



**HEALTH ANNUAL STATEMENT
FOR THE YEAR ENDING DECEMBER 31, 2007
OF THE CONDITION AND AFFAIRS OF THE**

Group Hospitalization and Medical Services, Inc.

NAIC Group Code 0380 , 0380 NAIC Company Code 53007 Employer's ID Number 53-0078070
(Current Period) (Prior Period)

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

Licensed as business type: Life, Accident & Health [] Property/Casualty [] Dental Service Corporation []
 Vision Service Corporation [] Other [] Health Maintenance Organization []
 Hospital, Medical & Dental Service or Indemnity [X] Is HMO, Federally Qualified? Yes [] No []

Incorporated/Organized 08/11/1939 Commenced Business 03/15/1934

Statutory Home Office 840 First Street NE , Washington, DC 20065
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 10455 Mill Run Circle
(Street and Number)
Owings Mills, MD 21117 410-581-3000
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 10455 Mill Run Circle , Owings Mills, MD 21117
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 10455 Mill Run Circle
(Street and Number)
Owings Mills, MD 21117 410-998-7011
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.carefirst.com

Statutory Statement Contact William Vincent Stack 410-998-7011
(Name) (Area Code) (Telephone Number) (Extension)
bill.stack@carefirst.com 410-998-6850
(E-mail Address) (FAX Number)

OFFICERS

Name	Title	Name	Title
<u>David Donald Wolf</u>	<u>Interim CEO</u>	<u>John Anthony Picciotto</u>	<u>Corp.Secretary, Exec. VP & Gen. Counsel</u>
<u>Jeanne Ann Kennedy</u>	<u>Corp. Treasurer & VP</u>		

OTHER OFFICERS

<u>David Donald Wolf</u>	<u>Exec VP, Med Sysys, Corp Dev</u>	<u>Gregory Mark Chaney</u>	<u>Exec. VP & CFO</u>
<u>Gregory Allen Devou</u>	<u>Exec VP, Chief Mktg Office</u>	<u>Leon Kaplan</u>	<u>Exec VP, Operations</u>
<u>Gwendolyn Denise Skillern</u>	<u>Sr.VP and General Auditor</u>	<u>Edward William O'Neil</u>	<u>Sr. VP, Chief Actuary</u>
<u>Michael John Felber</u>	<u>SVP, Sales</u>	<u>Livio Renato Broccolino</u>	<u>Deputy General Counsel</u>
<u>Sharon Jean Vecchioni</u>	<u>Exec VP, Chief of Staff</u>	<u>Rita Ann Costello</u>	<u>Sr. VP, Strategic Marketing</u>
<u>Joseph Gabriel Rampone</u>	<u>Sr. VP, Operations</u>	<u>Jon Paul Shematek</u>	<u>Interim SVP, Chief Medical Officer</u>
			<u>Interim SVP, Chief Information Officer</u>
<u>Maynard George McAlpin</u>	<u>Executive Director, NCA</u>	<u>Glenn Rothman</u>	<u>Officer</u>

DIRECTORS OR TRUSTEES

<u>Michel Llewellyn Daley</u>	<u>Elizabeth Lisboa-Farrow</u>	<u>Robert Marcellus Willis</u>	<u>Natalie Olivia Ludaway</u>
<u>James Wallace</u>	<u>Larry Donovan Bailey</u>	<u>Nathaniel Thomas Connally</u>	<u>Robert Lee Sloan</u>
<u>Linda Washington Cropp</u>	<u>Carlos Mario Rodriguez</u>	<u>Faye Ford Fields</u>	<u>Ralph John Rohner</u>

State of
 County of

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

David Donald Wolf
Interim CEO

John Anthony Picciotto
Corp.Secretary, Exec. VP & Gen. Counsel

Jeanne Ann Kennedy
Corp. Treasurer & VP

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

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 _____

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1 CUSIP Identification	2 Name or Description	3 Code	4 Location		6 Name of Vendor or General Partner	7 NAIC Desig- nation	8 Date Originally Acquired	9 Type and Strategy	10 Actual Cost	11 Additional Investment During Year Actual Cost	12 Fair Value	13 Amount of Encumbrances	14 Book/Adjusted Carrying Value Less Encumbrances	15 Increase (Decrease) by Adjustment	16 Increase (Decrease) by Foreign Exchange Adjustment	17 Investment Income	18 Commitment for Additional Investment	19 Percentage use of Ownership
			City	State														
000000-00-0	CareFirst, Inc		Owings Mills	MD	CareFirst, Inc		01/16/1998		166,667	0	166,667	0	166,667	0		10,000	0	100,000
22999999	Surplus Debentures, etc. - Affiliated								166,667		166,667		166,667			10,000		XXX
39999999	Total Unaffiliated																	XXX
40999999	Total Affiliated								166,667		166,667		166,667			10,000		XXX
41999999	Totals								166,667		166,667		166,667			10,000		XXX

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, Transferred or Paid in Full During the Year

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Book/Adjusted Carrying Value Less Encumbrances on Disposal	11 Consideration Received	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Investment Income
		3 City	4 State											
NONE														
3999999 – Unaffiliated Totals														
4099999 – Affiliated Totals														
4199999 Totals														

