D	08/05/2021	RBC CAPITAL MARKETS	X X X	1,185,616	1,185,000	1,176,942	1,178,926		1,141		1,141		1,180,067		5,549	5,549	30,042	04/15/2027	2 B FE
59802MAJ6	MIDOCEAN CREDIT CLO IX	D	08/03/2021	JPM SECURITIES-FIXED	X X X	1,163,820	1,190,000	1,164,713			2,748		2,748		1,167,461		(3,641)	(3,641)	33,493	07/20/2031	2 C FE
62432BAU7	MOUNTAIN VIEW CLO IX LTD	D	07/23/2021	RAYMOND JAMES & ASSO	X X X	242,500	250,000	239,000			595		595		239,595		2,905	2,905	2,358	07/15/2031	2 C FE
62432HAG5	MOUNTAIN VIEW CLO 2017-1 LLC	D	08/17/2021	GOLDMAN SACHS & CO	X X X	314,080	320,000	315,680			368		368		316,048		(1,968)	(1,968)	7,143	10/16/2029	2 C FE
62432KAE3	MOUNTAIN VIEW CLO 2017-2 LLC	D	07/20/2021	MORGAN STANLEY & CO	X X X	384,215	410,000	381,813			1,202		1,202		383,015		1,201	1,201	6,783	01/16/2031	3 C FE
62481RAJ7	MP CLO IV LTD	D	07/26/2021	PAYDOWN	X X X	1,655,000	1,655,000	1,288,749	1,345,189		309,811		309,811		1,655,000				47,726	07/25/2029	2 C FE
62514SAC1	MULBERRY STREET CDO II LTD	D	08/12/2021	PAYDOWN	X X X	9,301	9,301	5,846	6,142	122	3,037		3,159		9,301				77	08/12/2038	5 A FE
65130PAU4	NEWFLEET CLO 2016-1 LTD	D	08/04/2021	BANC/AMERICA SECUR.L	X X X	1,178,938	1,180,000	918,454	964,552		33,717		33,717		998,269		180,669	180,669	29,997	04/20/2028	2 B FE
65130VAE7	NEWFLEET CLO 2016-1 LTD	D	08/12/2021	BARCLAYS CAPITAL FIX	X X X	509,694	510,000	509,363			67		67		509,430		264	264	10,073	04/20/2028	3 C FE
67054KAA7	ALTICE FRANCE SA/FRANCE	D	08/18/2021	WELLS FARGO SECS LLC	X X X	407,484	392,000	336,035	341,350		4,655		4,655		346,004		61,480	61,480	31,721	05/01/2026	4 B FE
67092BAC7	OCF CLO 2015-9 LTD	D	08/19/2021	CREDIT SUISSE FIRST	X X X	250,378	250,000	245,963			686		686		246,648		3,729	3,729	10,079	07/15/2027	4 C FE
67092EAG2	OCF CLO 2015-10 LTD	D	08/05/2021	CANTOR FITZGERALD &	X X X	250,500	250,000	250,000							250,000		500	500	11,357	10/26/2027	3 B FE
67092TAE4	OCF CLO 2016-12 LTD	D	08/09/2021	BANC/AMERICA SECUR.L	X X X	935,327	935,000	935,468			(50)		(50)		935,418		(90)	(90)	15,185	10/18/2028	3 B FE
67105HBE4	OCF CLO 2013-4 LTD	D	08/17/2021	BANC/AMERICA SECUR.L	X X X	250,275	250,000	230,438	232,784		2,626		2,626		235,410		14,865	14,865	6,593	04/24/2029	2 C FE
67108FAU0	OZLM FUNDING IV LTD	D	08/10/2021	CITIGROUP GLOBAL MKT	X X X	843,201	855,000	836,144			1,386		1,386		837,530		5,671	5,671	11,833	10/22/2030	2 C FE
67108WBL2	OZLM VII LTD	D	08/18/2021	BANC/AMERICA SECUR.L	X X X	320,288	325,000	311,415			1,931		1,931		313,346		6,942	6,942	8,817	07/17/2029	2 C FE
67109WAG1	OZLM XII LTD	D	08/09/2021	BARCLAYS CAPITAL FIX	X X X	1,105,000	1,105,000	860,468	908,514		36,074		36,074		944,588		160,412	160,412	27,981	04/30/2027	2 C FE
67109XAA4	OZLM XII LTD	D	08/11/2021	RBC CAPITAL MARKETS	X X X	354,326	355,000	347,900			634		634		348,534		5,792	5,792	5,792	04/30/2027	4 A FE
67110CAJ7	OZLM XIII LTD	D	08/03/2021	JPM SECURITIES-FIXED	X X X	564,294	565,000	556,525			682		682		557,207		7,086	7,086	8,574	07/30/2027	3 C FE
67111VAJ5	OZLM XXII LTD	D	08/04/2021	NOMURA SECURITIES/FI	X X X	238,475	250,000	236,713			1,052		1,052		237,764		711	711	3,938	01/17/2031	2 C FE
67112CAG2	OZLM XIX LTD	D	08/12/2021	BANC/AMERICA SECUR.L	X X X	500,489	510,000	453,263	459,229		6,573		6,573		465,802		34,687	34,687	14,305	11/22/2030	2 C FE
