



# QUARTERLY STATEMENT

AS OF MARCH 31, 2014  
OF THE CONDITION AND AFFAIRS OF THE

## TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

NAIC Group Code 0421 , 0421 NAIC Company Code 24350 Employer's ID Number 56-1570971  
(Current Period) (Prior Period)

Organized under the Laws of Illinois , State of Domicile or Port of Entry Illinois  
Country of Domicile United States

Incorporated/Organized 07/30/1987 Commenced Business 08/07/1987

Statutory Home Office 111 South Wacker Street , Chicago, IL, US 60606  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 101 South Stratford Road Winston-Salem, NC, US 27104 336-723-1282  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address Post Office Box 2300 , Winston-Salem, NC, US 27102-2300  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 101 South Stratford Road Winston-Salem, NC, US 27104 336-723-1282-1155  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.triadguaranty.com

Statutory Statement Contact Randall Keith Shields 336-723-1282-1155  
(Name) (Area Code) (Telephone Number) (Extension)  
rshields@tgic.com 336-761-5174-1155  
(E-Mail Address) (Fax Number)

### OFFICERS

Name	Title	Name	Title
_____	_____	_____	_____
_____	_____	_____	_____

### OTHER OFFICERS

\_\_\_\_\_

### DIRECTORS OR TRUSTEES

\_\_\_\_\_

\_\_\_\_\_

State of .....North Carolina.....

County of .....Forsyth.....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.

a. Is this an original filing? Yes [X] No [ ]

- b. If no:
1. State the amendment number \_\_\_\_\_
  2. Date filed \_\_\_\_\_
  3. Number of pages attached \_\_\_\_\_

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**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 .....	193,104,081		193,104,081	201,832,571
2. Stocks:				
2.1 Preferred stocks .....				
2.2 Common stocks .....	8,182,074		8,182,074	8,204,400
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 \$ ..... encumbrances) .....				
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....				
5. Cash (\$ ..... 12,110,583 ), cash equivalents (\$ ..... ) and short-term investments (\$ ..... 25,093,630 ) .....	37,204,213		37,204,213	40,019,126
6. Contract loans (including \$ ..... premium notes) .....				
7. Derivatives .....				
8. Other invested assets .....				
9. Receivables for securities .....	518,861		518,861	19,564
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	239,009,228		239,009,228	250,075,661
13. Title plants less \$ ..... charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	1,834,593		1,834,593	2,211,842
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	5,229,243	6,479	5,222,764	5,347,410
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	19,050,896		19,050,896	20,130,436
15.3 Accrued retrospective premiums .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	1,004,001		1,004,001	1,894,534
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....				
17. Amounts receivable relating to uninsured plans .....				
18.1 Current federal and foreign income tax recoverable and interest thereon .....				
18.2 Net deferred tax asset .....				
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....	36,627	360	36,267	22,966
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....				
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	25,409		25,409	23,654
24. Health care (\$ ..... ) and other amounts receivable .....				
25. Aggregate write-ins for other-than-invested assets .....	409,694	409,694		
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	266,599,692	416,533	266,183,158	279,706,503
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. Total (Lines 26 and 27) .....	266,599,692	416,533	266,183,158	279,706,503
<b>DETAILS OF WRITE-INS</b>				
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. Prepaid expenses .....	409,694	409,694		
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) .....	409,694	409,694		

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....23,653,367 ) .....	462,391,887	500,806,385
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	1,837,144	3,137,948
4. Commissions payable, contingent commissions and other similar charges .....		
5. Other expenses (excluding taxes, licenses and fees) .....	9,832,839	9,711,118
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	280,473	562,611
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		
7.2 Net deferred tax liability .....		
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ ..... and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	3,903,039	3,594,166
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	748,391	766,509
13. Funds held by company under reinsurance treaties .....		
14. Amounts withheld or retained by company for account of others .....	376,584	360,376
15. Remittances and items not allocated .....	437,342	599,414
16. Provision for reinsurance (including \$ ..... certified) .....		
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....		
20. Derivatives .....		
21. Payable for securities .....	12,535	12,535
22. Payable for securities lending .....		
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$ ..... and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....	627,619,188	605,871,209
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	1,107,439,422	1,125,422,271
27. Protected cell liabilities .....		
28. Total liabilities (Lines 26 and 27) .....	1,107,439,422	1,125,422,271
29. Aggregate write-ins for special surplus funds .....		
30. Common capital stock .....	3,500,000	3,500,000
31. Preferred capital stock .....		
32. Aggregate write-ins for other than special surplus funds .....	13,350,000	13,350,000
33. Surplus notes .....	25,000,000	25,000,000
34. Gross paid in and contributed surplus .....	105,215,928	105,215,928
35. Unassigned funds (surplus) .....	(988,322,192)	(992,781,696)
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....	(841,256,264)	(845,715,768)
38. Totals (Page 2, Line 28, Col. 3)	266,183,158	279,706,503
<b>DETAILS OF WRITE-INS</b>		
2501. Deferred Premium Refund .....	154,645	11,381
2502. Deferred Payment Obligation, including carry charges .....	613,508,165	600,130,107
2503. Rescinded Premium Payable .....	5,214,586	5,729,721
2598. Summary of remaining write-ins for Line 25 from overflow page .....	8,741,792	
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	627,619,188	605,871,209
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. Unapproved interest due on Surplus Note .....	13,350,000	13,350,000
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)	13,350,000	13,350,000