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
3128X3-3E-1	FED HOME LN MTG 5.050% 1/26/...				1	302,043	105.2190	315,657	300,000	301,982		(61)			5.050	4.999	JJ	6,523		09/27/2007	01/26/2015
31339X-6Q-2	FEDERAL HOME LN BKS.			1	1	391,550	99.3750	407,438	410,000	406,644		7,236			3.050	4.981	JD	660	12,505	11/09/2005	06/12/2008
3133XB-EE-1	FEDERAL HOME LN BKS.				1	1,991,700	99.9380	1,998,760	2,000,000	1,996,281		4,581			4.430	5.203	AO	20,673	44,300	08/30/2007	04/07/2008
3133XH-PH-9	FEDERAL HOME LN BKS.	LS			1	4,000,956	103.7500	4,150,000	4,000,000	4,000,675		(194)			4.875	4.930	MN	23,292	168,639	01/11/2007	11/18/2011
3133XK-XD-2	FEDERAL HOME LN BKS.				1	3,973,750	102.8750	4,115,000	4,000,000	3,978,033		4,283			4.875	5.190	MN	25,458	95,333	07/02/2007	05/14/2010
31344A-UJ-6	FEDERAL HOME LN MTG CORP.				1	3,010,781	104.9690	3,149,070	3,000,000	3,009,976		(805)			5.000	5.001	JJ	69,167	75,000	05/14/2007	07/15/2014
3137EA-AD-1	FEDERAL HOME LN MTG CORP.				1	451,198	106.1250	472,256	445,000	451,004		(195)			5.250	5.113	AO	4,737	11,681	08/30/2007	04/18/2016
3137EA-BA-6	FEDERAL HOME LN MTG CORP.				1	409,552	104.3440	417,376	400,000	409,466		(87)			5.125	4.879	MN	4,499		11/19/2007	11/17/2017
31359M-2S-1	FEDERAL NATL MTG ASSN.				1	7,873,437	101.9690	8,157,520	8,000,000	7,899,791		26,354			4.625	5.378	JD	16,444	185,000	06/13/2007	12/15/2009
31359M-FJ-7	FEDERAL NATL MTG ASSN.				1	367,394	129.4690	388,407	300,000	366,848		(546)			7.125	5.458	JJ	9,856		08/27/2007	01/15/2030
31359M-TZ-6	FEDERAL NATL MTG ASSN.	LS			1	4,804,950	99.2810	4,964,050	5,000,000	4,926,945		61,970			3.250	4.652	FA	61,389	162,500	12/27/2005	02/15/2009
31359M-XX-6	FEDERAL NATL MTG ASSN.				1	706,400	104.7810	743,945	710,000	706,535		134			5.000	5.147	MS	11,735	17,750	08/29/2007	03/02/2015
31359M-EU-3	FNMA 6.25%				1	687,252	117.3750	704,250	600,000	685,555		(1,696)			6.250	5.209	MN	4,792	37,500	03/20/2007	05/15/2029
83162C-EV-1	SMALL BUS ADMIN GTD DEV 93-201				1	296,297	100.7500	280,299	278,213	289,987		(1,887)			5.900	4.110	MS	5,472	16,414	01/23/2003	09/01/2013
83162C-LT-8	SMALL BUS ADMIN GTD DEV PTC.				1	976,928	104.5000	956,337	915,155	967,484		(2,510)			6.120	5.595	MS	18,669	58,468	12/01/2003	09/10/2021
83162C-LX-9	SMALL BUS ADMIN GTD DEV PTC.				1	1,024,776	103.2500	1,022,993	990,792	1,021,713		(1,455)			5.780	5.531	JD	4,851	60,491	10/21/2005	12/01/2021
83162C-QG-1	SMALL BUS ADMIN GTD DEV PTC.			1	1	1,476,695	104.1250	1,477,582	1,419,046	1,472,807		(3,888)			5.870	5.396	MN	13,959	87,023	03/07/2007	05/01/2026
83162C-QH-9	SMALL BUS ADMIN GTD DEV PTC.				1	811,800	103.9060	843,509	811,800	811,800					5.820	5.905	JD	4,002	49,145	06/06/2006	06/01/2026
912810-FP-8	U.S. Treasury Bonds 5.375%				1	6,562,500	112.6640	6,759,840	6,000,000	6,562,278		(222)			5.375	4.761	FA	121,814		12/26/2007	02/15/2031
912810-EL-8	UNITED STATES TREAS BDS.				1	489,214	136.8590	499,535	365,000	477,620		(5,553)			8.000	4.967	MN	3,770	29,200	11/09/2005	11/15/2021
912810-FJ-2	UNITED STATES TREAS BDS.				1	2,380,859	122.3600	2,447,200	2,000,000	2,380,692		(167)			6.125	4.767	FA	46,270		12/26/2007	08/15/2029
912810-FM-5	UNITED STATES TREAS BDS.				1	6,068,359	124.7970	6,239,850	5,000,000	6,067,914		(445)			6.250	4.752	MN	40,350		12/26/2007	05/15/2030
912810-FT-0	UNITED STATES TREAS BDS.	LS			1	2,822,930	100.5080	3,015,240	3,000,000	2,823,748		819			4.940	4.962	FA	50,992		09/20/2007	05/15/2036
912810-PT-9	UNITED STATES TREAS BDS.				1	3,918,438	104.6560	4,186,240	4,000,000	3,918,792		354			4.750	4.941	FA	71,766		09/20/2007	02/15/2037
912810-PU-6	UNITED STATES TREAS BDS.				1	6,309,375	104.6560	6,279,360	6,000,000	6,309,294		(81)			5.000	4.730	MN	38,736		12/26/2007	05/15/2037
912828-AF-7	UNITED STATES TREAS NTS.				1	648,340	125.8560	799,638	635,360	662,597		7,955			3.000	5.699	JJ	10,232		07/25/2007	07/15/2012
912828-CA-6	UNITED STATES TREAS NTS.				1	4,882,813	102.1640	5,108,200	5,000,000	4,886,486		3,673			4.000	4.476	FA	75,543		10/09/2007	02/15/2014
912828-CH-1	UNITED STATES TREAS NTS.				1	3,947,188	101.0470	4,041,880	4,000,000	3,966,342		19,154			3.875	4.565	MN	20,014	155,000	03/07/2007	05/15/2009
912828-CT-5	UNITED STATES TREAS NTS.				1	965,781	103.3980	1,033,980	1,000,000	970,275		3,734			4.250	4.836	FA	16,053	42,500	10/16/2006	08/15/2014
912828-DT-4	UNITED STATES TREAS NTS.				1	7,931,875	100.1170	8,009,360	8,000,000	7,967,686		35,811			3.750	4.918	MN	38,736	150,000	07/31/2007	05/15/2008
912828-EG-1	UNITED STATES TREAS NTS.				1	6,090,786	102.1330	6,255,646	6,125,000	6,094,627		3,841			3.875	4.112	MS	70,421	118,672	08/21/2007	09/15/2010
912828-EN-6	UNITED STATES TREAS NTS.				1	3,570,957	104.1950	3,646,825	3,500,000	3,569,795		(1,162)			4.500	4.244	MN	20,337		11/05/2007	11/15/2015
912828-ES-5	UNITED STATES TREAS NTS.				1	4,980,388	103.3750	5,173,919	5,005,000	4,983,080		2,691			4.250	4.454	JJ	98,264	213	08/06/2007	01/15/2011
912828-EW-6	UNITED STATES TREAS NTS.				1	3,983,831	104.0860	4,166,563	4,003,000	3,984,277		440			4.800	4.622	FA	68,040	135	10/09/2007	02/15/2016
912828-FN-5	UNITED STATES TREAS NTS.				1	5,066,211	105.5310	5,276,550	5,000,000	5,050,213		(12,626)			4.500	4.620	JJ	102,004	243,750	09/22/2006	07/31/2011
912828-FQ-8	UNITED STATES TREAS NTS.				1	5,096,094	106.4840	5,324,200	5,000,000	5,094,070		(2,024)			4.875	4.661	FA	92,069		10/09/2007	08/15/2016
912828-FY-1	UNITED STATES TREAS NTS.	LS			1	5,001,953	104.7270	5,236,350	5,000,000	5,001,913		(40)			4.625	4.673	MN	29,859	115,625	10/09/2007	11/15/2016
912828-GH-7	UNITED STATES TREAS NTS.				1	5,291,523	104.5470	5,525,309	5,285,000	5,291,427		(96)			4.625	4.662	FA	92,326		11/01/2007	02/15/2017
912828-GM-6	UNITED STATES TREAS NTS.				1	5,003,320	104.5160	5,225,800	5,000,000	5,003,058		(262)			4.500	4.534	MS	57,172	112,500	08/06/2007	03/31/2012
912828-GS-3	UNITED STATES TREAS NTS.				1	4,981,055	103.6480	5,182,400	5,000,000	4,981,565		510			4.500	4.600	MN	29,052	112,500	09/04/2007	05/15/2017
912828-HA-1	UNITED STATES TREAS NTS.				1	6,985,209	105.6170	7,139,709	6,760,000	6,984,342		(867)			4.750	4.372	FA	121,285		12/26/2007	08/15/2017
912828-HE-3	UNITED STATES TREAS NTS.				1	4,979,492	103.5080	5,175,400	5,000,000	4,980,341		849			4.250	4.390	MS	53,996		10/09/2007	09/30/2012
912828-HG-8	UNITED STATES TREAS NTS.				1	3,493,027	101.9610	3,568,635	3,500,000	3,493,225		198			3.875	3.958	AO	23,101		11/05/2007	10/31/2012
912828-HH-6	UNITED STATES TREAS NTS.				1	5,986,406	101.7420	6,104,520	6,000,000	5,986,424		18			4.250	4.324	MN	32,926		12/26/2007	11/15/2017
912828-HK-9	UNITED STATES TREAS NTS.				1	7,848,400	99.6640	7,873,456	7,900,000	7,848,762		362			3.375	3.551	MN	23,311		12/19/2007	11/30/2012
912828-FL-9	UNITED STATES TREAS NTS TIPS.				1	665,376	110.3290	717,136	650,000	683,795		22,965			2.500	2.288	JJ	7,766	16,452	08/16/2006	07/15/2016
912828-CE-8	UNITED STATES TREASURY.	LS			1	6,700,586	100.0470	7,003,290	7,000,000	6,884,197		85,355			3.125	4.511	AO	46,619	218,750	11/09/2005	04/15/2009
83162C-JX-2	US SMALL BUS ADMIN 99-20D				1	208,702	103.1250	215,224	208,702	208,702					6.150	6.245	AO	3,209		04/06/1999	04/01/2019
83162C-JR-5	US SMALL BUS ADMIN GTD 98-20L				1	234,299	102.3750	239,864	234,299	234,299					5.800	5.884	JD	1,132		12/08/1998	12/01/2018
83162C-KM-4	US SMALL BUS ADMIN GTD DB00-20A				1	157,671	106.09														

