



# QUARTERLY STATEMENT

AS OF MARCH 31, 2016  
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 222 Merchandise Mart Plaza, Suite 960 , Chicago, IL, US 60654  
(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 .....

County of .....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 [ ] 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, 2016 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 .....	143,398,286		143,398,286	153,495,838
2. Stocks:				
2.1 Preferred stocks .....				
2.2 Common stocks .....	8,857,220		8,857,220	8,985,897
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 (\$ .....9,819,033 ), cash equivalents (\$ ..... ) and short-term investments (\$ .....8,122,233 ) .....	17,941,266		17,941,266	13,602,885
6. Contract loans (including \$ ..... premium notes) .....				
7. Derivatives .....				
8. Other invested assets .....				
9. Receivables for securities .....	500,000		500,000	210
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	170,696,772		170,696,772	176,084,831
13. Title plants less \$ ..... charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	1,255,472		1,255,472	1,154,606
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	2,704,725		2,704,725	2,799,755
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	15,211,667		15,211,667	16,465,783
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	279,106		279,106	304,217
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 .....	9,012		9,012	12,392
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	13	13		
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	2,686		2,686	
24. Health care (\$ ..... ) and other amounts receivable .....				
25. Aggregate write-ins for other-than-invested assets .....				
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	190,159,452	13	190,159,439	196,821,584
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. Total (Lines 26 and 27) .....	190,159,452	13	190,159,439	196,821,584
<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. ....				
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) .....				

**STATEMENT AS OF MARCH 31, 2016 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 \$ .....14,886,352 ) .....	274,054,166	288,500,782
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	1,203,655	1,265,107
4. Commissions payable, contingent commissions and other similar charges .....		
5. Other expenses (excluding taxes, licenses and fees) .....	8,560,861	8,554,710
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	3,000	
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....	868,129	
7.2 Net deferred tax liability .....		
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ .....29,175 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) .....	1,614,526	1,652,068
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	1,989,013	1,860,381
13. Funds held by company under reinsurance treaties .....		
14. Amounts withheld or retained by company for account of others .....	447,391	444,894
15. Remittances and items not allocated .....	597,234	555,318
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 .....		
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 .....	699,565,920	691,411,227
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	988,903,893	994,244,487
27. Protected cell liabilities .....		
28. Total liabilities (Lines 26 and 27) .....	988,903,893	994,244,487
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 .....		
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) .....	(932,460,382)	(931,138,831)
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) .....	(798,744,454)	(797,422,903)
38. Totals (Page 2, Line 28, Col. 3)	190,159,439	196,821,584
<b>DETAILS OF WRITE-INS</b>		
2501. Deferred Premium Refund .....	934,263	767,339
2502. Deferred Payment Obligation, including carry charges .....	697,208,823	689,179,127
2503. Rescinded Premium Payable .....	1,422,834	1,464,761
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	699,565,920	691,411,227
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 AS OF MARCH 31, 2016 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.....	17,760,830	22,443,965	80,514,797
2. Net investment income .....	1,218,634	1,679,838	6,102,411
3. Miscellaneous income .....			41,820
4. Total (Lines 1 to 3) .....	18,979,464	24,123,803	86,659,029
5. Benefit and loss related payments .....	22,630,459	30,760,130	109,832,059
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	1,447,543	1,550,280	6,872,969
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) .....	24,078,002	32,310,410	116,705,027
11. Net cash from operations (Line 4 minus Line 10) .....	(5,098,538)	(8,186,607)	(30,045,999)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	12,553,462	32,714,777	82,457,033
12.2 Stocks .....			
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 .....			
12.7 Miscellaneous proceeds .....	33		
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	12,553,495	32,714,777	82,457,033
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	2,616,598	15,139,930	57,042,069
13.2 Stocks .....			
13.3 Mortgage loans .....			
13.4 Real estate .....			
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....	499,789	7,501,054	7,013,253
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	3,116,387	22,640,984	64,055,322
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) .....	9,437,108	10,073,793	18,401,711
<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).....	(190)	405	(43,739)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(190)	405	(43,739)
<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) .....	4,338,381	1,887,591	(11,688,028)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	13,602,885	25,290,913	25,290,913
19.2 End of period (Line 18 plus Line 19.1) .....	17,941,266	27,178,504	13,602,885

## NOTES TO FINANCIAL STATEMENTS

As instructed by the Office of Special Deputy Receiver, representing the Illinois Director of Insurance, Notes to the Financial Statements are no longer required by the Company. Specific questions regarding any information usually presented in the Notes to the Financial Statements should be directed to the Annual Statement contact.