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ 26,751,252 )	26,446,990	32,169,631	115,104,905
1.2 Assumed (written \$ )		46	138
1.3 Ceded (written \$ 1,212,681 )	1,217,291	1,399,364	5,450,478
1.4 Net (written \$ 25,538,571 )	25,229,699	30,770,313	109,654,565
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 23,146,771 ):			
2.1 Direct	12,128,133	37,295,525	130,753,572
2.2 Assumed			
2.3 Ceded	(575,319)	236,615	1,893,890
2.4 Net	12,703,452	37,058,910	128,859,682
3. Loss adjustment expenses incurred	(837,261)	(2,129,373)	(1,816,226)
4. Other underwriting expenses incurred	2,825,623	1,604,397	5,597,178
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2 through 5)	14,691,814	36,533,934	132,640,634
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	10,537,885	(5,763,621)	(22,986,068)
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	970,386	4,641,249	16,196,546
10. Net realized capital gains (losses) less capital gains tax of \$	1,279,795	166,340	7,984,982
11. Net investment gain (loss) (Lines 9 + 10)	2,250,181	4,807,589	24,181,528
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ )			
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income			4,791,680
15. Total other income (Lines 12 through 14)			4,791,680
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	12,788,066	(956,032)	5,987,140
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)	12,788,066	(956,032)	5,987,140
19. Federal and foreign income taxes incurred			
20. Net income (Line 18 minus Line 19)(to Line 22)	12,788,066	(956,032)	5,987,140
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	(845,715,766)	(852,748,289)	(852,748,289)
22. Net income (from Line 20)	12,788,066	(956,032)	5,987,140
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	(21,702)	(428,126)	322,513
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax			
27. Change in nonadmitted assets	434,930	489,734	722,869
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	(8,741,792)		
38. Change in surplus as regards policyholders (Lines 22 through 37)	4,459,502	(894,424)	7,032,522
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	(841,256,264)	(853,642,713)	(845,715,766)
<b>DETAILS OF WRITE-INS</b>			
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. Other Income - Service Fees on information technology			
1402. Income received under Asset Purchase Agreement			4,791,680
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)			4,791,680
3701. Deferred Payment Obligation			
3702. Increase in Contingency Reserve	(12,604,491)	(15,385,277)	(54,827,282)
3703. Decrease in Contingency Reserve	3,862,699	15,385,277	54,827,282
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	(8,741,792)		

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	26,181,293	31,906,299	119,527,897
2. Net investment income .....	1,964,903	5,386,601	21,534,907
3. Miscellaneous income .....			4,791,680
4. Total (Lines 1 to 3) .....	28,146,196	37,292,900	145,854,484
5. Benefit and loss related payments .....	37,312,901	47,999,509	510,518,993
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	2,648,276	4,974,727	12,237,329
8. Dividends paid to policyholders .....			
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....			
10. Total (Lines 5 through 9) .....	39,961,177	52,974,236	522,756,323
11. Net cash from operations (Line 4 minus Line 10) .....	(11,814,981)	(15,681,336)	(376,901,838)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	38,013,890	47,227,676	499,961,260
12.2 Stocks .....	295	2,802	2,068
12.3 Mortgage loans .....			
12.4 Real estate .....			
12.5 Other invested assets .....			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....			28,853
12.7 Miscellaneous proceeds .....			
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	38,014,185	47,230,478	499,992,181
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	28,514,849		128,805,300
13.2 Stocks .....			
13.3 Mortgage loans .....			
13.4 Real estate .....			
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....	499,296	2,173	3,990
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	29,014,145	2,173	128,809,290
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) .....	9,000,040	47,228,305	371,182,891
<b>Cash from Financing and Miscellaneous Sources</b>			
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).....	28	30,794	(84,073,382)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	28	30,794	(84,073,382)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	(2,814,913)	31,577,763	(89,792,330)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	40,019,126	129,811,456	129,811,456
19.2 End of period (Line 18 plus Line 19.1) .....	37,204,213	161,389,219	40,019,126

## NOTES TO FINANCIAL STATEMENTS

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**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
- 1.2 If yes, has the report been filed with the domiciliary state? ..... Yes  No
- 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
- 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  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
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.  
.....
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes  No
- 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  NA   
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. ....12/31/2007
- 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. ....12/31/2007
- 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). ....06/03/2009
- 6.4 By what department or departments?  
Illinois Department of Insurance.....
- 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  No  NA
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes  No  NA
- 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
- 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
- 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
- 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

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**GENERAL INTERROGATORIES**

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  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

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  No

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).  
 .....

**FINANCIAL**

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes  No

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....

**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

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: ..... \$ .....

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

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

14.2 If yes, please complete the following:

	1		2
	Prior Year-End Book/Adjusted Carrying Value		Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ .....		\$ .....
14.22 Preferred Stock .....	\$ .....		\$ .....
14.23 Common Stock .....	\$ 8,204,400		\$ 8,182,074
14.24 Short-Term Investments .....	\$ .....		\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....		\$ .....
14.26 All Other .....	\$ .....		\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ 8,204,400		\$ 8,182,074
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  No

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes  No

If no, attach a description with this statement.

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**GENERAL INTERROGATORIES**

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

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  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
The Northern Trust Company.....	50 South La Salle Street Chicago, IL 60603.....

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

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 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
111135.....	Mesirow Financial Investment Management, Inc.....	535 N. Clark Street, Chicago, Illinois 60654.....

- 18.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? ..... Yes  No

18.2 If no, list exceptions:

.....



**SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurance Treaties - 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
<p><b>NONE</b></p>						