67400AU8	OAKTREE CLO 2014-1	D	08/13/2021	PAYDOWN	X X X	1,015,000	1,015,000	999,369			15,631		15,631		1,015,000				20,458	05/13/2029	3 A FE
67402CAL0	OAKTREE CLO 2019-4 LTD	D	08/10/2021	JPM SECURITIES-FIXED	X X X	601,200	600,000	582,900	584,239		1,748		1,748		585,987		15,213	15,213	20,248	10/20/2032	2 A FE
67578LAA2	OCTAGON INVESTMENT PARTNERS 46 LTD	D	08/10/2021	CALL 100	X X X	690,000	690,000	669,300	670,407		19,593		19,593		690,000				57,079	07/15/2033	3 C FE
67590GBQ1	OCTAGON INVESTMENT PARTNERS XVII LTD	D	08/10/2021	BANC/AMERICA SECUR.L	X X X	546,525	565,000	550,197			538		538		550,735		(4,210)	(4,210)	4,522	01/25/2031	2 C FE
69689MAA2	PALMER SQUARE LOAN FUNDING 2019-2 LTD	D	08/19/2021	NOMURA SECURITIES/FI	X X X	250,628	250,000	227,100	229,879		3,877		3,877		233,756		16,872	16,872	12,156	04/20/2027	3 A FE
69689NAA0	PALMER SQUARE LOAN FUNDING 2019-3 LTD	D	08/19/2021	BARCLAYS CAPITAL FIX	X X X	250,730	250,000	220,250	223,680		4,851		4,851		228,531		22,199	22,199	10,613	08/20/2027	3 A FE
69915WAA6	PARALLEL 2015-1 LTD	D	08/05/2021	CREDIT SUISSE FIRST	X X X	833,043	845,000	828,100			858		858		828,958		4,085	4,085	13,883	07/20/2027	4 A FE
71654OCG5	PETROLEOS MEXICANOS	D	08/18/2021	JEFFERIES & COMPANY	X X X	1,460,900	1,400,000	1,453,179			(3,407)		(3,407)		1,449,772		11,128	11,128	85,186	03/13/2027	3 B FE
71654QDB5	PETROLEOS MEXICANOS	D	08/18/2021	VARIOUS	X X X	2,426,140	2,320,000	2,483,963			(6,131)		(6,131)		2,477,832		(51,692)	(51,692)	91,177	01/23/2027	3 C FE
71654QDC3	PETROLEOS MEXICANOS	D	08/18/2021	VARIOUS	X X X	6,880,073	6,696,000	6,592,227	1,685,615		5,813		5,813		6,600,946		279,127	279,127	341,508	01/23/2030	3 C FE
74980GAA1	RR 8 LTD	D	08/18/2021	BAIRD ROBERT W & CO	X X X	249,675	250,000	223,300			2,582		2,582		227,905		21,770	21,770	14,183	04/15/2033	3 C FE
74982LBE9	RACE POINT VIII CLO LTD	D	08/10/2021	JPM SECURITIES-FIXED	X X X	1,658,838	1,660,000	1,217,444	1,281,413		49,008		49,008		1,330,421		328,417	328,417	45,071	02/20/2030	2 C FE
75884BAG3	REGATTA X FUNDING LTD	D	08/18/2021	CREDIT SUISSE FIRST	X X X	279,678	280,000	259,000			2,489		2,489		263,351		16,327	16,327	7,003	01/15/2031	2 C FE
75885WAY7	REGATTA FUNDING LP 2013-2A	D	08/05/2021	BARCLAYS CAPITAL FIX	X X X	595,570	595,000	558,556	562,304		4,878		4,878		567,182		28,388	28,388	19,271	01/15/2029	2 C FE
75885XAG4	REGATTA FUNDING LP 2013-2A	D	07/21/2021	MORGAN STANLEY & CO	X X X	488,105	495,000	485,100			690		690		485,790		2,314	2,314	18,604	01/15/2029	4 C FE
77587AAL0	ROMARK WM-R LTD	D	08/17/2021	BANC/AMERICA SECUR.L	X X X	316,324	332,500	314,562			1,162		1,162		315,724		600	600	3,570	04/20/2031	3 A FE
780153AZ5	ROYAL CARIBBEAN CRUISES LTD	D	08/21/2021	CALL 111.5	X X X	1,309,010	1,174,000	1,138,780	1,141,549		3,553		3,553		1,145,102		28,898	28,898	283,521	06/01/2025	3 C FE
7846ELAD9	SPCM SA	D	09/09/2021	BANC/AMERICA SECUR.L	X X X	472,938	470,000	470,000							470,000		2,938	2,938		03/15/2027	3 A FE
81883EAD3	SHACKLETON 2017-XI CLO LTD	D	08/19/2021	BANC/AMERICA SECUR.L	X X X	246,375	250,000	174,331	184,755		8,376		8,376		193,131		53,244	53,244	7,464	08/15/2030	3 A FE
822538AE4	SHELF DRILLING HOLDINGS																				