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates			
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity	
2599999 - Total	Bonds - Special Revenue - Issuer Obligations					4,144,881	XXX	4,074,811	4,325,000	4,147,797	0	1,432	0	0	XXX	XXX	XXX		242,167	66,250	XXX	XXX
31403D-DB-2	FEDERAL NATL MTG AS 6.000% 6/01/1				1	1,117,159	101.9990	1,128,471	1,106,355	1,116,670	(123)				6.000	5.858	MON	5,532	66,577	03/01/2006	06/01/2035	
31335P-C4-5	FHLMC 880091				1	11,042	99.9090	10,790	10,800	10,800	(13)				8.250	19,265	MON	937	19,265	08/08/2000	07/17/2008	
3128KC-QJ-9	FHLMC GOLD #A50457 6.000% 7/01/1				1	405,853	101.5040	420,432	414,202	405,922	40				6.000	6.688	MON	2,071	24,852	07/05/2006	07/01/2036	
31292H-GP-3	FHLMC Gold Pool #C01106				1	33,095	105.0890	34,366	32,702	33,081	(2)				7.000	6.588	MON	191	2,300	03/27/2001	12/01/2030	
31294J-KE-7	FHLMC Gold Pool #E00293				1	90,801	101.5830	89,491	88,096	88,553	(458)				7.000	5.868	MON	514	6,249	03/15/2001	04/01/2009	
31283K-FY-8	FHLMC Gold Pool #G11090				1	364,052	102.4410	359,730	351,158	359,374	(1,125)				6.000	4.909	MON	1,756	21,193	07/23/2002	02/01/2015	
3128JM-BB-2	1YR LIBOR VR				1	2,818,387	99.2900	2,874,737	2,895,293	2,818,508	349				5.000	5.693	MON	12,064	125,334	05/15/2006	08/01/2034	
3128MT-GK-9	FHLMC PC GOLD 10/20 II				1	1,855,773	102.0140	1,868,910	1,832,014	1,855,752	(20)				6.500	6.457	MON	9,923	29,770	09/12/2007	09/01/2037	
3128UN-AX-0	FHLMC PC GOLD 10/20 II				1	760,873	98.7940	764,965	774,303	761,006	133				5.000	5.871	MON	3,549	35,489	02/01/2007	02/01/2037	
3128UN-CE-0	FHLMC PC GOLD 10/20 II				1	2,196,454	102.0140	2,208,596	2,164,993	2,196,499	46				6.500	6.149	MON	11,727	23,454	10/04/2007	09/01/2037	
31294L-PZ-0	FHLMC PC GOLD CASH 15				1	3,672,163	102.4340	3,699,689	3,611,778	3,668,524	(4,053)				6.000	5.486	MON	18,059	218,038	12/14/2006	12/01/2016	
31288B-6V-0	FHLMC PC GOLD CASH 30				1	2,802,442	101.8320	2,814,208	2,763,579	2,802,116	(420)				6.000	5.737	MON	13,818	166,143	12/22/2005	11/01/2032	
3128M1-BA-6	FHLMC PC GOLD COMB 15				1	859,318	100.0980	879,929	879,068	860,248	721				5.000	5.659	MON	3,663	43,953	03/28/2006	04/01/2021	
3128MB-EG-8	FHLMC PC GOLD COMB 15				1	2,512,632	101.2350	2,533,864	2,502,953	2,512,437	(195)				5.000	5.470	MON	11,472	91,775	04/24/2007	03/01/2022	
3128MB-FN-2	FHLMC PC GOLD COMB 15				1	133,028	100.0980	135,101	134,968	133,066	38				5.000	5.437	MON	562	3,937	05/03/2007	09/01/2021	
312964-TT-6	FHLMC PC GOLD COMB 15				1	655,583	101.3820	661,748	652,727	655,224	(201)				5.000	5.450	MON	2,992	35,900	11/09/2005	02/01/2019	
31283H-6C-4	FHLMC PC GOLD COMB 30				1	3,825,843	103.4110	3,881,740	3,753,701	3,825,531	(536)				6.500	5.941	MON	20,333	244,952	04/18/2006	12/01/2032	
31283H-6D-2	FHLMC PC GOLD COMB 30				1	1,814,474	103.5880	1,838,639	1,774,953	1,813,891	(335)				6.500	5.838	MON	9,614	115,827	04/03/2006	12/01/2031	
3128KT-L3-2	FHLMC PC GOLD COMB 30				1	777,404	101.4930	780,353	768,874	777,479	76				6.000	5.804	MON	3,844	12,147	12/14/2007	07/01/2037	
3128M5-HJ-2	FHLMC PC GOLD COMB 30				1	776,734	101.5040	780,852	769,282	776,803	69				6.000	5.840	MON	3,846	12,147	12/14/2007	06/01/2036	
3128MJ-A5-9	FHLMC PC GOLD COMB 30				1	2,415,528	99.9110	2,451,226	2,453,410	2,415,869	308				5.500	5.925	MON	11,245	134,937	11/03/2005	12/01/2034	
31297H-FF-1	FHLMC PC GOLD COMB 30				1	1,317,987	101.6460	1,323,346	1,301,917	1,318,257	(151)				6.000	5.779	MON	6,510	78,115	10/28/2005	12/01/2034	
31349S-C9-2	FHLMC PC GUAR ADJ 30YR				1	2,430,345	99.5600	2,501,033	2,512,086	2,429,936	(409)				5.000	5.973	MON	10,467	25,748	08/14/2007	11/01/2033	
3128NC-LA-0	FHLMC PC II HYBRD ARM				1	1,688,682	99.8860	1,712,104	1,714,058	1,688,710	28				5.000	5.357	MON	7,142	34,772	06/04/2007	09/01/2035	
3128QJ-WO-5	FHLMC PC II HYBRD ARM				1	638,954	101.6780	642,696	632,090	638,824	(130)				5.000	4.876	MON	5,135	28,633	02/01/2007	02/01/2037	
31290K-VZ-9	FHLMC Pool #555132				1	32,606	105.4140	33,708	31,977	32,654	(54)				8.000	6.936	MON	213	2,568	05/01/1996	07/01/2020	
31340M-UW-3	FHLMC Pool# 181497				1	6,512	101.2460	6,613	6,532	6,489	(4)				7.000	7.020	MON	38	460	05/23/1996	12/01/2009	
31402D-KW-9	FNMA PASS-THRU ADJ LIBOR				1	5,858,304	98.5870	5,921,718	6,006,592	5,857,369	(935)				5.000	5.733	MON	25,027	136,369	06/20/2007	08/01/2034	
31409U-WM-3	FNMA PASS-THRU ADJ LIBOR				1	1,070,967	101.6770	1,079,732	1,061,923	1,071,101	134				5.000	4.788	MON	4,425	4,682	11/19/2007	11/01/2035	
31411N-P5-0	FNMA PASS-THRU ADJ LIBOR				1	611,338	101.2330	620,039	612,487	611,334	(4)				5.000	5.095	MON	2,552	27,324	02/12/2007	02/01/2037	
31407A-7G-0	FNMA PASS-THRU ADJ SINGLE				1	2,820,844	100.4040	2,884,178	2,872,572	2,821,005	210				5.000	5.565	MON	11,969	139,508	05/08/2006	07/01/2035	
31403X-FB-6	FNMA PASS-THRU BLLN MULTI				1	980,898	101.1010	1,011,010	1,000,000	983,199	2,301				4.890	5.726	MON	4,075	44,825	01/17/2007	04/01/2012	
31381D-YY-5	FNMA PASS-THRU GNM-BK MGA 30				1	94,767	105.7310	98,907	93,546	94,618	(37)				7.318	6.935	MON	570	6,910	12/13/2000	05/20/2023	
31405F-D5-8	FNMA PASS-THRU GOV SINGLE FAM				1	190,659	105.3880	190,654	180,907	190,561	(52)				7.000	4.783	MON	1,055	12,781	06/29/2004	10/01/2032	
31385W-ST-2	FNMA PASS-THRU INT 15 YEAR				1	3,939,238	102.5120	3,965,694	3,868,517	3,934,903	(4,796)				6.000	5.394	MON	19,343	232,843	12/13/2006	12/01/2017	
31391C-5F-8	FNMA PASS-THRU INT 15 YEAR				1	186,287	101.5120	189,436	186,615	186,269	(21)				5.500	5.579	MON	855	10,293	10/25/2006	09/01/2017	
31391U-4Q-5	FNMA PASS-THRU INT 15 YEAR				1	10,718	101.4860	10,737	10,737	10,717	(1)				5.500	5.582	MON	49	592	10/25/2006	02/01/2018	
31402C-RT-1	FNMA PASS-THRU INT 15 YEAR				1	7,507,763	101.4860	7,572,003	7,461,131	7,504,471	(3,701)				5.500	5.319	MON	34,197	412,095	12/13/2006	12/01/2018	
31402R-D2-2	FNMA PASS-THRU INT 15 YEAR				1	215,356	101.4860	219,104	215,896	215,348	(12)				5.500	5.606	MON	990	11,909	10/25/2006	03/01/2020	
31403C-ZZ-3	FNMA PASS-THRU INT 15 YEAR				1	131,833	101.4860	134,243	132,277	131,833	(2)				5.500	5.632	MON	606	7,293	10/25/2006	06/01/2020	
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR				1	5,059,289	102.5120	5,094,049	4,969,223	5,056,526	(3,376)				6.000	5.513	MON	24,846	299,924	12/13/2006	03/01/2021	
31403R-KJ-6	FNMA PASS-THRU INT 15 YEAR				1	40,516	101.4860	41,214	40,611	40,514	(3)				5.500	5.600	MON	186	2,240	10/25/2006	11/01/2018	
31403X-YW-9	FNMA PASS-THRU INT 15 YEAR				1	99,491	101.4000	101,200	99,803	99,490	(3)				5.500	5.625	MON	457	5,511	10/25/2006	04/01/2019	
31404T-VM-2	FNMA PASS-THRU INT 15 YEAR				1	1,343,244	98.3530	1,362,859	1,385,681	1,346,495	1,832				4.500	5.302	MON	5,196	62,415	10/28/2005	06/01/2019	
31405F-4M-1	FNMA PASS-THRU INT 15 YEAR				1	123,440	101.4000	125,590	123,856	123,441	(2)				5.500	5.632	MON	568	6,819	10/25/2006	09/01/2019	
31405K-BZ-3	FNMA PASS-THRU INT 15 YEAR				1	1,014,274	101.4000	1,025,589	1,011,429	1,013,758	(275)				5.500	5.458	MON	4,636	55,678	11/03/2005	09/01/2019	
31407D-YK-5	FNMA PASS-THRU INT 15 YEAR				1	458,275	101.3340	467,163	461,013	458,327	40				5.500	5.705	MON	2,113	25,377	08/16/2006	07/01/2020	
31407F-BY-5	FNMA PASS-THRU INT 15 YEAR				1	1,655,797	98.3270	1,674,403	1,702,892	1,656,249	452				4.500	5.240	MON	6,386	19,199	09/10/2007	08/01/2020	
31410F-ZZ-4	FNMA PASS-THRU INT 15 YEAR																					