**STATEMENT AS OF MARCH 31, 2016 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 [X]
- 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 [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.  
.....
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [X]
- 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 [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. ....12/31/2007
- 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). ....06/30/2009
- 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 [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [X] 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 [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

**STATEMENT AS OF MARCH 31, 2016 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 .....	\$ 8,985,897		\$ 8,857,220
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).....	\$ 8,985,897		\$ 8,857,220
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, 2016 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 [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
The Northern Trust Company.....	50 South LaSalle Street, Chicago, Illinois 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 [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 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.....	353 N. Clark Street, Chicago, Illinois 60654.....

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:  
.....



**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
<p><b>NONE</b></p>						

**STATEMENT AS OF MARCH 31, 2016 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	39,343	57,779	(720)	45,671	581,243	1,000,617
2. Alaska	AK	N						
3. Arizona	AZ	L	272,849	325,676	154,582	444,668	1,592,560	2,507,709
4. Arkansas	AR	L	57,102	93,328	66,255	193,511	452,967	893,064
5. California	CA	L	3,864,338	4,743,764	7,306,103	12,963,080	72,014,961	103,092,811
6. Colorado	CO	L	797,562	935,853	1,354,160	1,450,201	12,371,257	14,111,498
7. Connecticut	CT	L	63,060	75,945	253,506	65,746	933,367	1,674,413
8. Delaware	DE	L	23,852	26,224	334		159,599	229,024
9. Dist. Columbia	DC	L	607,145	956,568	3,783,019	4,612,679	32,719,166	38,395,414
10. Florida	FL	L	652,015	744,506	2,251,860	3,262,516	13,699,698	20,317,286
11. Georgia	GA	L	250,763	333,586	266,600	426,529	2,271,846	2,592,946
12. Hawaii	HI	L	1,322	1,538			659	520
13. Idaho	ID	L	349	1,040			174	352
14. Illinois	IL	L	446,942	507,095	856,077	1,640,855	6,546,115	9,262,139
15. Indiana	IN	L	30,076	37,965	49,436	37,791	223,776	540,223
16. Iowa	IA	L	3,707	(572)		(150)	43,315	8,417
17. Kansas	KS	L	19,654	31,454	29,003	43,208	225,433	415,486
18. Kentucky	KY	L	65,603	109,936	142	190,779	960,598	1,356,763
19. Louisiana	LA	L	26,215	31,918			223,079	142,089
20. Maine	ME	L						
21. Maryland	MD	L	128,029	236,456	624,326	924,801	3,684,908	5,122,651
22. Massachusetts	MA	L	116,708	140,063	286,287	171,322	1,660,417	2,495,826
23. Michigan	MI	L	244,885	323,562	491,091	474,202	3,546,852	4,408,597
24. Minnesota	MN	L	3,049,008	3,841,761	5,331,593	5,045,990	44,368,856	56,041,748
25. Mississippi	MS	L	14,366	19,444	48,287	16,682	114,475	279,189
26. Missouri	MO	L	42,316	58,484		83,858	384,310	334,025
27. Montana	MT	L	1,960	2,552			978	863
28. Nebraska	NE	L						
29. Nevada	NV	L	55,474	74,524	(2,811)	383,700	1,280,722	1,478,437
30. New Hampshire	NH	L	2,885	7,657			31,102	2,591
31. New Jersey	NJ	L	334,649	418,669	1,068,131	1,184,010	12,282,699	14,985,881
32. New Mexico	NM	L	43,928	49,811	(300)	(300)	839,569	800,086
33. New York	NY	L	153,088	188,910	268,420	214,992	4,901,721	6,298,098
34. No. Carolina	NC	L	506,589	647,194	654,092	628,160	4,327,967	5,916,630
35. No. Dakota	ND	N						
36. Ohio	OH	L	155,825	237,019	459,390	660,819	2,035,839	3,232,132
37. Oklahoma	OK	L	117,795	167,429	74,318	48,737	1,095,471	1,108,823
38. Oregon	OR	N	20,722	36,293	46,325	39,349	279,461	507,811
39. Pennsylvania	PA	L	187,619	240,592	195,355	437,458	3,431,909	4,100,071
40. Rhode Island	RI	L	12,865	14,890	8,484	87,986	268,242	451,316
41. So. Carolina	SC	L	273,140	374,683	197,487	527,180	3,009,770	4,853,557
42. So. Dakota	SD	L	140	1,332			70	451
43. Tennessee	TN	L	106,242	146,604	248,478	437,723	917,813	1,621,144
44. Texas	TX	L	3,460,358	16,933,420	4,393,033	4,147,016	38,737,645	51,869,239
45. Utah	UT	L	32,919	42,845	41,397	34,353	229,151	316,045
46. Vermont	VT	L						
47. Virginia	VA	N	274,659	326,852	142,758	531,376	5,682,805	7,220,595
48. Washington	WA	L	39,088	54,135	52,652	98,720	444,464	880,365
49. West Virginia	WV	L	17,336	25,062		12,126	48,695	62,258
50. Wisconsin	WI	L	41,210	50,858		193,817	518,957	474,080
51. Wyoming	WY	L	11,231	15,627			5,603	5,287
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)	47	16,666,931	33,690,333	30,999,149	41,761,157	279,150,285	371,408,568
<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**