SCHEDULE D - PART 4

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

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	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 Temporary Impairment Recognized	Total Change in B./A.C.V.	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation, NAIC Designation and SVO Admini- strative Symbol	
83610EAE7	SOUND POINT CLO XII LTD	D	07/20/2021	JPM SECURITIES-FIXED	X X X	247,250	250,000	246,563		177		177		246,740		510	510	4,577	10/20/2028	4 A FE	
83615BAA6	SOUND POINT CLO XXVI LTD	D	07/20/2021	PAYDOWN	X X X	450,000	450,000	425,340		22,769		22,769		450,000				35,237	07/20/2030	3 C FE	
85816WAG9	STEELE CREEK CLO 2014-1 LTD	D	08/11/2021	BAIRD ROBERT W & CO	X X X	732,134	740,000	717,800		2,322		2,322		723,931		8,203	8,203	13,084	04/21/2031	1 F FE	
87159QAW8	SYMPHONY CLO XIV LTD	D	08/19/2021	NOMURA SECURITIES/FI	X X X	248,500	250,000	243,750		771		771		244,521		3,979	3,979	4,339	07/14/2026	3 C FE	
87165XAL9	SYMPHONY CLO XVII LTD	D	08/12/2021	BANC/AMERICA SECUR L	X X X	482,575	485,000	482,818		187		187		483,004		(429)	(429)	9,476	04/15/2028	3 C FE	
87248FAE5	WIND RIVER 2016-1 CLO LTD	D	08/03/2021	JPM SECURITIES-FIXED	X X X	2,497,025	2,500,000	2,481,063		1,442		1,442		2,482,505		14,520	14,520	44,512	07/15/2028	4 A FE	
88432ABC3	THL CREDIT WIND RIVER 2013-2 CLO LTD	D	08/17/2021	BANC/AMERICA SECUR L	X X X	362,063	375,000	356,016		1,625		1,625		357,641		4,422	4,422	6,947	10/18/2030	3 A FE	
89473MAF9	TREMAN PARK CLO LTD	D	08/04/2021	MORGAN STANLEY & CO	X X X	1,450,189	1,450,000	1,441,063		950		950		1,442,013		8,176	8,176	45,456	10/20/2028	3 C FE	
89473MAG7	TREMAN PARK CLO LTD	D	08/19/2021	WELLS FARGO SECS LLC	X X X	247,550	250,000	242,750		1,024		1,024		243,774		3,776	3,776	11,354	10/20/2028	5 A FE	
89624NAG3	TRIMARAN CAVU 2021-1 LTD	D	08/10/2021	BANC/AMERICA SECUR L	X X X	626,945	630,000	623,700		510		510		624,210		2,735	2,735	10,094	04/23/2032	2 C FE	
92329NAU4	VENTURE XIII CLO LTD	D	08/17/2021	CITIGROUP GLOBAL MKT	X X X	379,077	380,000	372,400		756		756		373,156		5,920	5,920	5,915	09/10/2029	2 B FE	
92329VAG7	VENTURE XXV CLO LTD	D	08/12/2021	JPM SECURITIES-FIXED	X X X	839,677	845,000	835,029		1,418		1,418		836,447		3,230	3,230	31,077	10/20/2029	2 B FE	
92330WAW7	VENTURE XXIV CLO LTD	D	08/11/2021	BANC/AMERICA SECUR L	X X X	841,656	849,000	837,114		1,659		1,659		838,773		2,883	2,883	20,536	10/20/2028	2 B FE	
92331EAE6	VENTURE XXIX CLO LTD	D	08/12/2021	BANC/AMERICA SECUR L	X X X	477,968	485,000	474,088		777		777		474,864		3,103	3,103	9,936	09/07/2030	2 C FE	
92557WU7	VIBRANT CLO IV LTD	D	08/03/2021	BANC/AMERICA SECUR L	X X X	247,625	250,000	244,375		369		369		244,744		2,881	2,881	6,198	07/20/2032	3 A FE	
92558BAG3	VIBRANT CLO VII LTD	D	08/11/2021	BANC/AMERICA SECUR L	X X X	1,037,962	1,055,000	1,035,483		2,446		2,446		1,037,929		33	33	33,110	07/25/2030	2 C FE	
92676AE7	VIKING CRUISES LTD	D	08/09/2021	BARCLAYS CAPITAL FIX	X X X	1,300,530	1,126,000	1,148,520	1,145,349	(3,139)		(3,139)		1,142,210		158,320	158,320	107,925	05/15/2025	5 A FE	
92912NAA1	VOYA CLO 2014-3 LTD	D	08/10/2021	WELLS FARGO SECS LLC	X X X	248,438	250,000	248,750		113		113		248,863		(426)	(426)	3,876	07/25/2026	4 A FE	
92912VAU9	VOYA CLO 2014-2 LTD	D	08/16/2021	JPM SECURITIES-FIXED	X X X	282,025	290,000	284,505		320		320		284,824		(2,799)	(2,799)	3,632	04/17/2030	2 C FE	
92914RBE1	VOYA CLO 2014-4 LTD	D	08/04/2021	BANC/AMERICA SECUR L	X X X	444,130	460,000	403,972		5,820		5,820		415,709		28,421	28,421	13,463	07/14/2031	2 C FE	
92916MAD3	VOYA CLO 2017-1 LTD	D	08/12/2021	DEUTSCHE BANC/ALEX B	X X X	753,868	755,000	687,994		8,102		8,102		703,506		50,362	50,362	22,304	04/17/2030	2 C FE	
94949RAY3	WELLFLEET CLO 2016-1 LTD	D	07/15/2021	BANC/AMERICA SECUR L	X X X	1,113,829	1,115,000	856,772		30,507		30,507		932,366		181,464	181,464	26,202	04/20/2028	2 B FE	
94951MAG8	WELLFLEET CLO 2017-2A LTD	D	08/19/2021	CREDIT SUISSE FIRST	X X X	250,075	250,000	248,375		195		195		248,879		1,196	1,196	7,679	10/20/2029	2 C FE	
96467CAA5	WHITEBOX CLO I LTD	D	08/27/2021	CALL 100	X X X	950,000	950,000	919,125		29,173		29,173		950,000				61,529	07/24/2032	3 C FE	