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
31402C-PL-0	FNMA PASS-THRU LNG 30 YEAR				1	754,541	.97 7200	768,498	786,428	754,549		.8			5.000	5.867	MON	3,277	3,277	11/06/2007	11/01/2033
31402C-UG-7	FNMA PASS-THRU LNG 30 YEAR				1	1,017,058	.97 7200	1,036,799	1,060,989	1,017,583		449			5.000	5.863	MON	4,421	53,160	09/06/2006	03/01/2034
31402Q-WA-5	FNMA PASS-THRU LNG 30 YEAR				1	984,273	100.0060	1,010,705	1,010,645	984,207		(67)			5.500	6.097	MON	4,632	18,566	08/22/2007	01/01/2035
31402R-AO-2	FNMA PASS-THRU LNG 30 YEAR				1	1,598,142	103.4080	1,609,233	1,556,198	1,597,897		(308)			6.500	5.629	MON	8,429	101,517	11/07/2005	12/01/2032
31402R-AS-8	FNMA PASS-THRU LNG 30 YEAR				1	1,854,625	103.3810	1,864,172	1,803,206	1,855,468		(343)			6.500	5.560	MON	9,767	117,762	10/26/2005	03/01/2035
31402R-H2-8	FNMA PASS-THRU LNG 30 YEAR				1	691,854	101.8790	698,361	685,481	691,784		(84)			6.000	5.819	MON	3,427	41,265	11/21/2005	12/01/2032
31406G-F4-6	FNMA PASS-THRU LNG 30 YEAR				1	746,881	.97 6270	750,258	768,494	747,151		204			5.000	5.592	MON	3,202	38,475	10/19/2005	02/01/2035
31407Y-KQ-1	FNMA PASS-THRU LNG 30 YEAR				1	186,669	102.9170	187,593	182,276	186,732		62			6.500	5.729	MON	987		10/18/2007	12/01/2035
31408H-3H-6	FNMA PASS-THRU LNG 30 YEAR				1	1,397,738	101.5690	1,435,141	1,412,971	1,397,691		(47)			6.000	6.332	MON	7,065	28,370	07/25/2007	02/01/2036
31409J-AG-1	FNMA PASS-THRU LNG 30 YEAR				1	525,695	101.5690	538,487	530,169	525,686		(9)			6.000	6.274	MON	2,651	10,646	07/26/2007	05/01/2036
31410F-Y6-6	FNMA PASS-THRU LNG 30 YEAR				1	820,268	.97 6270	839,018	859,412	820,101		(167)			5.000	5.973	MON	3,581	21,530	05/31/2007	11/01/2035
31410G-AF-0	FNMA PASS-THRU LNG 30 YEAR				1	1,364,816	.97 6270	1,427,682	1,462,384	1,364,880		64			5.000	6.415	MON	6,093	36,649	06/13/2007	08/01/2036
31410G-BE-2	FNMA PASS-THRU LNG 30 YEAR				1	957,257	.99 9390	996,329	996,937	957,267		10			5.500	6.469	MON	4,569	27,520	06/12/2007	11/01/2036
31410G-JS-3	FNMA PASS-THRU LNG 30 YEAR				1	1,747,253	101.9990	1,787,207	1,752,181	1,747,285		32			6.000	6.138	MON	8,761	26,378	08/16/2007	04/01/2037
31410V-MB-3	FNMA PASS-THRU LNG 30 YEAR				1	187,631	102.8040	188,417	183,278	187,706		75			6.500	5.602	MON	993		10/18/2007	01/01/2035
31411Y-WC-3	FNMA PASS-THRU LNG 30 YEAR				1	268,447	102.7940	269,454	262,130	268,556		108			6.500	5.590	MON	1,420	1,420	10/18/2007	06/01/2037
31412L-G4-6	FNMA PASS-THRU LNG 30 YEAR				1	243,058	102.7940	244,052	237,419	243,155		97			6.500	5.603	MON	1,286	1,286	10/18/2007	04/01/2037
31412X-DN-1	FNMA PASS-THRU LNG 30 YEAR				1	149,261	102.7940	149,918	145,843	149,320		59			6.500	5.615	MON	790		10/18/2007	06/01/2037
31371M-6W-4	FNMA PASS-THRU LNG 10 7-10YR				1	1,293,675	.98 8870	1,300,253	1,314,888	1,293,848		173			5.500	5.829	MON	6,027	66,345	01/11/2007	01/01/2037
31410G-NB-5	FNMA PASS-THRU LNG 10 7-10YR				1	987,191	100.7160	997,220	930,130	987,194		3			6.000	6.143	MON	4,951	9,925	10/04/2007	10/01/2037
31385J-HW-1	FNMA PASS-THRU MEGA MULTI 7				1	199,661	105.1160	202,832	192,960	197,889		(1,107)			6.056	4.299	MON	974	17,988	03/31/2006	07/01/2012
31385X-HZ-2	FNMA PASS-THRU MEGA MULTI 7				1	903,670	.99 7500	928,393	930,719	906,544		2,874			4.895	5.803	MON	3,641	39,243	01/10/2007	08/01/2036
31402C-5S-7	FNMA PASS-THRU MEGA MULTI 7				1	368,634	.99 6900	380,650	381,834	370,501		4,807			5.807	5.852	MON	1,530	18,212	08/30/2006	04/01/2014
31402D-FV-7	FNMA PASS-THRU INT 15 YEAR 725680				1	1,721,073	103.5450	1,695,332	1,637,290	1,704,146		(4,764)			6.500	5.012	MON	8,869	106,972	06/17/2004	07/01/2017
31378H-UH-2	FNMA Passthru Pool # 399384				1	157,390	104.2260	160,333	153,832	155,606		(427)			7.500	6.671	MON	961	11,600	12/21/2000	09/01/2012
31371K-T9-2	FNMA Pool #254476 5.5%				1	658,752	100.1780	657,869	656,700	658,519		(54)			5.500	5.502	MON	3,010	36,144	09/06/2002	09/01/2032
31384V-ML-3	FNMA Pool #535063 6.50%				1	431,781	103.6880	434,007	418,570	426,904		(1,098)			6.500	5.525	MON	2,267	27,364	05/02/2002	12/01/2014
31385W-UE-7	FNMA Pool #555081 6.329%				1	885,751	105.2040	841,395	799,775	836,467		(10,362)			6.329	2.719	MON	4,218	52,978	11/26/2002	03/01/2012
31387D-30-0	FNMA Pool #581407				1	28,683	105.3880	29,718	28,199	28,665		(3)			7.000	6.300	MON	164	1,974	06/25/2001	06/01/2031
31405P-LO-1	FNMA POOL #795135 4.602% 10/01/...				1	711,547	.99 5720	726,000	729,120	711,658		98			4.602	5.326	MON	2,796	33,734	06/27/2006	10/01/2034
31410F-UC-7	FNMA POOL #888079 6.500% 10/01/...				1	3,109,832	102.8960	3,128,877	3,040,815	3,107,629		(2,039)			6.500	6.241	MON	16,471	198,445	12/01/2006	10/01/2026
31410G-AR-4	FNMA POOL #888416 5.000% 9/01/...				1	635,003	.97 7200	647,486	662,593	635,108		105			5.000	5.725	MON	2,761	19,369	05/23/2007	09/01/2035
31410G-BT-9	FNMA POOL #888450 5.500% 8/01/...				1	1,604,776	100.1780	1,633,539	1,630,637	1,604,887		111			5.500	5.852	MON	7,474	52,462	05/21/2007	08/01/2035
31410G-TM-5	FNMA POOL #888956 6.000% 3/01/...				1	2,976,323	101.5630	2,966,966	2,921,320	2,976,587		264			6.000	5.844	MON	14,607		11/28/2007	03/01/2036
31410M-Q2-9	FNMA POOL #891573 6.000% 6/01/...				1	449,104	101.5690	465,831	458,635	449,183		46			6.000	6.707	MON	2,293	27,543	07/05/2006	06/01/2036
31374S-6A-4	FNMA Pool 323165 6.0%				1	111,820	102.5220	109,752	107,053	109,822		(476)			6.000	4.571	MON	535	6,465	08/14/2002	06/01/2013
31374T-PG-8	FNMA Pool 323623 6.0%				1	240,869	102.5220	240,006	234,102	238,199		(628)			6.000	5.111	MON	1,171	14,132	07/01/2002	03/01/2014
31376Q-TC-7	FNMA POOL 362447 7%				1	3,406	100.5750	3,400	3,381	3,368		(5)			7.000	6.912	MON	20		11/08/1996	07/01/2008
31384V-NW-8	FNMA POOL 535105 5.00%				1	48,730	.99 6890	52,499	52,663	51,811		511			5.000	7.470	MON	219	2,677	03/02/2000	04/01/2009
31387H-3W-8	FNMA Pool 585013				1	106,840	102.9700	105,702	102,653	104,712		(447)			6.500	5.252	MON	556	6,731	11/13/2001	06/01/2014
36225E-BM-3	GNMA PASS-THRU M ADJ HYBRID				1	629,837	.99 6220	650,004	652,470	630,007		170			5.000	5.596	MON	2,719	21,752	02/16/2007	02/20/2037
36202E-JG-5	GNMA PASS-THRU M SINGLE FAMILY				1	4,648,377	.97 6710	4,647,592	4,758,416	4,649,152		918			5.000	5.503	MON	19,827	238,013	12/08/2006	06/20/2036
36200N-YW-7	GNMA PASS-THRU X SINGLE FAMILY				1	780,985	100.7610	786,253	780,315	780,974		(20)			5.500	5.575	MON	3,576	42,917	12/08/2006	04/15/2035
36291R-NV-8	GNMA PASS-THRU X SINGLE FAMILY				1	4,966,295	100.7600	4,990,782	4,953,138	4,966,286		(262)			5.500	5.542	MON	22,702	272,635	11/28/2006	11/15/2034
36225A-4V-9	GNMA POOL #780836 8.25% 4/15/...				1	155,422	107.7190	157,606	146,312	153,171		(260)			8.250	6.498	MON	1,006	12,098	07/28/1998	04/15/2020
2699999	Total Bonds - Special Revenue - Single Class Mortgage-Backed/Asset-Backed Securities					130,433,814	XXX	131,948,344	130,793,008	130,345,477	0	(28,630)	0	0	XXX	XXX	XXX	615,749	5,890,152	XXX	XXX
313376-5S-6	FHLMC Remic 1832 F 6.5%				1	1,107,091	100.8160	1,130,831	1,130,831	1,116,611		1,640			6.500	7.088	MON	5,076	73,679	06/06/1999	03/15/2011
31397A-K6-9	FHLMC REMIC SERIES 5.500% 4/15/...				1	476,034	101.0590	485,073	479,990	476,536		378			5.500	5.848	MON	2,200	26,399	08/17/2006	04/15/2029
31393M-EF-4	FHLMC REMIC SERIES 2591				1	9,548,438	.95 1760	9,993,480	10,500,000	9,567,646		19,208			5.000	6.384	MON				