TRIAD GUARANTY INC. and SUBSIDIARIES





**STATEMENT AS OF MARCH 31, 2016 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	16,706,375	16,307,458	97.6	60.6
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	16,706,375	16,307,458	97.6	60.6
<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		16,666,931	33,690,333
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	16,666,931	16,666,931	33,690,333
<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, 2016 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)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 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. 2013 + Prior	176,264		176,264	20,881		20,881	159,240			159,240	3,857		3,857
2. 2014	51,284	996	52,279	6,768		6,768	43,230			43,230	(1,286)	(996)	(2,281)
3. Subtotals 2014 + prior	227,548	996	228,544	27,649		27,649	202,470			202,470	2,571	(996)	1,576
4. 2015	52,261	8,962	61,222	2,792		2,792	57,079		819	57,898	7,610	(8,142)	(532)
5. Subtotals 2015 + prior	279,809	9,957	289,766	30,442		30,442	259,548		819	260,368	10,182	(9,138)	1,044
6. 2016	XXX	XXX	XXX	XXX	243	243	XXX	7,516	7,374	14,890	XXX	XXX	XXX
7. Totals	279,809	9,957	289,766	30,442	243	30,685	259,548	7,516	8,193	275,258	10,182	(9,138)	1,044
8. Prior Year-End Surplus As Regards Policy-holders	(797,423)												
											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. 3.6	2. (91.8)	3. 0.4
													Col. 13, Line 7 Line 8
													4. (0.1)

**STATEMENT AS OF MARCH 31, 2016 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 6 4 9 0 0 0 0 0 1
2.	 2 4 3 5 0 2 0 1 6 4 5 5 0 0 0 0 1
3.	 2 4 3 5 0 2 0 1 6 3 6 5 0 0 0 0 1
4.	 2 4 3 5 0 2 0 1 6 5 0 5 0 0 0 0 1

**OVERFLOW PAGE FOR WRITE-INS**

---

**STATEMENT AS OF MARCH 31, 2016 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 .....	162,464,999	187,440,632
2. Cost of bonds and stocks acquired .....	2,616,598	57,042,343
3. Accrual of discount .....	40,732	191,643
4. Unrealized valuation increase (decrease) .....	(128,678)	606,029
5. Total gain (loss) on disposals .....	63,143	833,725
6. Deduct consideration for bonds and stocks disposed of .....	12,553,462	82,456,963
7. Deduct amortization of premium .....	264,562	1,192,410
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) .....	152,238,770	162,464,999
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11)	152,238,770	162,464,999