98313RAD8	WYNN MACAU LTD	D	08/06/2021	HSBC SECURITIES (USA	X X X	1,809,000	1,800,000	1,885,500		(9,777)		(9,777)		1,875,723		(66,723)	(66,723)	84,975	10/01/2027	4 A FE	
986254AE0	YORK CLO 1 LTD	D	08/04/2021	GOLDMAN SACHS & CO	X X X	756,756	780,000	756,600		1,497		1,497		758,097		(1,341)	(1,341)	13,237	10/22/2029	3 C FE	
986255BA4	YORK CLO 1 LTD	D	08/12/2021	BARCLAYS CAPITAL FIX	X X X	409,541	410,000	394,010	395,994	2,016		2,016		398,010		11,531	11,531	10,899	10/22/2029	2 C FE	
98875LAG4	ZAIS CLO 5 LTD	D	08/10/2021	RBC CAPITAL MARKETS	X X X	548,823	555,000	543,123		645		645		543,768		5,055	5,055	8,568	10/15/2028	3 B FE	
98877EAL7	Z CAPITAL CREDIT PARTNERS CLO 2015-1 LTD	D	08/10/2021	RBC CAPITAL MARKETS	X X X	1,060,069	1,065,000	1,043,040		2,032		2,032		1,045,071		14,998	14,998	11,417	07/16/2027	3 A FE	
BCC2DYTI7	ST PAUL'S CLO V DAC	B	08/11/2021	CS SECS USA NY	X X X	311,436	328,692	323,924		647		647		324,571		5,122	5,122	(13,135)	10/20/2030	4 C FE	
BCC2EVXW6	TRIUMPH XII	D	08/09/2021	JPM SECURITIES-FIXED	X X X	291,667	295,000	272,500	276,140	3,529		3,529		279,670		11,997	11,997	7,209	04/22/2027	3 A FE	
BCC2EWOX9	TIKEHAU CLO BV	B	08/11/2021	CALL 100	X X X	604,559	604,559	322,608	405,760	215,980		215,980	(43,370)	578,371		26,188	26,188	22,008	08/04/2028	3 B FE	
BCC2FHJAO	VENTURE XXII CLO LTD	D	08/10/2021	JEFFERIES & COMPANY	X X X	235,725	250,000	237,750		830		830		238,580		(2,855)	(2,855)	2,413	01/15/2031	2 C FE	
BCC2FL3H3	NEWHAVEN II CLO DAC	B	08/03/2021	CGMI PROP CASH AND S	X X X	1,178,884	1,197,809	804,775	916,765	33,625		33,625	(68,466)	881,924		296,960	296,960	20,370	02/16/2032	2 B FE	
BCC2FR752	ARES EUROPEAN CLO IX DAC	B	08/17/2021	NOMURA INTL PLC. LON	X X X	188,054	193,322	159,147	176,157	3,249		3,249	(14,364)	165,042		23,012	23,012	7,466	10/14/2030	3 B FE	
BCC2FVJZ4	DRYDEN 59 EURO CLO 2017 BV	B	08/11/2021	JPMS PLC	X X X	588,136	592,820	500,743	571,942	5,218		5,218	(65,527)	511,633		76,503	76,503	7,050	05/15/2032	1 F FE	
BCC2G5PA8	BLUEMOUNTAIN CLO 2015-4 LTD	D	08/12/2021	JPM SECURITIES-FIXED	X X X	404,874	415,000	371,425	376,991	5,215		5,215		381,706		23,168	23,168	10,905	04/20/2030	2 C FE	
BCC2GAPL3	CARLYLE GLOBAL MARKET STRATEGIES EURO CL	B	08/11/2021	JPMS PLC	X X X	380,898	387,387	329,223	360,962	5,150		5,150	(27,598)	338,514		42,384	42,384	7,529	05/17/2031	2 B FE	
BCC2GGOM5	REGATTA XI FUNDING LTD	D	08/04/2021	JPM SECURITIES-FIXED	X X X	1,658,523	1,660,000	1,556,250	1,566,506	11,022		11,022		1,577,528		80,995	80,995	41,000	07/17/2031	2 C FE	
BCC2H8DK2	RICHMOND PARK CLO 1 DAC	B	08/11/2021	MERRILL LYNCH INT. L	X X X	365,201	363,909	284,773	326,448	6,195		6,195	(34,762)	297,882		67,319	67,319	9,511	07/14/2031	2 B FE	
BCC2H8JQ3	SHACKLETON 2015-VII-R CLO LTD	D	08/18/2021	MORGAN STANLEY & CO	X X X	338,307	345,000	317,400	320,311	3,062		3,062		323,372		14,935	14,935	10,482	07/15/2031	2 C FE	
BCC2HAF66	TIKEHAU CLO IV BV	B	08/17/2021	CGMI PROP CASH AND S	X X X	252,126	251,905	227,394	247,195	1,899		1,899	(18,279)	230,815		21,312	21,312	7,244	10/15/2031	2 B FE	
BCC2HRR74	AVOCA CLO XIX DAC	B	08/17/2021	BCA INTESA SPA/BCA C	X X X	244,895	246,047	218,936	236,212	2,417		2,417	(15,455)	223,173		21,722	21,722	11,320	10/15/2031	3 C FE	
BCC2ID688	OZLME V DAC	B	08/03/2021	CGMI PROP CASH AND S	X X X	1,426,171	1,423,140	1,044,916	1,201,820	28,502		28,502	(124,042)	1,106,280		319,892	319,892	40,006	01/14/2032	2 C FE	
BCC2JHFU6	DRYDEN 69 EURO CLO 2019 BV	B	08/10/2021	MIZUHO INTL. LDN	X X X	170,137	169,933	137,316	157,463	2,177		2,177	(17,805)	141,834		28,302	28,302	5,717	04/18/2032	2 C FE	
BCC2JHFV4	DRYDEN 69 EURO CLO 2019 BV	B	08/10/2021	MIZUHO INTL. LDN	X X X	222,938	222,670	179,931	206,331	2,852		2,852	(23,331)	185,852		37,086	37,086	7,491	04/18/2032	2 C FE	
BCC2KGR66	HARVEST CLO XXII DAC	B	08/17/2021	MERRILL LYNCH INT. L	X X X	199,728	199,181	187,941	197,531	1,221		1,221	(8,637)	190,115		9,613	9,613	6,942	01/15/2032	2 C FE	
BCC2KH3Q6	CVC CORDATUS LOAN FUND XV DAC	B	08/11/2021	UNPUBLISHED EUROCLEA	X X X	294,394	293,475	282,512	298,721	792		792	(15,624)	283,889		10,505	10,505	8,123	08/26/2032	2 C FE	
BCC2KHDX0	SOUND POINT EURO CLO II FUNDING DAC	B	07/21/2021	MIZUHO INTL. LDN	X X X	260,060	259,347	242,911	253,534	1,499		1,499	(9,480)								