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SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
31392D-P9-7	FNMA 2002-W8 A2 7%				1	449,758	105.2730	451,330	428,724	431,225		550			7.000		MON	2,501	30,120	07/12/2002	06/25/2042
31359S-R6-9	FNMA Gr Tr Series 2001-T4 CI A				1	513,264	106.1650	528,234	497,560	504,065	(1,895)				7.500	6.517	MON	3,110	37,468	04/18/2001	07/25/2028
31394U-ZK-1	FNMA REMIC 6.000% 10/25/				1	748,580	102.3420	751,839	751,839	746,755	(1,861)				6.000	5.520	MON	2,449	44,164	11/09/2005	10/25/2032
31359V-GF-4	FNMA REMIC TR 1999-1				1	6,174,513	104.9870	6,243,430	5,946,860	6,176,625	2,111				6.500	5.613	MON	32,212		12/19/2007	02/25/2029
31359V-XU-2	FNMA REMIC TR 1999-13				1	620,239	102.1540	624,717	611,544	620,017	(359)				6.000	5.625	MON	3,058	36,768	11/27/2006	04/25/2029
31392E-S8-4	FNMA REMIC TRUST 2002-W10				1	1,502,144	101.8450	1,531,773	1,504,024	1,502,050	(101)				5.700	5.684	MON	7,144	86,029	09/14/2006	08/25/2042
31392D-H7-0	FNMA REMIC TRUST 2002-W6				1	973,055	106.6230	945,869	887,115	929,697	(11,380)				7.500	4.990	MON	5,544	66,860	02/26/2004	06/25/2042
31394C-3N-0	FNMA REMIC TRUST 2005-23				1	3,153,184	101.0370	3,206,928	3,174,014	3,151,959	(1,225)				5.500	5.759	MON	14,548	72,913	07/25/2007	10/25/2032
38374N-QU-4	GNMA REMIC TRUST 2006-38				1	2,403,125	99.5760	2,489,400	2,500,000	2,405,234	2,109				5.500	6.209	MON	11,458	68,750	06/12/2007	03/20/2033
38375J-B7-9	GNMA REMIC TRUST 2007-18				1	2,684,274	100.7000	2,725,206	2,706,263	2,683,861	(413)				5.500	5.782	MON	12,404	49,615	08/13/2007	05/20/2035
38375J-M9-3	GNMA REMIC TRUST 2007-27				1	3,923,692	99.6600	3,903,033	3,916,348	3,923,616	(76)				5.000	5.006	MON	16,318	16,318	11/27/2007	09/20/2036
38374D-GW-3	GNMA REMIC TRUST 2007-80				1	2,007,500	100.0000	2,000,000	2,000,000	2,007,487	(13)				5.500	5.583	MON	9,167		12/11/2007	07/16/2037
2799999 - Total Bonds - Special Revenue - Defined Multi-Class Residential Mortgage-Backed Securities						59,588,832	XXX	61,295,340	62,392,520	59,763,773	0	169,590	0	0	XXX	XXX	XXX	273,706	1,676,128	XXX	XXX
3199999 - Total - Special Revenue Bonds						194,167,528	XXX	197,318,494	197,510,528	194,257,047	0	142,392	0	0	XXX	XXX	XXX	1,131,622	7,632,530	XXX	XXX
88579E-AB-1	3M CO MEDIUM TERM NTS BK ENTRY				1FE	999,560	102.1500	1,021,500	1,000,000	999,721	141				5.125	5.207	MON	7,830	50,965	11/03/2006	11/06/2009
002819-AA-8	ABBOTT LABORATORIES				1FE	274,893	102.4700	281,793	275,000	274,895	3				5.150	5.225	MON	2,046		11/06/2007	11/30/2012
007924-AF-0	AEGON N V				1FE	1,804,424	97.9000	1,835,625	1,875,000	1,817,741	8,218				4.750	5.483	JD	7,422	89,063	05/09/2007	06/01/2013
00768R-AB-8	AERO 1 HQ FIN TR 4.890% 7/07/				2FE	1,412,430	94.5000	1,417,500	1,500,000	1,427,261	14,831				4.890	7.226	MON	4,890	36,675	06/05/2007	07/07/2010
013817-AF-6	ALCOA INC				1FE	985,940	98.2980	982,980	1,000,000	986,078	138				5.720	5.979	FA	20,338		11/05/2007	02/23/2019
018490-AL-6	ALLERGAN INC				1FE	1,934,661	117.1250	2,108,250	1,800,000	1,928,949	(4,603)				1.500	1.075	AO	6,750	23,325	10/25/2007	04/01/2026
018490-AK-8	ALLERGAN INC 1.500% 4/01/				1FE	756,719	117.1250	878,438	750,000	754,714	(1,406)				1.500	1.307	AO	2,813	11,250	07/12/2006	04/01/2026
020002-AV-3	ALLSTATE CORP				2FE	199,658	96.4820	192,964	200,000	199,658					6.125	6.230	MON	1,565	6,295	05/03/2007	05/15/2067
02261W-AB-5	ALZA CORP				1FE	2,732,620	91.6250	2,748,750	3,000,000	2,744,585	11,194				0.715	0.715	MAT			10/26/2007	07/28/2020
02342T-AD-1	AMDOCS LTD				2FE	501,492	101.6250	487,800	480,000	489,423	(10,368)				0.500	(1.564)	MS	707	2,400	12/15/2006	03/15/2024
02584P-AB-0	AMERICAN EXPRESS TRAVEL				1FE	998,000	100.2230	1,002,230	1,000,000	998,039	39				5.250	5.377	MON	5,833		11/30/2007	11/21/2011
025932-AD-6	AMERICAN FINL GROUP INC OHIO		LS		2FE	571,658	51.2500	691,875	1,350,000	617,855	13,102				1.486	5.529	JD	1,616	20,061	03/15/2004	06/02/2033
02635P-TD-5	AMERICAN GEN FIN MEDTN SRNT BE				1FE	997,930	98.8970	988,970	1,000,000	998,321	256				5.850	5.973	JD	4,875	58,500	06/07/2006	06/01/2013
026874-AX-5	AMERICAN INTL GROUP INC				2FE	979,250	96.5720	965,720	1,000,000	982,954	1,736				5.050	5.392	AO	12,625	50,500	10/18/2005	10/01/2015
032511-AV-3	ANADARKO PETE CORP				2FE	303,288	101.8340	305,502	300,000	303,248	(40)				6.450	6.470	MS	5,698	19,135	01/04/2007	09/15/2036
00184A-AG-0	AOL Time Warner 7.70%				2FE	3,938,738	111.1050	4,110,885	3,700,000	3,929,382	(3,172)				7.700	7.307	MON	47,483	260,838	08/14/2007	05/01/2032
00184A-AC-9	AOL TIME WARNER INC				2FE	743,800	110.6620	746,969	675,000	741,647	(1,156)				7.625	6.892	AO	10,866	51,469	06/07/2006	04/15/2031
039483-AW-2	ARCHER DANIELS MIDLAND CO				1FE	1,973,125	120.6250	2,110,938	1,750,000	1,971,876	(1,249)				0.875	(1.117)	FA	5,785		12/19/2007	02/15/2014
046353-AC-2	ASTRAZENECA PLC				1FE	2,014,080	103.3850	2,067,700	2,000,000	2,013,548	(532)				5.400	5.304	MS	32,700		10/15/2007	09/15/2012
00209T-AA-3	AT&T Broadband Corp. 8.375%				2FE	378,349	104.0000	338,000	325,000	364,670	(6,389)				8.375	5.717	MS	8,014	27,219	10/14/2005	03/15/2013
001957-BD-0	AT&T Corp. Step Up				1FE	2,282,694	122.8070	2,855,263	2,325,000	2,349,572	(351)				8.500	8.651	MON	25,252	178,000	08/27/2007	11/15/2031
00206R-AD-4	AT&T INC				1FE	109,525	104.5680	115,025	110,000	109,514	(11)				6.500	6.641	MS	2,403		08/28/2007	09/01/2037
00206R-AG-7	AT&T INC				1FE	124,449	101.5990	126,999	125,000	124,449					6.300	6.433	JJ	547		12/03/2007	01/15/2038
054303-AR-3	AVON PRODS INC				1FE	1,762,140	92.1210	1,842,420	2,000,000	1,789,311	14,393				6.200	5.609	JJ	38,733	84,000	01/24/2006	07/15/2018
056335-AA-0	BAC CAPITAL TRUST XI				1FE	409,871	97.2880	364,830	375,000	409,497	(374)				4.625	6.038	MON	2,622	24,844	03/09/2007	05/23/2036
06050T-KN-1	BANK AMER CHRLT NC MTN				1FE	1,273,814	97.2380	1,239,785	1,275,000	1,273,888	73				5.300	5.383	MS	19,897	34,163	03/08/2007	03/15/2017
060505-BU-7	BANK OF AMERICA CORPORATION				1FE	294,801	100.0490	300,147	300,000	297,051	1,046				4.500	4.970	FA	5,625	13,500	10/14/2005	08/01/2010
060505-CX-8	BANK OF AMERICA CORPORATION				1FE	199,238	101.9840	203,968	200,000	199,428	139				5.375	5.538	FA	4,061	10,780	08/09/2006	08/15/2011
060505-CZ-5	BANK OF AMERICA CORPORATION				1FE	625,000	99.8800	624,250	625,000	625,000					0.250	0.250	FA	590	781	02/12/2007	02/15/2012
060505-DH-4	BANK OF AMERICA CORPORATION				1FE	209,528	102.1670	214,551	210,000	209,540	12				6.000	6.121	MS	4,480		08/20/2007	09/01/2017
060505-DP-6	BANK OF AMERICA CORPORATION				1FE	173,770	100.2290	175,401	175,000	173,777	7				5.750	5.929	JD	755		11/29/2007	12/01/2017
06423A-AS-2	BANK ONE CORP				1FE	998,130	99.7060	997,060	1,000,000	998,408	267				5.250	5.356	JJ	22,021	52,500	12/15/2006	01/30/2013
073902-CC-0	Bear Stearns 2.875%				1FE	1,944,480	100.0000	2,000,000	2,000,000	1,964,496	20,016				2.875	6.627	JJ	28,590		09/17/2007	07/02/2008
073928-X7-3	BEAR STEARNS COS INC MTN BE				2FE	149,645	102.8200	154,230	150,000	149,668	24				6.950	7.130	JD	4,083		08/07/2007	08/10/2012
075811-AC-3	BECKMAN COULTER INC				1FE	2,395,651	116.1250	2,699,906	2,325,000	2,394,700	(951)				2.500	2.374	JD	2,583	45,625	06/12/2007	12/15/2036