STATEMENT AS OF MARCH 31, 2016 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).....	120,917,969	6,298,343	12,639,440	(147,588)	114,429,283			120,917,969
2. NAIC 2 (a).....	37,110,436			(76,271)	37,034,164			37,110,436
3. NAIC 3 (a).....								
4. NAIC 4 (a).....	61,546		6,433	619	55,732			61,546
5. NAIC 5 (a).....								
6. NAIC 6 (a).....	1,278		136	197	1,339			1,278
7. Total Bonds	158,091,229	6,298,343	12,646,009	(223,043)	151,520,518			158,091,229
<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	158,091,229	6,298,343	12,646,009	(223,043)	151,520,518			158,091,229

S102

(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 \$ .....

**STATEMENT AS OF MARCH 31, 2016 OF THE TRIAD GUARANTY INSURANCE CORPORATION, IN  
REHABILITATION**

**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	8,122,233	XXX	8,122,233	2,076	

**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.....	4,596,177	15,035,909
2. Cost of short-term investments acquired .....	3,681,746	31,272,667
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals .....		
6. Deduct consideration received on disposals .....	155,690	41,712,136
7. Deduct amortization of premium.....		262
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).....	8,122,233	4,596,177
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	8,122,233	4,596,177

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**

Schedule E - Verification

**NONE**

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, 2016 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-PT-1	US TREASURY N/B 2.625 31/01/18		01/12/2016	VARIOUS		1,058,527	1,025,000	11,997	1
<b>0599999 - Bonds - U.S. Governments</b>						1,058,527	1,025,000	11,997	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>									
035242-AP-1	ANHEUSER-BUSCH INBEV FIN 3.65 01/02/26		02/18/2016	UBS FINANCIAL SERVICES INC		51,391	50,000	142	1FE
44890W-AD-2	HYUNDAI AUTO RECEIVABLES TRUST 1.37		02/18/2016	STEPHENS INC		1,506,680	1,500,000	457	1FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						1,558,071	1,550,000	599	XXX
<b>Bonds - Hybrid Securities</b>									
<b>Bonds - Parent, Subsidiaries and Affiliates</b>									
<b>8399997 - Subtotals - Bonds - Part 3</b>						2,616,598	2,575,000	12,595	XXX
<b>8399999 - Subtotals - Bonds</b>						2,616,598	2,575,000	12,595	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>						2,616,598	XXX	12,595	XXX