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Forfeign	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 Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation, NAIC Modifier and SVO Administrative Symbol	
BN5134141	JERROLD FINCO PLC	B	08/19/2021	CSFBI, LONDON	X X X	1,352,951	1,297,795	1,299,505							1,299,505		53,446	53,446	39,847	01/15/2027	3.C FE	
BN5134158	JERROLD FINCO PLC	B	08/19/2021	CSFBI, LONDON	X X X	2,969,372	2,848,318	2,960,773			(6,143)		(6,143)		2,954,630		14,742	14,742	87,453	01/15/2027	3.C FE	
BP0675267	DUFFRY ONE BV	B	08/19/2021	MERRILL LYNCH INT, L	X X X	2,560,366	2,599,357	2,615,264			205		205		2,615,469		(55,103)	(55,103)	29,486	04/15/2028	4.A FE	
G01761AM0	ALLEGRO CLO III LTD	D	08/18/2021	BANC/AMERICA SECUR L	X X X	250,419	250,000	233,750	236,294		2,572		2,572		238,866		11,553	11,553	5,899	07/25/2027	2.C FE	
G0339KAC4	AMMC CLO 16 LTD	D	08/03/2021	JPM SECURITIES-FIXED	X X X	510,563	525,000	517,650			308		308		517,958		(7,396)	(7,396)	10,276	04/14/2029	3.C FE	
G07261AG8	AVOCA CLO XI DAC	B	08/03/2021	UNPUBLISHED EUROCLEA	X X X	602,857	604,834	364,148	423,947		22,805		22,805	(30,371)	416,382		186,475	186,475	24,893	03/28/2030	3.B FE	
G07263AH2	AVOCA CLO XIV DAC	B	08/17/2021	MSIL FIX, LONDON	X X X	197,252	199,181	174,659	190,474		2,187		2,187	(14,060)	178,601		18,651	18,651	8,243	01/12/2031	3.B FE	
G08209AA9	BARINGS CLO LTD 2016-II	D	08/11/2021	BARCLAYS CAPITAL FIX	X X X	609,512	610,000	608,780			140		140		608,920		592	592	23,265	07/20/2028	3.C FE	
G1956B100	CATALYST HEALTHCARE MANCHESTER FINANCING	B	09/30/2021	SINKING PAYMENT	X X X	13,247	13,247	27,415			(13,061)		(13,061)		14,354		(1,106)	(1,106)	894	09/30/2040	3.A FE	
G19624AA6	CATAMARAN CLO 2016-1 LTD	D	08/03/2021	NOMURA SECURITIES/FI	X X X	506,277	510,000	499,800			742		742		500,542		5,735	5,735	10,451	01/18/2029	3.C FE	
G2914LAAS	EAST WEST INVESTMENT MANAGEMENT CLO 2019	D	08/11/2021	GOLDMAN SACHS & CO	X X X	510,255	510,000	454,308	459,249		5,168		5,168		464,417		45,838	45,838	32,036	01/20/2033	3.C FE	
G3337MAF9	ARES XLII CLO LTD	D	08/04/2021	GOLDMAN SACHS & CO	X X X	972,115	995,000	982,563			663		663		983,225		(11,110)	(11,110)	18,244	01/22/2028	4.A FE	
G3R44HAD0	MAN GLG EURO CLO II DAC	B	07/21/2021	JEFFERIES INTL LONDO	X X X	595,087	607,108	296,297	373,134		27,411		27,411	(39,623)	360,922		234,165	234,165	31,480	01/15/2030	3.C FE	
G3R44HAC3	MAN GLG EURO CLO II DAC	B	08/11/2021	MERRILL LYNCH INT, L	X X X	311,357	311,084	215,311	250,131		9,472		9,472	(22,853)	236,749		74,608	74,608	10,087	03/28/2030	2.C FE	
G4398RBC8	HARVEST CLO XI DAC	B	07/21/2021	JEFFERIES INTL LONDO	X X X	274,259	294,713	290,583			525		525		291,108		(16,849)	(16,849)	6,440	06/26/2030	4.C FE	
G4398TAN1	HARVEST CLO IX DAC	B	08/03/2021	GOLDMAN SACHS AND CO	X X X	1,191,287	1,215,599	642,540	796,457		53,356		53,356	(85,715)	764,098		427,189	427,189	46,019	02/15/2030	3.B FE	
G6160KAL5	MITCHELLS & BUTLERS FINANCE PLC	B	09/15/2021	SINKING PAYMENT	X X X	3,553		4,014			(373)		(373)	3,641		(88)	(88)	109	12/15/2028	3.B FE		
G6710ZAR4	OAK HILL EUROPEAN CREDIT PARTNERS VI DAC	B	08/17/2021	MSIL FIX, LONDON	X X X	238,705	251,905	250,368			567		567		250,935		(12,230)	(12,230)	3,906	01/20/2032	3.C FE	
G6742YAD0	OCF CLO 2015-10 LTD	D	08/05/2021	CANTOR FITZGERALD &	X X X	501,000	500,000	499,800			31		31		499,831		1,169	1,169	22,714	10/26/2027	3.B FE	
G67437AA4	OCF CLO 2015-9 LTD	D	08/11/2021	CANTOR FITZGERALD &	X X X	485,825	485,000	485,243			(32)		(32)		485,210		614	614	9,085	07/15/2027	3.A FE	
G81704AD3	SILVER CREEK CLO LTD	D	08/04/2021	JPM SECURITIES-FIXED	X X X	490,708	495,000	489,209			341		341		489,550		1,158	1,158	9,771	07/20/2030	4.A FE	
G8812RAA2	UNIQUE PUB FINANCE CO PLC/THE	B	09/30/2021	SINKING PAYMENT	X X X	35,001	35,001	38,660			(2,493)		(2,493)		36,167		(1,166)	(1,166)	1,727	03/28/2024	4.B FE	
G8812RAJ3	UNIQUE PUB FINANCE CO PLC/THE	B	09/30/2021	SINKING PAYMENT	X X X	93,683	108,977	14,106	421		(12,340)		(11,919)	(654)	96,488		(2,806)	(2,806)	2,892	06/30/2027	3.A FE	