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

**Current Year to Date - Allocated by States and Territories**

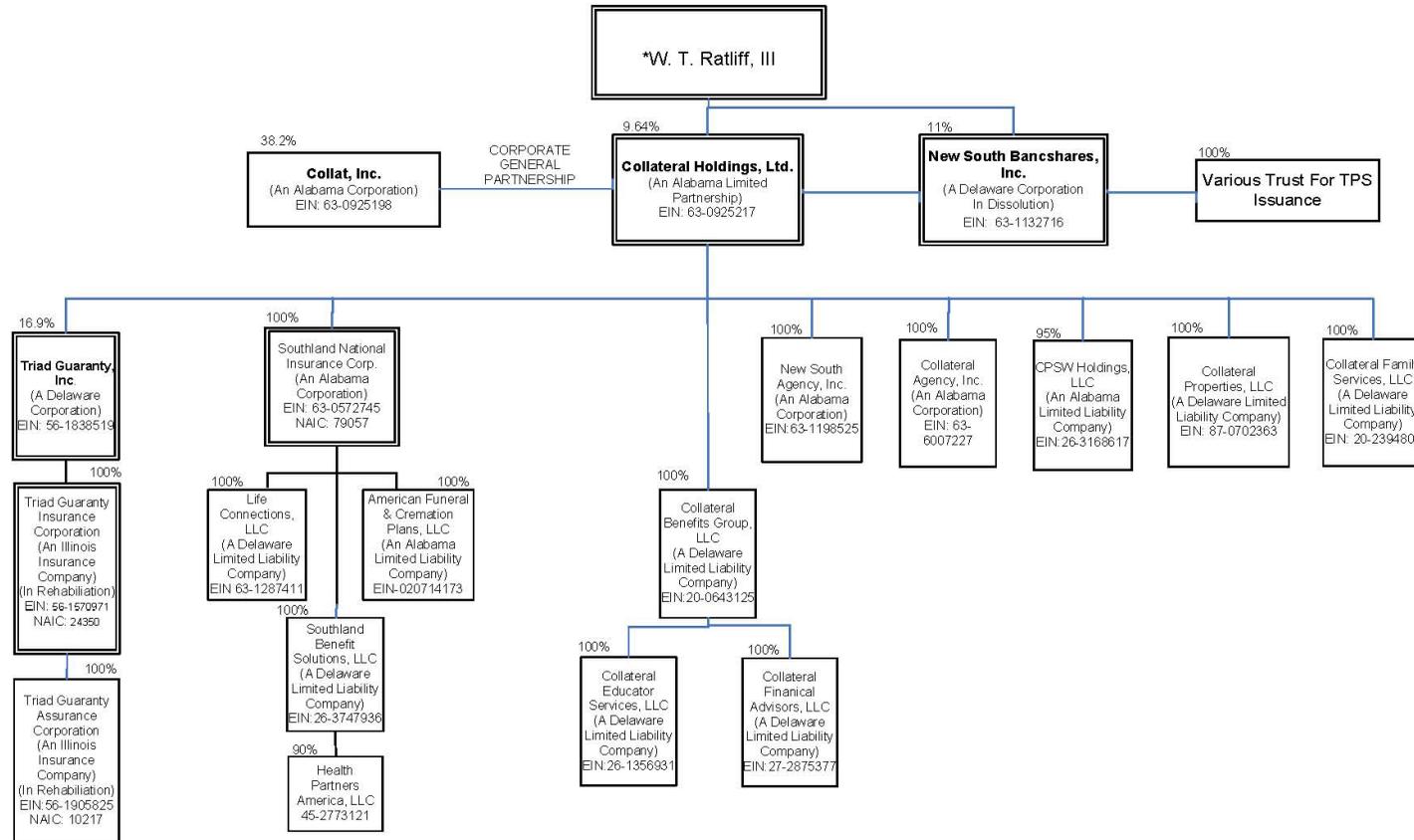
States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid		
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date	
1. Alabama	AL	L	78,390	95,498	127,866	308,385	1,139,329	1,159,914
2. Alaska	AK	L						
3. Arizona	AZ	L	401,844	467,847	638,573	2,597,423	3,660,229	7,110,595
4. Arkansas	AR	L	128,064	182,135	123,022	254,859	1,162,924	1,912,549
5. California	CA	L	5,677,632	6,344,039	14,733,673	24,791,886	136,908,715	188,880,667
6. Colorado	CO	L	1,121,172	1,684,069	2,931,436	2,182,045	12,971,814	22,834,174
7. Connecticut	CT	L	84,412	87,183	135,641	85,381	1,727,716	1,803,107
8. Delaware	DE	L	27,476	29,943			184,662	286,565
9. Dist. Columbia	DC	L	1,508,364	1,748,663	4,675,665	8,076,428	51,572,008	70,532,180
10. Florida	FL	L	988,703	1,233,129	3,869,273	4,980,042	30,525,703	44,667,977
11. Georgia	GA	L	435,675	576,681	654,629	904,052	3,869,671	7,078,431
12. Hawaii	HI	L	1,548	1,549			784	880
13. Idaho	ID	L	2,212	4,085			7,052	91,806
14. Illinois	IL	L	708,019	839,625	1,713,861	3,364,114	13,327,002	19,961,116
15. Indiana	IN	L	49,529	94,558	1,460	78,984	792,542	1,187,906
16. Iowa	IA	L	4,452	11,289	(150)	51,239	102,672	121,899
17. Kansas	KS	L	43,518	57,331	80,065	96,113	433,586	422,184
18. Kentucky	KY	L	162,259	228,933	382,913	568,566	1,854,909	2,888,761
19. Louisiana	LA	L	40,372	48,175	48,854	44,014	235,021	323,488
20. Maine	ME	L						
21. Maryland	MD	L	285,333	325,879	587,101	352,901	6,617,294	8,425,336
22. Massachusetts	MA	L	168,642	177,474	322,629	181,314	2,787,298	3,719,081
23. Michigan	MI	L	398,653	523,666	1,417,725	1,277,314	6,087,333	8,701,565
24. Minnesota	MN	L	4,713,710	5,956,356	8,864,766	13,533,258	67,378,567	93,742,648
25. Mississippi	MS	L	29,394	39,646	(300)	(633)	216,460	256,712
26. Missouri	MO	L	75,271	92,106	20,245	98,420	376,662	776,180