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

STATEMENT AS OF MARCH 31, 2016 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>																					
912828-B4-1	US TREASURY N/B 0.375		01/30/2016	MATURITY		1,025,000	1,025,000	1,025,884	1,025,037		(37)		(37)		1,025,000				984	01/31/2016	1
912828-SX-9	US TREASURY N/B 1.125		03/02/2016	ALEX BROWN AND SONS		2,905,654	2,900,000	2,821,393	2,845,198		2,702		2,702		2,847,900		57,754	57,754	8,379	05/31/2019	1
<b>0599999 - Bonds - U.S. Governments</b>						3,930,654	3,925,000	3,847,277	3,870,235		2,665		2,665		3,872,900		57,754	57,754	9,363	XXX	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>																					
68607F-CY-4	OREGON ST 5.55		02/01/2016	SECURITY CALLED BY ISSUER at 100.000		5,000	5,000	4,990	4,988		2		2		4,990		10	10	139	08/01/2016	1FE
<b>2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>						5,000	5,000	4,990	4,988		2		2		4,990		10	10	139	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>																					
3128M9-3H-3	FREDDIE MAC 6		03/01/2016	MBS PAYDOWN		71,286	71,286	79,495	79,165		(158)		(158)		71,286				596	07/01/2040	1
3128MB-VP-9	FREDDIE MAC 5		03/01/2016	MBS PAYDOWN		35,960	35,960	35,960	34,420		70		70		35,960				333	04/01/2023	1
3128MJ-UF-5	FREDDIE MAC 3.5		03/01/2016	MBS PAYDOWN		56,703	56,703	57,367	57,351		(13)		(13)		56,703				336	04/01/2044	1
3128PK-7A-6	FREDDIE MAC 5.5		03/01/2016	MBS PAYDOWN		61,110	61,110	60,990	61,110		3		3		61,110				470	06/01/2023	1
3128PK-XM-1	FREDDIE MAC 5.5		03/01/2016	MBS PAYDOWN		11,106	11,106	11,106	11,106						11,106				102	05/01/2023	1
31349U-B3-1	FREDDIE MAC 2.589		02/02/2016	MBS PAYDOWN		3,338	3,338	3,338	3,338						3,338				15	11/01/2036	1
3138EK-T7-0	FANNIE MAE 5.5		03/01/2016	MBS PAYDOWN		107,180	107,180	120,176	119,748		(276)		(276)		107,180				935	09/01/2041	1
3138L7-CZ-7	FANNIE MAE 3		03/01/2016	MBS PAYDOWN		3,547	3,547	3,711	3,685		(5)		(5)		3,547				19	09/01/2020	1
3138Y9-M4-7	FANNIE MAE 3		03/01/2016	MBS PAYDOWN		81,654	81,654	82,302	82,285		(6)		(6)		81,654				443	01/01/2045	1
31402Q-ZE-4	FANNIE MAE 2.758		03/01/2016	MBS PAYDOWN		90	90	90	92						90					02/01/2035	1
31403B-PC-1	FANNIE MAE 4.5		03/01/2016	MBS PAYDOWN		3,189	3,189	3,189	3,302		(8)		(8)		3,189				22	11/01/2018	1
31403D-RH-4	FANNIE MAE 2.519		03/01/2016	MBS PAYDOWN		981	981	981	981		2		2		981				4	08/01/2036	1
31403D-VZ-9	FANNIE MAE 6.5		03/01/2016	MBS PAYDOWN		986	986	986	2,492		(39)		(39)		986				10	11/01/2036	1
31404V-Y6-9	FANNIE MAE 4.5		03/01/2016	MBS PAYDOWN		3,925	3,925	3,925	4,097		(11)		(11)		3,925				29	05/01/2019	1
31405H-6L-7	FANNIE MAE 2.407		03/01/2016	MBS PAYDOWN		65	65	65	65						65					08/01/2034	1