G8T76JAE2	TORO EUROPEAN CLO 4 DAC	B	08/17/2021	CGMI PROP CASH AND S	X X X	170,399	169,889	157,734	165,694		1,554		1,554	(6,852)	160,396		10,003	10,003	4,737	07/15/2030	2.B FE	
N1754PAR6	DRYDEN 51 EURO CLO 2017 BV	B	08/03/2021	MSIL FIX, LONDON	X X X	839,271	842,024	846,062			1,165		1,165		847,226		(7,955)	(7,955)	23,211	07/15/2031	3.C FE	
N4851PAU5	JUBILEE CLO 2015-XV BV	B	07/22/2021	GOLDMAN SACHS AND CO	X X X	568,723	595,521	593,920			1,087		1,087		595,007		(26,284)	(26,284)	9,492	07/12/2028	4.C FE	
Z04980298	ALITICE FRANCE SA/FRANCE	B	08/19/2021	ROYAL BANK CAN EUR,	X X X	1,524,648	1,518,725	1,508,173	1,584,743		434		434	(76,479)	1,508,698		15,950	15,950	58,914	01/15/2029	4.B FE	
ZP7634485	JERROLD FINCO PLC	B	08/19/2021	UBS AG LDN LONDON UN	X X X	991,580	960,368	921,035	947,753	13,213			13,213	(39,930)	921,035		70,545	70,545	51,972	01/15/2026	3.C FE	
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	182,107,323	183,077,231	170,815,213	68,362,367	50,550	1,895,300	12,812	1,933,038	(951,680)	174,148,233		7,762,270	7,762,270	5,929,435	X X X	X X X	
Bonds - Unaffiliated Bank Loans																						
00130MAG9	AHP HEALTH PARTNERS		08/24/2021	NON-BROKER TRADE, BO	X X X	5,700,000	5,700,000	5,723,044			(23,044)		(23,044)		5,700,000				136,879	06/30/2025	4.B FE	
39303NAB7	PANDA STONEWALL LLC		09/30/2021	VARIOUS	X X X	774,734	832,947	658,028	725,609		71,084		71,084		796,692		(21,958)	(21,958)	(28)	11/13/2021	5.C FE	
39303NAC5	PANDA STONEWALL LLC		09/30/2021	NON-BROKER TRADE, BO	X X X	2,564	2,564	2,051	2,233		280		280		2,514		50	50	126	11/13/2021	5.C FE	
44541FAC4	PANDA HUMMEL FUND		09/28/2021	NON-BROKER TRADE, BO	X X X	2,065,628	2,065,628	1,829,556	1,889,287		66,694		66,694		1,955,981		109,648	109,648	109,128	10/27/2022	5.A FE	
92531HAD9	VERSCEND HOLDING CORP		09/30/2021	NON-BROKER TRADE, BO	X X X	5,655	5,655	5,655							5,655				109	08/27/2025	4.B FE	
000000000	THRYV 2/21 TLB 0.0000% DUE 03/01/26		08/31/2021	VARIOUS	X X X	263,158	263,158	266,118			(53)		(53)		266,066		(2,908)	(2,908)	6,119	03/01/2026	4.C FE	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER/TRADE*	X X X						370		370		370		(370)	(370)	1,058	08/13/2022	6*	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER TRADE, BO	X X X						820		820		820		(820)	(820)	139	08/13/2022	4.B FE	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER/TRADE*	X X X						181		181		181		(181)	(181)	1,001	08/13/2022	4.B FE	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER TRADE, BO	X X X						987		987		987		(987)	(987)	2,824	08/13/2022	4.B FE	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER TRADE, BO	X X X						450		450		450		(450)	(450)	1,755	08/13/2022	6*	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER/TRADE*	X X X						117		117		117		(117)	(117)	333	08/13/2022	6*	
000000000	DOUGLAS GMBH	B	01/28/2021	NON-BROKER/TRADE*	X X X						470		470		470		(470)	(470)	1,346	08/13/2022	4.B FE	
P3562BAD4	DIGICEL INTERNATIONAL FINANCE LTD	D	09/30/2021	NON-BROKER TRADE, BO	X X X	7,749		6,993	6,999		149		149		7,148		600	600		05/10/2024	5.A FE	
8299999	Subtotal - Bonds - Unaffiliated Bank Loans				X X X	8,819,488	8,877,701	8,491,445	2,624,128		118,505		118,505		8,737,451		82,037	82,037	260,789	X X X	X X X	
8399997	Subtotal - Bonds - Part 4				X X X	218,896,751	219,924,872	207,491,049	98,457,849	50,550	1,832,509	12,812	1,870,247	(951,680)	210,855,624		7,844,307	7,844,307	6,786,573	X X X	X X X	
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999	Subtotal - Bonds				X X X	218,896,751	219,924,872	207,491,049	98,457,849	50,550	1,832,509	12,812	1,870,247	(951,680)	210,855,624		7,844,307	7,844,307	6,786,573	X X X	X X X	
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8999999	Subtotal - Preferred Stocks				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded																						
13057Q305	CALIFORNIA RESOURCES CORP		09/27/2021	VARIOUS	X X X	57,673,000	2,011,353	701,095	696,872	(337,761)			(337,761)		701,095		1,310,258	1,310,258		X X X		