27. Montana	MT	L	2,772	3,232			1,403	1,836
28. Nebraska	NE	L	80	80			40	45
29. Nevada	NV	L	89,550	112,556	212,239	486,210	1,989,501	3,227,675
30. New Hampshire	NH	L	7,941	7,820		92,338	4,019	4,443
31. New Jersey	NJ	L	518,925	566,952	1,034,432	1,095,847	16,285,064	18,143,059
32. New Mexico	NM	L	52,669	61,086	28,746	287,667	622,225	958,164
33. New York	NY	L	213,470	232,282	301,769	413,501	6,925,856	8,064,466
34. No. Carolina	NC	L	844,558	1,091,698	943,633	1,929,584	9,071,544	12,637,446
35. No. Dakota	ND	L						
36. Ohio	OH	L	313,345	395,878	835,675	1,062,715	4,264,981	7,371,134
37. Oklahoma	OK	L	236,831	313,229	223,969	181,980	1,728,325	2,165,938
38. Oregon	OR	L	52,415	74,345	83,083	212,189	706,750	1,404,177
39. Pennsylvania	PA	L	300,074	386,420	321,830	1,106,355	4,752,846	5,544,624
40. Rhode Island	RI	L	20,452	23,945	(150)	39,968	656,349	615,559
41. So. Carolina	SC	L	472,200	604,622	769,919	1,157,195	6,295,459	9,298,043
42. So. Dakota	SD	L	1,338	1,339			677	761
43. Tennessee	TN	L	205,020	298,963	275,524	619,422	2,412,779	2,995,477
44. Texas	TX	L	5,569,639	6,506,827	4,946,371	9,006,215	59,481,420	72,515,986
45. Utah	UT	L	53,551	64,130	68,029	257,542	558,183	866,607
46. Vermont	VT	L						
47. Virginia	VA	L	486,333	602,971	888,474	1,987,343	9,808,997	13,386,361
48. Washington	WA	L	66,792	87,127	235,178	457,608	983,263	1,720,606
49. West Virginia	WV	L	31,793	42,335			208,636	143,371
50. Wisconsin	WI	L	60,299	73,159	(103)	167,321	1,057,840	1,202,336
51. Wyoming	WY	L	16,869	18,378		74,192	8,539	10,442
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CAN							
58. Aggregate Other Alien	OT	XXX						
59. Totals	(a) 51		26,751,562	32,419,233	52,497,568	84,461,297	471,764,649	649,164,277
<b>DETAILS OF WRITE-INS</b>								
58001.		XXX						
58002.		XXX						
58003.		XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page.		XXX						
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)		XXX						