075811-AD-1	BECKMAN COULTER INC		LS		2FE	276,596	116.1250	278,700	240,00												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates			
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity	
12189P-AG-7	Burlington Northern Santa Fe 8.25%				1FE	1,265,679	116.0430	1,468,732	1,265,679	1,265,679					8.251	8.421	JJ	48,154	104,431	06/23/2000	01/15/2021	
12189T-AD-6	BURLINGTON NORTHN SANTA FE CP				2FE	2,288,640	100.0000	2,000,000	2,000,000	2,288,299					7.290	6.301	JD	12,150		11/28/2007	06/01/2036	
13342B-AB-1	CAMERON INTERNATIONAL CORP				1FE	2,094,531	154.0000	3,041,500	1,975,000	2,089,508		(4,986)			2.500	2.130	JD	2,194	49,375	01/04/2007	06/15/2026	
136385-AL-5	CANADIAN NAT RES LTD				2FE	30,066	97.7070	29,312	30,000	30,065		(1)			6.250	6.331	MS	552	917	03/13/2007	03/15/2038	
136375-BL-5	CANADIAN NATL RY CO				1FE	82,655	100.8760	82,411	75,000	82,411		(120)			6.250	5.612	FA	1,953	4,688	11/29/2005	08/01/2034	
14040H-AR-6	CAPITAL ONE FINL CORP				2FE	1,826,479	95.9120	1,750,394	1,825,000	1,826,500		22			6.750	6.853	MS	40,036		10/16/2007	09/15/2017	
14149Y-AN-8	CARDINAL HEALTH INC				2FE	996,860	101.5800	1,015,800	1,000,000	996,991		131			6.000	6.134	JD	2,667	31,167	06/05/2007	06/15/2017	
143658-AN-2	Carnival Corp. Conv. 2.00%				1FE	1,180,311	116.8750	1,098,625	940,000	1,156,627		(16,045)			2.000	0.246	AO	3,447	18,800	12/15/2006	04/25/2021	
125509-BF-5	CIGNA CORP				2FE	265,500	106.1510	265,378	250,000	261,822		(3,497)			7.000	5.365	JJ	8,069	17,500	12/12/2006	01/15/2011	
125509-AZ-2	Cigna Corp 7.875%				2FE	1,209,914	101.0000	1,212,000	1,200,000	1,208,773		(263)			7.875	7.972	MN	12,075	94,500	10/09/2001	05/15/2027	
125509-BG-3	Cigna Corp. 6.375%				2FE	167,670	104.5440	156,816	150,000	159,558		(2,263)			6.375	4.578	AO	2,019	9,563	03/08/2004	10/15/2011	
12560P-EX-5	CIT GROUP HLDGS INC MTN BE				1FE	1,401,000	98.0680	1,471,020	1,500,000	1,407,249		6,249			5.000	6.759	FMAN	11,875	19,562	08/22/2007	08/06/2012	
125581-AV-0	CIT GROUP INC				1FE	951,620	93.9440	939,440	1,000,000	955,334		3,714			4.000	8.630	JAJO	6,778		11/27/2007	01/30/2009	
17305B-AB-7	CITICORP PASS-THRU TR				1FE	3,270,850	115.0510	3,163,903	2,750,000	3,210,453		(25,630)			8.040	6.144	JD	9,827	221,100	10/24/2006	12/15/2019	
173094-AA-1	CITIGROUP CAP XXI				1FE	74,819	104.4190	78,314	75,000	74,819					8.300	8.493	JD	173		12/17/2007	12/21/2017	
172967-CK-5	CITIGROUP INC				1FE	298,308	97.6170	292,851	300,000	298,668		173			5.125	5.276	MN	2,392	15,375	11/09/2005	05/05/2014	
172967-CU-3	CITIGROUP INC				1FE	386,740	98.5370	394,148	400,000	393,075		2,990			4.125	5.049	FA	5,913	16,500	10/26/2005	02/22/2010	
172967-DR-9	CITIGROUP INC				1FE	568,897	94.6490	576,412	609,000	568,961		63			6.125	6.751	FA	13,055		11/13/2007	08/25/2036	
172967-EC-1	CITIGROUP INC				1FE	74,011	93.3260	69,995	75,000	74,018		7			5.875	6.059	MN	392	2,203	05/18/2007	05/29/2037	
172967-EL-1	CITIGROUP INC				1FE	124,766	100.9920	126,240	125,000	124,775		8			5.300	5.414	AO	1,362		10/10/2007	10/17/2012	
172967-BL-4	Citigroup Inc. 6.625%				1FE	1,583,220	100.6600	1,509,900	1,500,000	1,577,966		(1,336)			6.625	6.305	JD	4,417	99,375	08/28/2003	06/15/2032	
12612W-AB-0	CNF INC				2FE	1,427,625	90.7490	1,361,235	1,500,000	1,429,082		905			6.700	7.225	MN	16,750	100,500	05/08/2006	05/01/2034	
20030N-AH-4	COMCAST CORP NEW				2FE	100,517	102.0410	102,041	100,000	100,316		(99)			5.400	5.401	MN	696		11/29/2005	11/15/2010	
20030N-AJ-0	COMCAST CORP NEW				2FE	499,960	100.7180	503,590	500,000	499,967		3			5.850	5.937	MN	3,738	29,250	11/08/2005	11/15/2015	
20030N-AL-5	COMCAST CORP NEW				2FE	399,448	100.6090	402,436	400,000	399,526		44			5.900	6.006	MS	6,949	23,600	02/27/2006	03/15/2016	
20030N-AM-3	COMCAST CORP NEW				2FE	124,249	101.8180	127,273	125,000	124,264		8			6.450	6.601	MS	2,374	8,063	02/27/2006	03/15/2037	
20030N-AU-5	COMCAST CORP NEW				2FE	249,618	103.7530	259,383	250,000	249,628		10			6.300	6.420	MN	2,013	3,049	08/21/2007	11/15/2017	
20030N-AP-6	COMCAST CORP NEW 6.500% 1/15/				2FE	829,895	104.2650	860,186	825,000	829,824		(109)			6.500	6.518	JJ	24,727	32,590	08/06/2007	01/15/2017	
20030N-AE-1	Comcast Corp. 5.30%				2FE	1,241,641	98.0600	1,225,750	1,250,000	1,244,681		716			5.300	5.457	JJ	30,549	66,250	03/03/2004	01/15/2014	
2027AO-BJ-7	COMMONWEALTH BK AUSTRALIA				1FE	2,000,000	100.0000	2,000,000	2,000,000	2,000,000					5.000	5.063	MN	15,833	55,642	04/17/2007	05/04/2017	
22303Q-AB-6	COVIDIEN INTL FIN S A				1FE	399,708	103.4730	413,892	400,000	399,712		4			6.000	6.100	AO	4,600		10/17/2007	10/15/2017	
224044-BM-8	COX COMMUNICATIONS INC NEW				2FE	1,301,219	98.0030	1,274,039	1,300,000	1,300,954		(126)			5.450	5.513	JD	3,149	70,850	08/30/2005	12/15/2014	
224044-BQ-9	COX COMMUNICATIONS INC NEW				2FE	978,955	99.4130	969,277	975,000	978,634		(304)			5.875	5.906	JD	4,773	57,281	12/12/2006	12/01/2016	
224044-BR-7	COX COMMUNICATIONS INC NEW				2FE	124,655	99.2150	124,019	125,000	124,659		4			6.450	6.576	JD	672	8,063	11/28/2006	12/01/2036	
22541L-AB-9	Credit Suisse FB 6.125% 11/15/11				1FE	1,021,390	104.0540	1,040,540	1,000,000	1,010,380		(2,326)			6.125	5.907	MN	7,826	61,250	08/28/2002	11/15/2011	
225448-AA-7	CREDIT SUISSE GUERNSEY BRH				1FE	100,000	89.5200	89,520	100,000	100,000					5.860	5.946	JD	33	2,930	05/08/2007	12/29/2049	
126410-LK-3	CSX TRANSN INC				2FE	584,610	129.1070	609,385	472,000	570,055		(4,737)			9.754	7.330	JD	2,046	46,020	09/03/2004	06/15/2020	
233835-AQ-0	DAIMLER CHRYSLER NORTH AMER HL				1FE	188,882	123.0000	184,500	150,000	188,322		(559)			6.375	6.472	JJ	5,773		03/23/2007	01/18/2031	
235851-AF-9	DANAHER CORP 0.000% 01/22/				1FE	2,569,273	127.2500	3,092,175	2,430,000	2,564,032		(5,298)				(0.398)	JJ		2,732		10/25/2007	01/22/2021
249575-AN-1	DEPFA ACS BK				1FE	599,660	98.8420	617,763	625,000	599,892		232			5.125	5.473	MS	9,342	16,105	05/14/2007	03/16/2037	
25156P-AH-6	DEUTSCHE TELEKOM INTL FIN B V				1FE	144,200	100.0940	150,141	150,000	144,936		458			5.750	6.380	MS	2,348	8,625	05/10/2006	03/23/2016	
260543-BJ-1	DOW CHEM CO				1FE	601,395	96.0000	480,000	500,000	594,711		(2,132)			7.375	5.925	MN	6,146	36,875	02/17/2005	11/01/2029	
260543-BR-3	DOW CHEM CO				1FE	207,594	100.0000	200,000	200,000	206,383		(1,155)			6.000	5.301	AO	3,000	12,000	12/13/2006	10/01/2012	
260546-AA-4	DOW CHEM PASS THRU TR				1	925,000	99.3540	919,025	925,000	925,000					4.027	4.088	MUSD	103	46,562	03/24/2004	09/30/2009	
26442C-AA-2	DUKE ENERGY CAROLINAS LLC				1FE	99,987	100.5120	100,512	100,000	99,987					6.100	6.194	JD	508		05/31/2007	06/01/2037	
26441Y-AM-9	DUKE RLTY LTD PARTNERSHIP NEW				2FE	1,497,375	96.8090	1,452,135	1,500,000	1,497,630		190			5.950	6.062	FA	33,717	87,019	08/18/2006	02/15/2017	
263534-BJ-7	DuPont 6.875%				1FE	1,038,220	102.0000	1,020,000	1,000,000	1,009,556		(4,892)			6.875	6.402	AO	14,514	68,750	12/27/2000	10/15/2020	
277432-AC-4	EASTMAN CHEM CO 7.625% 6/15/				2FE	1,063,520	112.0160	1,120,160	1,000,000	1,060,359		(1,908)			7.625	7.124	JD	3,389	76,250	04/21/2006	06/15/2024	
292505-AF-1	ENCANA CORP				1FE	174,701	102.2980	179,022	175,000	174,702		2			5.900	6.011	JJ	774		11/28/2007	12/01/2017	
29266M-AF-6	ENERGY EAST CORP				2FE	51,968	101.1140	50,557	50,000	51,940		(23)			6.750	6.555	JD	1,556	3,291	10/25/2006	07/15/2036	
297599-AA-0																						