31405R-CR-5	FANNIE MAE 4.5		03/01/2016	MBS PAYDOWN		5,359	5,359	5,359	5,614		(12)		(12)		5,359				35	10/01/2019	1
31410K-JY-1	FANNIE MAE 6		03/01/2016	MBS PAYDOWN		4,209	4,209	4,209	4,444		(7)		(7)		4,209				42	05/01/2038	1
31410R-6J-3	FANNIE MAE 2.573		03/01/2016	MBS PAYDOWN		1,648	1,648	1,648	1,665						1,648				7	06/01/2036	1
31411Y-DP-5	FANNIE MAE 5.806		03/01/2016	MBS PAYDOWN		2	2	2	2						2					05/01/2037	1
31412M-SD-1	FANNIE MAE 6		03/01/2016	MBS PAYDOWN		1,181	1,181	1,181	1,686		(8)		(8)		1,181				9	05/01/2038	1
31414D-UF-1	FANNIE MAE 5		03/01/2016	MBS PAYDOWN		27,942	27,942	27,942	27,628		11		11		27,942				234	05/01/2023	1
31416J-PH-8	FANNIE MAE 6		03/01/2016	MBS PAYDOWN		763	763	763	1,098		(4)		(4)		763				7	11/01/2032	1
31417Y-T7-2	FANNIE MAE 3.5		03/01/2016	MBS PAYDOWN		15,661	15,661	15,661	15,863		(6)		(6)		15,661				94	11/01/2025	1
605275-MQ-6	MISSISSIPPI BUSINESS FIN CORP 8		01/01/2016	MBS PAYDOWN		27,889	27,889	27,889	27,116		1		1		27,889				558	01/01/2022	1FE
<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>						525,775	525,775	548,455	548,150		(467)		(467)		525,775				4,302	XXX	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
1248MP-AB-0	CREDIT-BASED ASSET SERVICES A 5.763		03/01/2016	MBS PAYDOWN		19,191	19,191	19,191	15,767		554		554		19,191				209	12/25/2036	1AM
12593G-AA-0	COMM MORTGAGE TRUST 1.667		03/01/2016	MBS PAYDOWN		3,833	3,833	3,833	3,833						3,833				11	07/10/2050	1FE
12635F-AQ-7	TRUS 1.7167		03/01/2016	MBS PAYDOWN		11,449	11,449	11,449	11,449						11,449				34	08/15/2048	1FE
12668B-TJ-2	COUNTRYWIDE ALTERNATIVE LOAN T 6		03/01/2016	MBS PAYDOWN		1,675	1,634	1,634	953		10		10		1,634		41	41	16	04/25/2036	1AM
12668B-TJ-2	COUNTRYWIDE ALTERNATIVE LOAN T 6		03/01/2016	MBS PAYDOWN		2	2	2	2						2					04/25/2036	4AM
12669G-LP-4	COUNTRYWIDE HOME LOANS 2.6928		03/01/2016	MBS PAYDOWN		1,199	1,199	1,199	648		8		8		1,199				5	03/25/2035	1AM
12669Y-AC-6	COUNTRYWIDE HOME LOANS 6.25		03/01/2016	MBS PAYDOWN		163	151	151	66		1		1		151		13	13	1	09/25/2036	1AM
12669Y-AC-6	COUNTRYWIDE HOME LOANS 6.25		03/01/2016	MBS PAYDOWN																09/25/2036	4AM
173105-AC-1	CITICORP MORTGAGE SECURITIES 5.75		02/01/2016	MBS PAYDOWN		5,712	5,712										5,712	5,712	39	01/25/2037	6FE
17321J-AA-2	CITIGROUP COMMERCIAL MORTGAGE 1.378		03/01/2016	MBS PAYDOWN		173,164	173,164	173,455	173,401		(17)		(17)		173,164				411	09/10/2046	1FE
22541S-GM-4	CREDIT SUISSE FIRST BOSTON MOR 5		03/01/2016	MBS PAYDOWN		2,802	2,802	2,802	2,833		(2)		(2)		2,802				23	04/25/2019	1FE
225458-XS-2	CREDIT SUISSE FIRST BOSTON MOR 4.75		03/01/2016	MBS PAYDOWN		281	281	281	274						281				2	07/25/2020	4AM