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

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

**COLLATERAL FAMILY OF COMPANIES**



\*William T. Ratliff, III 7.36% ownership, Alabama resident  
William T. Ratliff, Jr., 29.58% ownership, Alabama resident

STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

**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
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Name 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)	*
0421	Collateral Holding, Ltd.						William T. Ratliff, and family	USA	UDP	Collat general partnership, William T. Ratliff, and family	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		63-0925217				Collateral Holdings, Ltd.	USA	UDP	William T. Ratliff, and family	Ownership	100.0	William T. Ratliff, and family	.5
0421	Collateral Holding, Ltd.		63-0925198				Collat, Inc.	USA	NIA	William T. Ratliff, and family	Ownership	100.0	William T. Ratliff, and family	.4
0421	Collateral Holding, Ltd.		56-1838519		0000911631	OTCBB	Triad Guaranty, Inc.	USA	NIA	Collateral Holdings, Ltd.	Ownership	16.9	William T. Ratliff, and family	.1
0421	Collateral Holding, Ltd.	24350	56-1570971				Triad Guaranty Insurance Corporation (In Rehabilitation)	USA	IA	Triad Guaranty, Inc.	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.	10217	56-1905825				Triad Guaranty Assurance Corporation (In Rehabilitation)	USA	IA	Triad Guaranty Insurance Corporation	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.	79057	63-0572745				Southland National Insurance Corporation	USA		Collateral Holdings, Ltd.	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		02-0714173				American Funeral & Cremation Plans, LLC	USA	DS	Southland National Insurance Corporation	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		26-3747936				Southland Benefits Solutions, LLC	USA	DS	Southland National Insurance Corporation	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		45-2773121				Health Partner America, LLC	USA	DS	Southland Benefit Solutions, LLC	Ownership	90.0	William T. Ratliff, and family	.2
0421	Collateral Holding, Ltd.		63-6007227				Collateral Agency, Inc.	USA	NIA	Collateral Holdings, Ltd.	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		20-2394804				Collateral Family Services, LLC	USA	NIA	Collateral Holdings, Ltd.	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		26-3168617				CPSW Holdings, LLC	USA	NIA	Collateral Holdings, Ltd.	Ownership	95.0	William T. Ratliff, and family	.3
0421	Collateral Holding, Ltd.		87-0702363				Collateral Properties, LLC	USA	NIA	Collateral Holdings, Ltd.	Ownership	100.0	William T. Ratliff, and family	
0421	Collateral Holding, Ltd.		20-0643125				Collateral Benefits Group, LLC	USA	NIA	Collateral Holdings, Ltd.	Ownership	100.0	William T. Ratliff, and family	



**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**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	26,446,990	12,128,133	45.9	115.9
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
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	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business				
35. TOTALS	26,446,990	12,128,133	45.9	115.9
<b>DETAILS OF WRITE-INS</b>				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)				

**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		26,751,252	32,419,233
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
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	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business			
35. TOTALS	26,751,252	26,751,252	32,419,233
<b>DETAILS OF WRITE-INS</b>			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page			
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)			

STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

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)	2014 Loss and LAE Payments on Claims Reported as of Prior Year-End	2014 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2014 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 Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2011 + Prior .....	271,248		271,248	28,344		28,344	255,167			255,167	12,263		12,263
2. 2012 .....	95,706	1,932	97,639	13,805		13,805	82,914			82,914	1,012	(1,932)	(920)
3. Subtotals 2012 + prior .....	366,955	1,932	368,887	42,149		42,149	338,081			338,081	13,275	(1,932)	11,342
4. 2013 .....	117,666	17,392	135,057	9,937		9,937	101,165		1,320	102,485	(6,564)	(16,072)	(22,635)
5. Subtotals 2013 + prior .....	484,620	19,324	503,944	52,086		52,086	439,246		1,320	440,566	6,711	(18,004)	(11,293)
6. 2014 .....	XXX	XXX	XXX	XXX	(504)	(504)	XXX	11,782	11,881	23,663	XXX	XXX	XXX
7. Totals .....	484,620	19,324	503,944	52,086	(504)	51,581	439,246	11,782	13,201	464,229	6,711	(18,004)	(11,293)
8. Prior Year-End Surplus As Regards Policyholders	(845,716)												
											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 1.4	2. (93.2)	3. (2.2)
													Col. 13, Line 7 Line 8
													4. 1.3

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**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.