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation, NAIC Modifier and SVO Admini- strative Symbol	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.								
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded				XXX	5,505,320	XXX	3,029,769	1,426,995	(454,948)			(454,948)		3,029,769		2,475,551	2,475,551	15,219	XXX	XXX	
9799997	Subtotal - Common Stocks - Part 4				XXX	5,505,320	XXX	3,029,769	1,426,995	(454,948)			(454,948)		3,029,769		2,475,551	2,475,551	15,219	XXX	XXX	
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999	Subtotal - Common Stocks				XXX	5,505,320	XXX	3,029,769	1,426,995	(454,948)			(454,948)		3,029,769		2,475,551	2,475,551	15,219	XXX	XXX	
9899999	Subtotal - Preferred and Common Stocks				XXX	5,505,320	XXX	3,029,769	1,426,995	(454,948)			(454,948)		3,029,769		2,475,551	2,475,551	15,219	XXX	XXX	
9999999	Total - Bonds, Preferred and Common Stocks				XXX	224,402,071	XXX	210,520,818	99,884,844	(404,398)	1,832,509	12,812	1,415,299	(951,680)	213,885,393		10,319,858	10,319,858	6,801,792	XXX	XXX	

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SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

1 Description	2 Description of Item(s) Hedged, Used for Income Generation or Replicated	3 Schedule/ Exhibit Identifier	4 Type(s) of Risk(s) (a)	5 Exchange, Counterparty or Central Clearinghouse	6 Trade Date	7 Date of Maturity or Expiration	8 Number of Contracts	9 Notional Amount	10 Strike Price, Rate or Index Received (Paid)	11 Cumulative Prior Year(s) Initial Cost of Undiscounted Premium (Received) Paid	12 Current Year Initial Cost of Undiscounted Premium (Received) Paid	13 Current Year Income	14 Book/ Adjusted Carrying Value	15 Code	16 Fair Value	17 Unrealized Valuation Increase/ (Decrease)	18 Total Foreign Exchange Change in B./A.C.V.	19 Current Year's (Amortization)/ Accretion	20 Adjustment to Carrying Value of Hedged Item	21 Potential Exposure	22 Credit Quality of Reference Entity	23 Hedge Effectiveness at Inception and at Quarter-end (b)
Swaps - Hedging Other - Interest Rate																						
IRS_GBP_REC_0.803_PAY_GBP SONIA 1Y_7/12/2021_7/12/2031_LCH																						
			LCH	F226TOH6YD6XJB17KS62	04/12/2021	07/12/2031		1,692,010	803 / ()			2,772	21,815		21,815	21,815				26,466		
111999999 Subtotal - Swaps - Hedging Other - Interest Rate																						
116999999 Subtotal - Swaps - Hedging Other																						
135999999 Subtotal - Swaps - Interest Rate																						
140999999 Subtotal - Swaps																						
Forwards - Hedging Other																						
EUR/USD FWD 20211215																						
				BNYM FX FXALL RFQ AS	09/08/2021	12/15/2021	21,508,000	25,476,183	0.844				(507,497)		(507,497)		(507,497)			58,125		
M4165594 GBP/USD FWD 20211215																						
				BNYM FX FXALL RFQ AS	09/08/2021	12/15/2021	1,182,000	1,627,927	0.726				(33,924)		(33,924)		(33,924)			3,714		
M4165594 USD/CAD FWD 20211215																						
				FX- GOLDMAN SACHS, N	06/03/2021	12/15/2021	194,052	194,052	1.211				8,553		8,553		8,553			443		
X1Y USD/EUR FWD 20211215																						
				FX- GOLDMAN SACHS, N	06/02/2021	12/15/2021	33,595,485	33,595,485	0.816				1,776,315		1,776,315		1,776,315			76,650		
X1Y USD/EUR FWD 20211215																						
				FX- GOLDMAN SACHS, N	07/15/2021	12/15/2021	3,496,884	3,496,884	0.845				67,578		67,578		67,578			7,978		
X1Y USD/GBP FWD 20211215																						
				BNYM FX FXALL RFQ AS	06/04/2021	12/15/2021	1,088,097	1,088,097	0.705				53,748		53,748		53,748			2,483		
M4165594 USD/GBP FWD 20211215																						
				BNYM FX FXALL RFQ AS	06/18/2021	12/15/2021	748,139	748,139	0.723				18,566		18,566		18,566			1,707		
M4165594 USD/GBP FWD 20211215																						
				FX- GOLDMAN SACHS, N	06/04/2021	12/15/2021	23,353,271	23,353,271	0.705				1,145,117		1,145,117		1,145,117			53,282		
X1Y																						
143999999 Subtotal - Forwards - Hedging Other																						
147999999 Subtotal - Forwards																						
170999999 Subtotal - Hedging Other																						
171999999 Subtotal - Replication																						
172999999 Subtotal - Income Generation																						
173999999 Subtotal - Other																						
174999999 Subtotal - Adjustments for SSAP No. 108 Derivatives																						
175999999 Totals																						

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(a)

1 Code	2 Description of Hedged Risk(s)

(b)

1 Code	2 Financial or Economic Impact of the Hedge at the End of the Reporting Period
0000	

SCHEDULE DB - PART B - SECTION 1

Future Contracts Open as of the Current Statement Date

1 Ticker Symbol	2 Number of Contracts	3 Notional Amount	4 Description	5 Description of Item(s) Hedged, Used for Income Generation or Replicated	6 Schedule/ Exhibit Identifier	7 Type(s) of Risk(s) (a)	8 Date of Maturity or Expiration	9 Exchange	10 Trade Date	11 Transaction Price	12 Reporting Date Price	13 Fair Value	14 Book/ Adjusted Carrying Value	Highly Effective Hedges			18 Cumulative Variation Margin for All Other Hedges	19 Change in Variation Margin Gain (Loss) Recognized in Current Year	20 Potential Exposure	21 Hedge Effectiveness at Inception and at Quarter-end (b)	22 Value of One (1) Point
														15 Cumulative Variation Margin	16 Deferred Variation Margin	17 Change in Variation Margin Gain (Loss) Used to Adjust Basis of Hedged Item					
Short Futures - Hedging Other																					
G Z1	10	13,763	LONG GILT FUTURE DEC21				12/29/2021	ICF	08/31/2021	163.8650	168.7460	6.877					48,810	48,810			1,000
1609999999 Subtotal - Short Futures - Hedging Other													6,877			48,810	48,810			XXX	XXX
1649999999 Subtotal - Short Futures													6,877			48,810	48,810			XXX	XXX
1709999999 Subtotal - Hedging Other													6,877			48,810	48,810			XXX	XXX
1719999999 Subtotal - Replication																				XXX	XXX
1729999999 Subtotal - Income Generation																				XXX	XXX
1739999999 Subtotal - Other																				XXX	XXX
1749999999 Subtotal - Adjustments for SSAP No. 108 Derivatives																				XXX	XXX
1759999999 Totals (Sum of Lines 1689999999, 1699999999, 1709999999, 1719999999, 1729999999, 1739999999 and 1749999999)													6,877			48,810	48,810			XXX	XXX

1 Broker Name	2 Beginning Cash Balance	3 Cumulative Cash Change	4 Ending Cash Balance
GOLDMAN SACHS & CO.		38,261	38,261
9999999999 Total - Net Cash Deposits		38,261	38,261

(a)

1 Code	2 Description of Hedged Risk(s)

(b)

1 Code	2 Financial or Economic Impact of the Hedge at the End of the Reporting Period
... 0000 ...	

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SCHEDULE DB - PART D - SECTION 1

Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

1 Description of Exchange, Counterparty or Central Clearinghouse	2 Master Agreement (Y or N)	3 Credit Support Annex (Y or N)	Counterparty Offset		Book/Adjusted Carrying Value			Fair Value			12 Potential Exposure	13 Off-Balance Sheet Exposure
			4 Fair Value of Acceptable Collateral	5 Present Value of Financing Premiums	6 Contracts With Book/Adjusted Carrying Value > 0	7 Contracts With Book/Adjusted Carrying Value < 0	8 Exposure net of Collateral	9 Contracts With Fair Value > 0	10 Contracts With Fair Value < 0	11 Exposure Net of Collateral		
019999999 Aggregate Sum of Exchange Traded Derivatives					38,261		38,261	6,877		6,877	38,261	38,261
NAIC 1 Designation												
BNYM FX FXALL RFQ AS	N	N			38,389	(507,497)	38,389	38,389	(507,497)	38,389	66,029	66,029
FX- GOLDMAN SACHS, N	N	N			2,997,563		2,997,563	2,997,563		2,997,563	138,353	138,353
029999999 Subtotal - NAIC 1 Designation					3,035,952	(507,497)	3,035,952	3,035,952	(507,497)	3,035,952	204,382	204,382
039999999 Subtotal - NAIC 2 Designation												
049999999 Subtotal - NAIC 3 Designation												
059999999 Subtotal - NAIC 4 Designation												
069999999 Subtotal - NAIC 5 Designation												
079999999 Subtotal - NAIC 6 Designation												
089999999 Aggregate Sum of Central Clearinghouses			10,594		21,815		11,222	21,815		11,222	26,466	26,466
099999999 Gross Total			10,594		3,096,028	(507,497)	3,085,435	3,064,644	(507,497)	3,054,051	269,109	269,109
1. Offset per SSAP No. 64												
2. Net after right of offset per SSAP No. 64					3,096,029	(507,497)						

SCHEDULE DB - PART D - SECTION 2

Collateral for Derivative Instruments Open as of Current Statement Date

Collateral Pledged by Reporting Entity

1 Exchange, Counterparty or Central Clearinghouse	2 Type of Asset Pledged	3 CUSIP Identification	4 Description	5 Fair Value	6 Par Value	7 Book/Adjusted Carrying Value	8 Maturity Date	9 Type of Margin (I, V or IV)
LCH	F226TOH6YD6XJB17KS62	CASH	000000000 . CASHUSD	60,970	60,970	60,970		I
CBT	1UAUICTO4EQ4DO6ZH473	CASH	000000000 . CASHUSD	38,261	38,261	38,261		I
0199999999 Total				99,231	99,231	99,231	X X X	X X X

SCHEDULE DB - PART D - SECTION 2

Collateral for Derivative Instruments Open as of Current Statement Date

Collateral Pledged to Reporting Entity

1 Exchange, Counterparty or Central Clearinghouse	2 Type of Asset Pledged	3 CUSIP Identification	4 Description	5 Fair Value	6 Par Value	7 Book/Adjusted Carrying Value	8 Maturity Date	9 Type of Margin (I, V or IV)
LCH	F226TOH6YD6XJB17KS62	CASH	000000000 . CASHUSD	10,594	10,594	X X X		V
0299999999 Total				10,594	10,594	X X X	X X X	X X X

E10 Schedule DB Part E NONE

E11 Schedule DL - Part 1 - Securities Lending Collateral Assets NONE

E12 Schedule DL - Part 2 - Securities Lending Collateral Assets NONE

SCHEDULE E - PART 1 - CASH**Month End Depository Balances**

1 Depository		2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
						6 First Month	7 Second Month	8 Third Month	
open depositories									
Bank of NY Mellon	New York, NY					12,167,654	12,688,983	2,377,270	X X X
U.S. Bank N.A.	Portland, OR					300,457	300,457	303,113	X X X
Bank of NY Mellon Corp	Pittsburgh, PA	SD				14,426,805	163,086,259	156,613,139	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories		X X X	X X X						X X X
0199999 Totals - Open Depositories		X X X	X X X			26,894,916	176,075,699	159,293,522	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories		X X X	X X X						X X X
0299999 Totals - Suspended Depositories		X X X	X X X						X X X
0399999 Total Cash On Deposit		X X X	X X X			26,894,916	176,075,699	159,293,522	X X X
0499999 Cash in Company's Office		X X X	X X X	X X X	X X X				X X X
0599999 Total Cash		X X X	X X X			26,894,916	176,075,699	159,293,522	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
Exempt Money Market Mutual Funds - as Identified by SVO								
. 261941108	DREYFUS TREASURY SECURITIES CASH MANAGEM		09/30/2021	0.010	X X X	23,633,635	19	41
. 262006208	DREYFUS GOVT CASH MGMT-I		09/21/2021	0.000	X X X	30,000,000 .....	.....	.....
. 996086609	DREYFUS GOVT CAS MGMT INST 289		09/30/2021	0.000	X X X	10,000,000 .....	.....	.....
8599999 Subtotal - Exempt Money Market Mutual Funds - as Identified by SVO						63,633,635	19	41
All Other Money Market Mutual Funds								
. 09248U700	BLCKRCK LIQ FDFND-INST		09/02/2021	0.000	X X X	37,348,006 .....	.....	881
. 38141W273	GLDMN SCHS FIN SQ GV-FST		09/02/2021	0.000	X X X	38,252,243 .....	.....	9,081
. 61747C707	MSILF GOVERNMENT-INST		08/09/2021	0.000	X X X	14,136,136 .....	.....	504
. 999G51662	JP MORGAN US GOVT MM FUND 3164		09/30/2021	0.000	X X X	38,577,612 .....	.....	.....
. 316175108	FIDELITY INV MMKT GOVT-I		09/30/2021	0.000	X X X	39,667,938 .....	.....	.....
8699999 Subtotal - All Other Money Market Mutual Funds						167,981,935 .....	.....	10,466
9999999 Total Cash Equivalents						231,615,570	19	10,507