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
369626-2G-8	GENERAL ELEC CAP CORP MTN BE				1FE	3,856,960	101.1050	4,044,200	4,000,000	3,862,289		5,329			5.400	5.980	FA	81,600	109,200	07/11/2007	02/15/2017
369626-3M-4	GENERAL ELEC CAP CORP MTN BE				1FE	175,000	103.2480	180,684	175,000	175,000					6.375	6.477	MN	1,426		11/06/2007	11/15/2067
369626-R4-8	GENERAL ELEC CAP CORP MTN BE				1FE	317,138	99.6180	323,759	325,000	321,248		2,110			4.125	4.913	MS	4,469	13,406	01/03/2006	09/01/2009
369626-S6-2	GENERAL ELEC CAP CORP MTN BE				1FE	347,953	100.9680	353,388	350,000	348,786		393			4.875	5.072	AO	3,318	17,063	10/26/2005	10/21/2010
369626-T3-8	GENERAL ELEC CAP CORP MTN BE				1FE	323,544	96.0000	312,000	325,000	324,004		227			5.000	5.153	MN	2,076	16,250	12/01/2005	11/15/2011
369626-ZY-3	General Electric Cap. Corp. 5.45%				1FE	1,990,736	103.2400	2,013,180	1,950,000	1,984,548		(5,883)			5.450	5.111	JJ	49,005	106,275	12/12/2006	01/15/2013
37247X-AE-2	GENWORTH GLOBAL FUND 5.375% 9/15/				1FE	999,620	101.3130	1,013,130	1,000,000	999,711		69			5.375	5.456	MS	15,826	56,139	08/22/2006	09/15/2011
38141G-BU-7	GOLDMAN SACHS GROUP INC.				1FE	2,120,320	105.1760	2,103,520	2,000,000	2,102,000		(18,320)			6.600	5.252	JJ	60,867	66,000	03/05/2007	01/15/2012
38141G-EU-4	GOLDMAN SACHS GROUP INC.				1FE	236,461	97.6580	244,145	250,000	236,905		445			5.625	6.500	JJ	6,484		07/31/2007	01/15/2017
38144L-AC-4	GOLDMAN SACHS GROUP INC.				1FE	149,801	101.8920	152,838	150,000	149,807		7			5.450	5.556	MN	1,658		10/11/2007	01/15/2012
406216-AR-2	HALLIBURTON CO.				1FE	124,636	102.7950	128,494	125,000	124,761		77			5.500	5.653	AO	1,451	6,875	05/10/2006	10/15/2010
428236-AC-7	HEWLETT PACKARD CO 0.000% 10/14/			1	1FE	1,885,075	83.0000	2,502,450	3,015,000	2,033,100		79,905			4.125	4.125	JJ			10/05/2006	10/14/2017
438516-AK-2	HONEYWELL INTL INC.				1FE	1,061,670	100.0000	1,000,000	1,000,000	1,037,650		(15,895)			7.500	5.710	MS	25,000	75,000	06/19/2006	03/01/2010
438516-AV-8	HONEYWELL INTL INC.				1FE	998,050	103.5560	1,035,560	1,000,000	998,196		146			5.625	5.751	FA	24,063		07/24/2007	08/01/2012
440452-AD-2	HORNEL FOODS CORP				1FE	1,554,855	107.2770	1,609,155	1,500,000	1,539,487		(10,176)			6.625	5.848	JD	8,281	99,375	06/19/2006	06/01/2011
404200-AN-9	HSBC BK USA GLBL MEDIUM TM SR				1FE	288,945	99.0650	297,195	300,000	294,887		2,803			3.875	4.989	MS	3,423	11,625	10/26/2005	09/15/2009
404280-AG-4	HSBC HLDGS PLC				1FE	874,297	97.2170	826,345	850,000	874,067		(234)			6.500	6.389	MN	9,055	55,250	04/03/2007	05/02/2036
404280-AH-2	HSBC HLDGS PLC				1FE	523,756	96.9230	508,846	525,000	523,760		4			6.500	6.624	MS	10,332		09/05/2007	09/15/2037
458140-AD-2	INTEL CORP				1FE	1,995,787	107.8750	2,049,625	1,900,000	1,995,573		(214)			2.950	2.711	JD	2,491	28,025	11/28/2007	12/15/2035
459902-AN-2	INTERNATIONAL GAME TECHNOLOGY				2FE	1,273,875	101.5000	1,294,125	1,275,000	1,273,890		15			2.600	2.622	JD	32,690	32,690	02/13/2007	12/15/2036
459200-ES-9	INTL BUSN MACHS CORP MTN BE				1FE	2,001,380	98.0000	1,960,000	2,000,000	2,001,270		(110)			4.375	4.375	JD	7,292	43,750	11/15/2007	06/01/2009
450679-AT-2	ITT CORP				2FE	1,782,560	115.0870	1,783,849	1,550,000	1,777,828		(4,732)			7.400	6.135	MN	14,656	114,700	05/02/2007	11/15/2017
478160-AQ-7	JOHNSON & JOHNSON				1FE	2,139,000	105.4810	2,109,620	2,000,000	2,137,954		(1,046)			5.550	4.707	FA	41,625		11/28/2007	08/15/2025
46625H-DD-9	JP MORGAN CHASE & CO.				1FE	122,438	99.7090	124,636	125,000	123,402		474			4.600	5.122	JJ	2,619	5,750	11/29/2005	01/17/2011
46625H-GY-0	JP MORGAN CHASE & CO.				1FE	324,396	101.7380	330,649	325,000	324,397		1			6.000	6.116	JJ	596		12/13/2007	01/15/2018
46627V-AA-5	JP MORGAN CHASE CAP XVII				1FE	849,033	85.3630	768,267	900,000	849,898		647			5.850	6.380	FA	21,938	45,338	03/06/2007	08/01/2035
48123U-AA-2	JPMORGAN CHASE CAP XXI				1FE	149,135	77.9630	116,945	150,000	149,135		1			5.000	5.126	FMAN	958	4,713	05/18/2007	05/15/2077
48632H-AA-5	KAUPTHING BK HF MED TM SUB BK				1FE	1,455,378	91.6750	1,329,288	1,450,000	1,455,308		(361)			7.125	7.197	MN	12,053	103,313	02/22/2007	05/19/2016
500255-AP-9	KOHL'S CORP				2FE	2,006,680	100.4740	2,009,480	2,000,000	2,006,610		(70)			6.250	6.301	JD	32,292		11/08/2007	12/15/2017
50075N-AS-3	KRAFT FOODS INC.				2FE	101,721	103.4550	103,455	100,000	101,674		(47)			6.500	6.364	FA	2,492		08/17/2007	08/11/2017
505861-AB-0	LAFARGE S A 6.500% 7/15/				2FE	848,437	98.6240	838,304	850,000	848,607		118			6.500	6.632	JJ	25,476	54,790	07/26/2006	07/15/2016
524660-AT-4	LEGGETT & PLATT INC 4.400% 7/01/				1FE	1,283,670	91.0950	1,366,425	1,500,000	1,302,624		13,077			4.400	6.210	JJ	33,000	66,000	07/12/2006	07/01/2018
524908-7M-6	LEHMAN BROS HLDGS INC.				1FE	174,871	103.0700	180,373	175,000	174,871					6.750	6.875	JD	328		12/17/2007	12/28/2017
524908-UY-4	LEHMAN BROS HLDGS INC.				1FE	650,000	90.0000	585,000	650,000	650,000					0.250	0.250	FA	609	813	02/09/2007	02/16/2012
52517P-5X-5	LEHMAN BROS HLDGS INC MTN BE				1FE	414,651	101.8470	422,665	415,000	414,662		11			6.200	6.312	MS	6,790		09/19/2007	09/26/2014
52517P-D5-7	LEHMAN BROS HLDGS INC MTN BE				1FE	174,220	98.5300	172,428	175,000	174,508		146			5.000	5.166	JJ	4,059	8,750	12/14/2005	01/14/2011
539830-AE-9	LOCKHEED MARTIN 7.65%				1FE	796,264	114.7230	860,423	750,000	779,052		(2,503)			7.850	7.154	MN	57,375		04/28/1999	05/01/2016
539830-AP-4	LOCKHEED MARTIN CORP				1FE	2,213,221	146.8800	2,820,096	1,920,000	2,197,134		(10,682)			0.887	0.317	FMAN	2,176	100,511	10/06/2006	08/15/2033
548661-CG-0	Lowes Companies Inc. 0.861%				1FE	860,104	90.0000	787,500	875,000	862,546		834			0.861	0.974	AO	1,507		04/18/2005	10/19/2021
577778-BB-8	May Department Stores 7.625%				2FE	1,235,821	107.7260	1,234,540	1,146,000	1,198,186		(7,513)			7.625	6.713	FA	33,011	87,383	10/29/2003	08/15/2013
577778-BN-2	MAY DEPARTMENT STORES CO. NOTE 8%				2FE	499,505	106.6070	533,035	500,000	499,757		43			8.000	8.174	JJ	18,444	60,000	07/11/2000	07/15/2012
585055-AL-0	MEDTRONIC INC.	L.S.			1FE	2,727,084	106.7500	2,775,500	2,600,000	2,698,554		(26,811)			1.500	0.342	AO	8,233	34,875	07/24/2007	04/15/2011
59018Y-UZ-2	MERRILL LYNCH CO INC MTN BE				1FE	937,112	98.0300	945,990	965,000	938,499		1,387			4.250	5.733	FA	16,291		11/19/2007	02/08/2010
59156R-AM-0	METLIFE INC.				1FE	73,020	91.3150	68,486	75,000	73,078		28			5.700	5.976	JD	190	4,275	11/01/2005	06/15/2035
592173-AE-8	METROPOLITAN LIFE INS CO.				1FE	518,124	116.9590	508,772	435,000	510,903		(2,287)			7.800	6.268	MN	5,655	33,930	08/11/2004	11/01/2025
59562V-AP-2	MIDAMERICAN ENERGY HLDGS NEW				2FE	99,514	96.9980	96,998	100,000	99,518		4			5.950	6.075	MN	760	3,041	05/08/2007	05/15/2037
60871R-AA-8	WOLSON COORS BREWING CO.				2FE	2,633,750	119.8750	2,577,313	2,150,000	2,628,811		(4,939)			2.500	(1.327)	JJ	22,545		12/11/2007	07/30/2013
617446-C2-3	MORGAN STANLEY				1FE	99,680	97.0070	97,007	100,000	99,704		24			5.567	5.567	JJ	2,604	2,725	01/04/2007	01/09/2017
61746B-CW-4	MORGAN STANLEY				1FE	99,798	101.7250	101,725	100,000	99,844		34			5.625	5.749	JJ	2,688	5,156	08/02/2006	01/09/2012
61746B-BS-7	MORGAN STANLEY				1FE	349,059	99.9890	349,962	350,000	349,421		171			5.050						