	<u>Response</u>
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.....

**Explanation:**

- 1.
- 2.
- 3.
- 4.

**Bar Code:**

1.	 2 4 3 5 0 2 0 1 4 4 9 0 0 0 0 0 1
2.	 2 4 3 5 0 2 0 1 4 4 5 5 0 0 0 0 1
3.	 2 4 3 5 0 2 0 1 4 3 6 5 0 0 0 0 1
4.	 2 4 3 5 0 2 0 1 4 5 0 5 0 0 0 0 1

**OVERFLOW PAGE FOR WRITE-INS**

PQ003 Additional Aggregate Lines for Page 03 Line 25.

\*LIAB

	1 Current Statement Date	2 December 31, Prior Year
2504. Contingency Reserve.....	8,741,792	
2597. Summary of remaining write-ins for Line 25 from Page 03	8,741,792	

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**SCHEDULE A – VERIFICATION**

**Real Estate**

	1 Year To Date	2 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 Year To Date	2 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 and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
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 Year To Date	2 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. 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 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) .....		
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12)		

**NONE**

**SCHEDULE D – VERIFICATION**

**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	210,036,971	575,507,646
2. Cost of bonds and stocks acquired .....	29,366,187	128,805,303
3. Accrual of discount .....	95,272	1,350,852
4. Unrealized valuation increase (decrease) .....	(21,695)	321,886
5. Total gain (loss) on disposals .....	1,279,499	7,975,737
6. Deduct consideration for bonds and stocks disposed of .....	38,863,890	501,044,584
7. Deduct amortization of premium .....	606,189	2,879,869
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) .....	201,286,155	210,036,971
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11)	201,286,155	210,036,971

STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

**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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a).....	200,790,306	33,417,940	46,141,277	6,769,831	194,836,800			200,790,306
2. NAIC 2 (a).....	24,823,998	10,323,282	5,028,647	(7,389,062)	22,729,570			24,823,998
3. NAIC 3 (a).....	263,627		39,023	706	225,310			263,627
4. NAIC 4 (a).....	12,544		471	176,413	188,486			12,544
5. NAIC 5 (a).....	117,435	470	7,000	.52	110,957			117,435
6. NAIC 6 (a).....	302,606	1,209	21,412	(175,817)	106,587			302,606
7. Total Bonds	226,310,516	43,742,901	51,237,830	(617,877)	218,197,710			226,310,516
<b>PREFERRED STOCK</b>								
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	226,310,516	43,742,901	51,237,830	(617,877)	218,197,710			226,310,516

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

**SCHEDULE DA - PART 1**

## Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	25,093,630	XXX	25,362,980	798	

**SCHEDULE DA - VERIFICATION**

## Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	24,477,944	86,710,197
2. Cost of short-term investments acquired .....	14,376,715	716,646,323
3. Accrual of discount .....		26,081
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals .....		4,643
6. Deduct consideration received on disposals .....	13,653,440	777,819,534
7. Deduct amortization of premium.....	107,589	1,089,766
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).....	25,093,630	24,477,944
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	25,093,630	24,477,944

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

**STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**SCHEDULE E - VERIFICATION**

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....		
2. Cost of cash equivalents acquired .....		11,282,964
3. Accrual of discount .....		2,036
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals .....		11,285,000
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) .....		
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11)		

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3

**NONE**

STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

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 or Market Indicator (a)
<b>Bonds - U.S. Governments</b>									
912828-B4-1	UNITED STATES TREAS NTS		02/11/2014	BARCLAYS BANK		1,025,884	1,025,000	127	1
912828-WE-6	UNITED STATES TREAS NTS		03/11/2014	VARIOUS		6,816,384	6,828,000	56,427	1
<b>0599999 - Bonds - U.S. Governments</b>						7,842,268	7,853,000	56,555	XXX
<b>Bonds - All Other Governments</b>									
<b>Bonds - U.S. States, Territories and Possessions</b>									
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
<b>Bonds - U.S. Special Revenue</b>									
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
025816-BD-0	AMERICAN EXPRESS CO		02/26/2014	FIRST BOSTON		785,979	828,000	5,546	1FE
12668B-TJ-2	COUNTRYWIDE ALTERNATIVE LOAN TRUST		03/25/2014	DIRECT		273	273		5FE
12669Y-AC-6	CMBS MTG PASS-THROUGH TR 2006-J4		03/25/2014	DIRECT		1,209	1,209		6FE
172967-FF-3	CITIGROUP		02/26/2014	VARIOUS		3,516,655	3,100,000	79,192	1FE
20825C-AR-5	CONOCOPHILLIPS		02/26/2014	NOMURA		117,599	100,000	511	1FE
22546Q-AD-9	CREDIT SUISSE AG MEDIUM TERM S	F	01/15/2014	FIRST BOSTON		1,135,420	1,000,000	1,050	2FE
260543-CF-8	DOW CHEM CO		02/26/2014	VARIOUS		3,263,494	3,100,000	38,363	2FE
36962G-4J-0	GENERAL ELEC CAP CORP MEDIUM T		03/10/2014	WACHOVIA		2,305,100	2,000,000	19,861	1FE
46625H-JD-3	JPMORGAN CHASE & CO		01/31/2014	MERRILL LYNCH		2,668,575	2,500,000	3,438	1FE
50075N-BA-1	KRAFT FOODS INC		02/26/2014	VARIOUS		3,138,834	2,740,000	9,409	2FE
59018Y-NG-4	MERRILL LYNCH & CO		02/26/2014	PARIBAS		23,771	20,000	489	2FE
665859-AN-4	NORTHERN TR CORP		01/15/2014	USBANCI		1,805,049	1,937,000	21,596	1FE
761118-TB-4	RESIDENTIAL ACCREDIT LNS INC MTG PASS TH		02/27/2014	DIRECT		197	197		5FE
86359L-TB-5	STRUCTURED ASSET MTG INVTs II INC		02/25/2014	DIRECT			33		6FE
88732J-BB-3	TIME WARNER CABLE INC		03/10/2014	JPM CHASE		1,124,161	1,093,000	2,004	2FE
92344G-AM-8	VERIZON GLOBAL FUNDING CORP		03/11/2014	WACHOVIA		1,637,602	1,270,000	28,160	2FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						21,523,919	19,689,712	209,619	XXX
<b>Bonds - Hybrid Securities</b>									
<b>Bonds - Parent, Subsidiaries and Affiliates</b>									
<b>8399997 - Subtotals - Bonds - Part 3</b>						29,366,187	27,542,712	266,174	XXX
<b>8399999 - Subtotals - Bonds</b>						29,366,187	27,542,712	266,174	XXX
<b>Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)</b>									
<b>Preferred Stocks - Parent, Subsidiaries and Affiliates</b>									
<b>Common Stocks - Industrial and Miscellaneous</b>									
<b>Common Stocks - Parent, Subsidiaries and Affiliates</b>									
<b>Common Stocks - Mutual Funds</b>									
<b>Common Stocks - Money Market Mutual Funds</b>									
<b>9999999 Totals</b>						29,366,187	XXX	266,174	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....