E05

STATEMENT AS OF MARCH 31, 2016 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)	
36242D-QY-2	GSR MORTGAGE LOAN TRUST 5 GS MORTGAGE SECURITIES TRUST 1.343		03/01/2016	MBS PAYDOWN		.320	.320	.320	.142		.4		.4		.320				.3	12/25/2034	1AM	
36252W-AT-5	GOLDMAN SACHS GROUP INC		03/01/2016	MBS PAYDOWN		157,193	157,193	156,996	157,027		.10		.10		157,193				.368	04/10/2047	1FE	
38141G-EE-0	GOVERNMENT NATIONAL MORTGAGE A 1.622		01/15/2016	MATURITY		2,000,000	2,000,000	2,000,000	2,000,550		(.550)		(.550)		2,000,000				.53,500	01/15/2016	1FE	
38376G-6E-5	GOVERNMENT NATIONAL MORTGAGE A 1.5696		03/01/2016	MBS PAYDOWN		.67,813	.67,813	.67,813	.67,670		.15		.15		.67,813				.184	07/16/2033	1	
38378B-AH-2	HARLEY-DAVIDSON MOTORCYCLE TRU 0.65		03/01/2016	MBS PAYDOWN		.31,066	.31,066	.31,066	.31,093		(.6)		(.6)		.31,066				.81	12/16/2037	1	
41283Y-AC-1	HONDA AUTO RECEIVABLES OWNER T 0.53		03/15/2016	MBS PAYDOWN		226,790	226,790	226,887	226,826		(.15)		(.15)		226,790				.250	07/16/2018	1FE	
43814E-AC-9	JP MORGAN CHASE COMMERCIAL MOR 1.2682		03/16/2016	MBS PAYDOWN		.6,866	.6,866	.6,875	.6,868		(.1)		(.1)		.6,866				.6	02/16/2017	1FE	
46642C-BD-1	MASTR ASSET SECURITIZATION TRU 5 NISSAN AUTO RECEIVABLES OWNER 0.67		03/01/2016	MBS PAYDOWN		.7,111	.7,111	.7,075	.7,081		.2		.2		.7,111				.15	07/15/2047	1FE	
57643M-DE-1	RESIDENTIAL ACCREDIT LOANS IN 3.9286		03/01/2016	MBS PAYDOWN		.6,150	.6,150	.6,150	.6,202	.85	(.9)		.76		.6,150				.59	07/25/2019	4AM	
65477M-AC-2	STRUCTURED ASSET MORTGAGE INVE 0.733		03/15/2016	MBS PAYDOWN		14,596	14,596	14,593	14,595						14,596				.16	08/15/2018	1FE	
761118-TB-4	SANOFI 2.625 29/03/16	F	03/01/2016	MBS PAYDOWN		1,327	1,716	1,716	.711		.9		.9		1,716				.10	01/25/2036	1AM	
80105N-AD-7	WELLS FARGO MORTGAGE BACKED SE 2.7429		03/29/2016	MATURITY		3,000,000	3,000,000	3,000,000	2,998,643		1,357		1,357		3,000,000			(.389)	(.389)	.39,375	03/29/2016	1FE
86359L-TB-5	VOLKSWAGEN AUTO LEASE TRUST 0.8		03/25/2016	MBS PAYDOWN		136	136	136	.37		.4		.4		136					02/25/2036	6FE	
89152U-AE-2	WELLS FARGO MORTGAGE BACKED SE 2.7405	F	15/03/16	MATURITY		2,000,000	2,000,000	2,089,680	2,006,606		(.6,006)		(.6,006)		2,000,000				.23,000	03/15/2016	1FE	
92867P-AC-7	WELLS FARGO MORTGAGE BACKED SE 2.7429		03/20/2016	MBS PAYDOWN		145,953	145,953	145,685	145,844		.26		.26		145,953				.169	04/20/2018	1FE	
92867Q-AD-3	WELLS FARGO MORTGAGE BACKED SE 2.7405		03/20/2016	MBS PAYDOWN		198,673	198,673	198,494	198,626		.20		.20		198,673				.257	04/20/2017	1FE	
949758-AD-8	WELLS FARGO MORTGAGE BACKED SE 2.7405		03/01/2016	MBS PAYDOWN		5,685	5,685	5,685	4,191		.22		.22		5,685				.21	08/25/2034	1AM	
94979X-AA-5	WELLS FARGO MORTGAGE BACKED SE 2.7405		03/01/2016	MBS PAYDOWN		2,885	2,885	2,885	2,164		.18		.18		2,885				.18	09/25/2033	1AM	
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						8,092,033	8,092,367	8,176,050	8,084,101	85	(5,149)		(5,063)		8,086,655			5,378	5,378	118,084	XXX	XXX
<b>Bonds - Hybrid Securities</b>																						
<b>Bonds - Parent, Subsidiaries, and Affiliates</b>																						
<b>8399997 - Subtotals - Bonds - Part 4</b>						12,553,462	12,548,142	12,576,772	12,507,473	85	(2,949)		(2,864)		12,490,320			63,143	63,143	131,889	XXX	XXX
<b>8399999 - Subtotals - Bonds</b>						12,553,462	12,548,142	12,576,772	12,507,473	85	(2,949)		(2,864)		12,490,320			63,143	63,143	131,889	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>																						
<b>Common Stocks - Parent, Subsidiaries, and Affiliates</b>																						
<b>Common Stock - Mutual Funds</b>																						
<b>Common Stocks - Money Market Mutual Funds</b>																						
<b>9999999 Totals</b>						12,553,462	XXX	12,576,772	12,507,473	85	(2,949)		(2,864)		12,490,320			63,143	63,143	131,889	XXX	XXX

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

E05.1

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, 2016 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							