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STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in 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 or Market Indicator (a)	
<b>Bonds - U.S. Governments</b>																						
383766-6E-5	GNMA		03/01/2014	PAYDOWN		75,290	75,290	75,113	75,289		1		1		75,290				204	07/16/2033	1	
383766-AG-5	GNMA		03/01/2014	PAYDOWN		15,459	15,459	16,029	15,474		(15)		(15)		15,459				85	04/16/2038	1	
383766-RO-5	GNMA		03/01/2014	PAYDOWN		40,807	40,807	41,284	40,818		(11)		(11)		40,807				259	08/16/2039	1	
38378B-AH-2	GNMA		03/01/2014	PAYDOWN		97,072	97,072	97,153	97,074		(2)		(2)		97,072				301	12/16/2037	1	
<b>0599999 - Bonds - U.S. Governments</b>						228,628	228,628	229,579	228,655		(27)		(27)		228,628				849		XXX	XXX
<b>Bonds - All Other Governments</b>																						
<b>Bonds - U.S. States, Territories and Possessions</b>																						
010257-EY-5	ALABAMA DRINKING WTR FIN AUTH		01/22/2014	CALLED		2,000,000	2,000,000	1,837,600	1,873,060			560	560		1,873,620		126,380	126,380	40,340	08/15/2024	1FE	
199546-A0-5	COLUMBUS OHIO REGL ARPT AUTH REV		01/01/2014	CALLED		535,000	535,000	503,349	535,000						535,000				14,713	01/01/2019	1FE	
41981T-CH-4	HAWAII ST HBR SYS REV		01/01/2014	MATURED		1,430,000	1,430,000	1,478,263	1,430,000						1,430,000				35,750	01/01/2014	1FE	
45129T-H0-3	IDAHO HSG & FIN ASSN		01/02/2014	CALLED		5,000	5,000	5,000	5,000						5,000				146	07/01/2016	1FE	
491026-RW-2	KENTON CNTY KY ARPT BRD ARPT REV		03/01/2014	MATURED		500,000	500,000	501,190	499,460			540	540		500,000				12,125	03/01/2014	1FE	
509354-DR-4	LAKE CNTY IND PUB LIBR DIST		02/01/2014	CALLED		1,000,000	1,000,000	920,036	936,955			63,045	63,045		1,000,000				23,750	02/01/2024	1FE	
605275-M0-6	MISSISSIPPI BUSINESS FIN CORP MISS INDL		01/23/2014	DIR		24,791	24,791	23,803	23,921			4	4		23,925		865	865	496	01/01/2022	2	
717903-YN-2	PHILADELPHIA PA HOSPS & HIGHER ED FACS A		01/02/2014	CALLED		30,000	30,000	30,000	30,000						30,000				795	01/01/2018	1FE	
882720-VM-4	TEXAS ST		01/21/2014	CALLED		500,000	500,000	465,965	472,532			109	109		472,641		27,359	27,359	12,396	08/01/2025	1FE	
896479-BN-1	TRINITY CNTY CALIF PUB UTILS DIST CTF PA		03/03/2014	CALLED		1,500,000	1,500,000	1,271,280	1,324,741			2,452	2,452		1,327,193		172,807	172,807	31,250	04/01/2023	1FE	
921624-AG-7	VANCOUVER WASH DOWNTOWN REDEV AUTH REV		01/01/2014	CALLED		1,900,000	1,900,000	1,081,651	1,130,576						1,130,576		769,424	769,424	49,875	01/01/2028	1FE	
<b>1799999 - Bonds - U.S. States, Territories and Possessions</b>						9,424,791	9,424,791	8,118,136	8,261,246			66,709	66,709		8,327,955		1,096,836	1,096,836	221,636		XXX	XXX
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>																						
798136-ND-5	SAN JOSE CA		03/01/2014	MATURED		500,000	500,000	522,055	500,205			(205)	(205)		500,000				12,500	03/01/2014	1FE	
<b>2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>						500,000	500,000	522,055	500,205			(205)	(205)		500,000				12,500		XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																						
3128MB-VP-3	FEDERAL HOME LN MTG CORP		03/01/2014	PAYDOWN		49,037	49,037	47,888	48,958			80	80		49,037				344	04/01/2023	1	
3128PK-7A-6	FEDERAL HOME LN MTG CORP		03/01/2014	PAYDOWN		85,346	85,346	85,159	85,346			5	5		85,346				648	06/01/2023	1	
3128PK-XM-1	FEDERAL HOME LN MTG CORP		03/01/2014	PAYDOWN		124,359	124,359	124,359	124,359						124,359				1,524	05/01/2023	1	
31349U-B3-1	FEDERAL HOME LN MTG CORP		03/01/2014	PAYDOWN		878	878	947	883			(6)	(6)		878				9	11/01/2036	1	
314020-ZE-4	FNMA		03/01/2014	PAYDOWN		796	796	821	796						796				3	02/01/2035	1	
31403B-PC-1	FNMA		03/01/2014	PAYDOWN		1,795	1,795	1,874	1,798			(4)	(4)		1,795				13	11/01/2018	1	
31403D-RH-4	FNMA		03/01/2014	PAYDOWN		8,337	8,337	8,874	8,337						8,337				18	08/01/2036	1	
31403D-VZ-9	FNMA		03/01/2014	PAYDOWN		2,864	2,864	3,134	3,038			(175)	(175)		2,864				30	11/01/2036	1	
31404V-Y6-9	FNMA		03/01/2014	PAYDOWN		6,508	6,508	6,794	6,523			(15)	(15)		6,508				48	05/01/2019	1	
31405H-6L-7	FNMA		03/01/2014	PAYDOWN		81	81	84	81						81				8	08/01/2034	1	
31405R-CR-5	FNMA		03/01/2014	PAYDOWN		13,936	13,936	14,581	13,982			(46)	(46)		13,936				114	10/01/2019	1	
31410K-JY-1	FNMA		03/01/2014	PAYDOWN		12,490	12,490	13,350	12,490			(29)	(29)		12,490				119	05/01/2038	1	
31410R-6J-3	FNMA		03/01/2014	PAYDOWN		2,529	2,529	2,615	2,530						2,529				11	06/01/2036	1	
31411Y-DP-5	FNMA		03/01/2014	PAYDOWN		12,185	12,185	12,805	12,556			(371)	(371)		12,185				83	05/01/2037	1	
31412W-SD-1	FNMA		03/01/2014	PAYDOWN		2,720	2,720	2,902	2,747			(27)	(27)		2,720				25	05/01/2038	1	
31414D-JF-1	FNMA		03/01/2014	PAYDOWN		230,348	230,348	226,641	230,252			96	96		230,348				1,276	05/01/2023	1	
31416J-PH-8	FNMA		03/01/2014	PAYDOWN		28,000	28,000	30,435	28,158			(158)	(158)		28,000				144	11/01/2032	1	
31417Y-T7-2	FNMA		03/01/2014	PAYDOWN		14,020	14,020	14,074	14,025			(4)	(4)		14,020				84	11/01/2025	1	
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>						596,229	596,229	597,337	596,882			(653)	(653)		596,229				4,493		XXX	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																						
02005J-AC-3	ALLY AUTO REV		03/15/2014	PAYDOWN		1,024,327	1,024,327	1,025,927	1,025,310			(983)	(983)		1,024,327				1,598	08/17/2015	1FE	
02006A-AC-1	ALLY AUTO REV		03/15/2014	PAYDOWN		733,406	733,406	735,584	733,754			(348)	(348)		733,406				891	04/15/2016	1FE	
02006J-AA-6	2013-1 AMERICREDIT AUTOMOBILE RECEIVABLES TR 20		03/15/2014	PAYDOWN		542,429	542,429	541,963	542,327			102	102		542,429				409	10/15/2015	1FE	
03064U-AB-6	BOTTLING GROUP LLC		01/08/2014	PAYDOWN		26,797	26,797	26,795	26,797			(1)	(1)		26,797				20	10/08/2015	1FE	
10138M-AG-0	OME GROUP INC		03/11/2014	SALOMON		2,193,760	2,000,000	2,253,580	2,118,320			(10,300)	(10,300)		2,108,020		85,740	85,740	49,806	04/01/2016	1FE	
125720-AD-7	COUNTRYWIDE ALTERNATIVE LOAN TRUST		02/15/2014	MATURED		850,000	850,000	899,564	851,338			(1,338)	(1,338)		850,000				24,438	02/15/2014	1FE	
12668B-TJ-2			03/25/2014	VARIOUS		3,922	4,195	3,155	3,922						4,195		(273)	(273)	39	04/25/2036	5FE	

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STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN REHABILITATION

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in 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 or Market Indicator (a)
12669G-LP-4	CMWBS INC.		03/01/2014	PAYDOWN		1,562	1,562	1,031	1,562						1,562				.5	03/25/2035	5FE
12669Y-AC-6	CMWBS MTG PASS-THROUGH TR 2006-J4		03/25/2014	VARIOUS		3,475	4,684	3,450	3,475						4,684		(1,209)	(1,209)	.46	09/25/2036	6FE
14313M-AB-0	CARMAX AUTO OWNER TR		03/15/2014	PAYDOWN		846,673	846,673	846,649	846,670		.4		.4		846,673				.599	06/15/2016	1FE
15200D-AC-1	CENTERPOINT ENERGY INC CITICORP MTG SECS TR SER		02/01/2014	PAYDOWN		756,060	756,060	823,289	779,751		(23,691)		(23,691)		756,060				19,242	08/01/2015	1FE
173105-AC-1	2007-1		03/01/2014	PAYDOWN		16,669	16,669	15,681	16,669						16,669				.90	01/25/2037	6FE
22541S-OM-4	CREDIT SUISSE FIRST BOSTON MTG SECS CORP		03/01/2014	PAYDOWN		12,162	12,162	12,207	12,174		(12)		(12)		12,162				.130	04/25/2019	1FE
225458-XS-2	CREDIT SUISSE FIRST BOSTON MTG SECS CORP		03/01/2014	PAYDOWN		.471	.471	.464	.471						.471				.4	07/25/2020	4FE
34529T-AC-1	FORD CR AUTO LEASE TR		01/15/2014	PAYDOWN		531,043	531,043	531,883	531,677		(634)		(634)		531,043				.465	10/15/2014	1FE
34529Y-AB-2	FORD CR AUTO OWNER TR		03/15/2014	PAYDOWN		176,172	176,172	176,159	176,170		.1		.1		176,172				.217	12/15/2016	1FE
34530E-AB-3	2013-B		03/15/2014	PAYDOWN		986,815	986,815	986,735	986,800		.15		.15		986,815				.606	02/15/2016	1FE
36242D-QY-2	GS MTG SECS CORP		03/01/2014	PAYDOWN		1,999	1,999	1,557	1,999		.11		.11		1,999				.23	12/25/2034	3FE
36830H-AC-6	GE EQUIP SMALL TICKET L L C SER 2011-1		01/21/2014	PAYDOWN		43,316	43,316	43,445	43,495		(179)		(179)		43,316				.52	01/21/2018	1FE
41283T-AC-2	HARLEY DAVIDSON MOTORCYCLE TR 2012-1		03/15/2014	PAYDOWN		73,167	73,167	73,154	73,166		.1		.1		73,167				.95	04/17/2017	1FE
43813X-AC-8	HONDA AUTO RECEIVABLES		03/15/2014	PAYDOWN		227,324	227,324	227,322	227,324						227,324				.293	05/15/2016	1FE
44890H-AC-7	HYUNDAI AUTO RECEIVABLES		03/15/2014	PAYDOWN		231,469	231,469	231,430	231,465		.5		.5		231,469				.238	09/15/2016	1FE
44890L-AB-0	HYUNDAI AUTO RECEIVABLES		03/15/2014	PAYDOWN		414,663	414,663	414,661	414,662						414,663				.522	03/15/2016	1FE
46625H-HR-4	JPMORGAN CHASE & CO.		01/31/2014	PAYDOWN		2,592,650	2,500,000	2,494,875	2,498,375		.50		.50		2,498,425		94,225	94,225	9,681	06/24/2015	1FE
477867-AC-9	JOHN DEERE OWNER TR		03/15/2014	PAYDOWN		1,077,437	1,077,437	1,083,370	1,081,465		(4,028)		(4,028)		1,077,437				2,137	01/15/2016	1FE
57643M-DE-1	MASTR ASSET SECURITIZATION TR		03/01/2014	PAYDOWN		17,899	17,899	18,114	17,933		(34)		(34)		17,899				.118	07/25/2019	3FE
58768T-AC-0	MERCEDES BENZ AUTO LEASE TRS 2012-A		03/15/2014	PAYDOWN		1,794,646	1,794,646	1,794,547	1,794,625		.21		.21		1,794,646				2,579	11/17/2014	1FE
761118-TB-4	RESIDENTIAL ACCREDIT LNS		03/25/2014	VARIOUS		955	1,246	706	994		.52		.52		1,243		(288)	(288)	.5	01/25/2036	5FE
78355H-JL-4	RYDER SYS INC MEDIUM TERM NTS BOOK ENTRY		03/01/2014	MATURED		5,000,000	5,000,000	5,272,250	5,259,950		(259,950)		(259,950)		5,000,000				146,250	03/01/2014	2FE
80282U-AB-0	SANTANDER DRIVE AUTO RECEIVABLES TR 2012		03/15/2014	PAYDOWN		1,203,068	1,203,068	1,203,781	1,203,639		(571)		(571)		1,203,068				1,119	12/15/2015	1FE
80282X-AB-4	SANTANDER DRIVE AUTO RECEIVABLES TR 2012		01/15/2014	PAYDOWN		518,111	518,111	518,556	518,472		(361)		(361)		518,111				.341	08/17/2015	1FE
80283C-AB-9	SANTANDER DRIVE AUTO RECEIVABLES TR 2012	E	03/15/2014	PAYDOWN		1,011,714	1,011,714	1,011,359	1,011,524		.191		.191		1,011,714				.793	09/15/2015	1FE
822582-AF-9	SHELL INTL FIN	F	03/10/2014	BNPPARIB		5,004,350	5,000,000	4,998,650	4,999,400		.500		.500		4,999,900		4,450	4,450	95,556	03/21/2014	1FE
86359L-TB-5	STRUCTURED ASSET MTG INVTS II INC		03/25/2014	VARIOUS		.91	.91	.11	.58					.58				.33	.33	02/25/2036	6FE
92867F-AC-9	VOLKSWAGEN AUTO LEASE TR 2011-A		01/21/2014	CALLED		97,539	97,539	97,611	97,556		(4)		(4)		97,552		(13)	(13)	.98	10/20/2014	1FE
949758-AD-8	WELLS FARGO MTG BACKED SECS 2004-O TR		03/01/2014	PAYDOWN		19,124	19,124	19,148	19,325		(179)		(201)		19,124				.115	08/25/2034	3FE
94979X-AA-5	WELLS FARGO MTG BACKED SECS 2003-H TR		03/01/2014	PAYDOWN		4,722	4,722	4,576	4,535		.187		.187		4,722				.17	09/25/2033	2FE
98157H-AB-3	WORLD OMNI AUTO RECEIVABLES TR 2012-A		03/15/2014	PAYDOWN		74,255	74,255	74,250	74,255						74,255				.119	02/15/2017	1FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						28,114,243	27,825,256	28,467,487	28,231,392	(179)	(301,314)		(301,493)		27,931,579		182,664	182,664	358,756	XXX	XXX
<b>Bonds - Hybrid Securities</b>																					
<b>Bonds - Parent, Subsidiaries, and Affiliates</b>																					
<b>8399997 - Subtotals - Bonds - Part 4</b>						38,863,890	38,574,903	37,934,594	37,818,380	(179)	(235,490)		(235,669)		37,584,390		1,279,499	1,279,499	598,234	XXX	XXX
<b>8399999 - Subtotals - Bonds</b>						38,863,890	38,574,903	37,934,594	37,818,380	(179)	(235,490)		(235,669)		37,584,390		1,279,499	1,279,499	598,234	XXX	XXX
<b>Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)</b>																					
<b>Preferred Stocks - Parent, Subsidiaries, and Affiliates</b>																					
<b>Common Stocks - Industrial and Miscellaneous (Unaffiliated)</b>																					

EO5.1



Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**



STATEMENT AS OF MARCH 31, 2014 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
<b>NONE</b>							
8699999 Total Cash Equivalents							