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
655855-FA-7	NORFOLK SOUTHN RY CO.				2FE	807,319		136,4650	891,116	653,000		787,398		(6,485)	9.750	7.348	JD	2,830	63,668	09/03/2004	06/15/2020
668807-AW-2	NORTHROP GRUMMAN CORP.				2FE	94,159		122,5850	91,939	75,000		93,388		(371)	7.750	5.894	FA	2,196	5,813	11/09/2005	02/15/2031
681919-AT-3	OMNICO GROUP INC ZERO COUPON	LS			1FE	2,503,326		108,2500	2,706,250	2,500,000		2,503,408		(144)		(0.005)	MAT			10/06/2006	06/15/2033
68402L-AC-8	ORACLE CORP / OZARK HLDG INC.				1FE	2,035,176		99,8040	2,095,884	2,100,000		2,042,120		5,341	5.250	5.763	JJ	50,838	105,000	07/31/2007	01/15/2016
690353-BR-7	OVERSEAS PRIV INV 6.78% 1/15/				1FE	88,890		101,5990	90,312	88,890		88,890			6.780	6.954	MJSD	268	(1,381)	09/05/1997	01/15/2009
743315-AM-5	PROGRESSIVE CORP OHIO				1FE	124,661		92,8370	116,046	125,000		124,661			6.700	6.831	JD	372	4,048	06/18/2007	06/15/2067
744320-AG-7	PRUDENTIAL FINL INC.				1FE	2,794,859		99,6600	2,690,820	2,700,000		2,793,597		(1,262)	2.953	2.808	MJSD	4,208	61,530	07/24/2007	12/12/2036
743917-AH-9	PRUDENTIAL INS CO AMER				1FE	1,225,120		117,9240	1,179,240	1,000,000		1,201,813		(6,144)	8.300	6.472	JJ	41,500	83,000	10/27/2003	07/01/2025
743917-AL-0	PRUDENTIAL INS CO AMER				1FE	2,687,875		116,9680	2,760,445	2,360,000		2,669,543		(18,332)	8.100	6.006	JJ	88,146	95,580	06/06/2007	07/15/2015
744448-BZ-3	PUBLIC SERVICE CO COLO.				1FE	74,384		103,6900	77,768	75,000		74,386		3	6.250	6.411	MS	1,771		08/08/2007	09/01/2037
74531E-AC-6	PUGET SOUND ENERGY INC SR MTN				2FE	1,225,381		107,9140	1,210,795	1,122,000		1,218,574		(2,144)	7.000	6.359	AO	17,890	78,540	08/02/2004	03/09/2029
771367-BZ-1	ROCHESTER GAS & ELEC CORP.				1FE	998,900		101,9550	1,019,550	1,000,000		998,908		8	6.470	6.584	JJ	29,474		07/12/2007	07/15/2032
786429-AQ-3	Safeco Corp. 4.875%				2FE	646,198		100,0420	650,273	650,000		648,729		565	4.875	5.037	FA	13,203	31,688	04/27/2003	02/01/2010
78387G-AL-7	SBC COMMUNICATIONS INC.				2FE	194,790		97,0000	194,000	200,000		194,979		189	5.625	6.098	JD	500	5,625	07/31/2007	06/15/2016
806605-AH-4	SCHERING PLOUGH CORP.				1FE	24,848		105,9560	26,489	25,000		24,848			6.550	6.706	MS	473		09/12/2007	09/15/2037
806857-AD-0	SCHLUMBERGER LTD.			1	1FE	622,824		246,8750	1,431,875	580,000		603,884		(15,383)	2.125	0.238	JD	1,027	12,325	09/22/2006	06/01/2023
812007-AE-2	SEAGULL ENERGY CORP.				2FE	1,617,756		111,4830	1,633,226	1,465,000		1,612,070		(3,570)	7.500	6.692	MS	32,352	109,875	05/16/2006	09/15/2032
842587-AB-3	SOUTHERN CO.				1FE	1,498,320		101,8140	1,527,210	1,500,000		1,498,607			5.300	5.397	JJ	36,658	39,088	01/11/2007	01/15/2012
852060-AD-4	SPRINT CAP CORP.				2FE	120,525		87,0000	108,750	125,000		120,540		15	6.875	7.338	MN	1,098	4,297	11/02/2007	11/15/2028
852061-AD-2	SPRINT NEXTEL CORP.				2FE	451,887		95,7790	454,950	475,000		452,130		244	6.000	6.840	JD	2,375	14,250	11/14/2007	12/01/2016
792860-AH-1	ST PAUL TRAVELERS INC.				1FE	306,959		99,3110	322,761	325,000		309,215		1,498	5.500	6.387	JD	1,490	17,875	06/20/2006	12/01/2015
792860-AD-0	St. Paul Cos. Note 8.125% 04/15/10				1FE	895,644		108,0210	972,189	900,000		898,673		507	8.125	8.365	AO	15,438	73,125	04/12/2000	04/15/2010
867914-AY-9	SUNTRUST BKS INC.				1FE	145,991		97,0000	145,500	150,000		148,878		1,002	4.250	5.070	AO	1,346		11/09/2005	10/15/2009
869099-AF-8	SUSQUEHANNA BANCSHARES INC PA.				2FE	2,963,970		99,8680	2,996,040	3,000,000		2,967,378		3,408	4.750	5.013	MN	23,750	142,500	03/06/2007	05/01/2014
875127-AW-2	TAMPA ELEC CO.				2FE	994,330		97,8380	978,380	1,000,000		994,370			6.150	6.288	MN	7,858	29,042	05/22/2007	05/15/2037
878742-AF-2	TECK COMINCO LTD.				2FE	73,493		97,2240	72,918	75,000		73,747		126	5.375	5.724	AO	1,008	4,031	11/29/2005	10/01/2015
87927V-AM-0	TELECOM ITALIA CAP.				2FE	66,918		97,2410	72,931	75,000		67,081		102	6.000	6.986	MS	1,138	2,250	05/10/2006	09/30/2034
879385-AC-6	TELEFONICA EUROPE B.V.				2FE	348,995		107,0350	347,864	325,000		342,237		(5,742)	7.750	5.690	MS	7,416	25,188	10/25/2006	09/15/2010
88165F-AA-0	TEVA PHARMACEUTICAL FIN CO B.V.			1	2FE	610,173		111,0000	666,000	600,000		608,895		(1,278)	1.750	1.266	FA	4,375	5,250	07/20/2007	02/01/2026
887315-BJ-7	TIME WARNER COMPANIES INC.				2FE	2,175,300		100,0000	2,000,000	2,000,000		2,173,297		(2,003)	7.250	6.155	AO	30,611		11/05/2007	10/15/2017
872540-AL-3	TJX COS INC NEW ZERO COUPON				2FE	2,722,016		96,1250	2,883,750	3,000,000		2,747,213		16,569		0.684	MAT			10/25/2007	02/13/2021
889175-BD-6	TOLEDO EDISON CO.				2FE	74,888		93,1840	69,888	75,000		74,889		1	6.150	6.256	MN	589	4,600	11/13/2006	05/15/2037
893830-AS-8	TRANSOCEAN SEDCO FOREX INC.				2FE	149,495		99,7330	149,600	150,000		149,496		2	6.000	6.136	MS	500		12/04/2007	03/15/2018
893830-AU-3	TRANSOCEAN SEDCO FOREX INC.				2FE	2,611,100		108,3750	2,817,750	2,600,000		2,611,084		(16)	1.625	1.614	JD	2,347		12/06/2007	12/15/2037
89417E-AC-3	TRAVELERS COMPANIES INC.				1FE	423,887		98,3670	418,060	425,000		423,933		46	5.750	5.867	JD	1,086	13,305	05/23/2007	12/15/2017
895925-AA-3	TRIAD GTY INC.				1FE	548,835		115,6530	578,265	500,000		547,997		(838)	7.900	7.124	JJ	18,214	19,750	03/23/2007	01/15/2028
898404-AB-4	TRUSTREET PPTYS INC.				1FE	1,091,250		107,5750	1,075,750	1,000,000		1,084,777		(6,473)	7.500	6.130	AO	18,750	37,500	04/16/2007	04/01/2015
90261X-CY-6	UBS AG BRH MTN SR DEP NT BE.				1FE	4,000,000		100,8240	4,032,960	4,000,000		4,000,000			5.400	5.473	MS	71,400	109,200	02/23/2007	09/02/2010
90261X-EM-0	UBS AG BRH MTN SR DEP NT BE.				1FE	249,700		100,7040	251,760	250,000		249,701		1	5.875	5.978	JD	449		12/17/2007	12/20/2017
907833-AF-4	UNION PACIFIC RR.				1FE	562,055		107,3950	562,055	562,055		562,055			6.850	6.967	JJ	19,143	38,501	09/17/1998	01/02/2019
907833-AG-2	UNION PACIFIC RR.				1FE	695,538		107,4510	747,366	695,538		695,538			6.330	6.430	JJ	21,891	44,028	12/02/1998	01/02/2020
91324P-AP-7	UNITEDHEALTH GROUP INC.				1FE	49,920		97,0000	48,500	50,000		49,947		15	5.250	5.356	MS	773	2,625	02/27/2006	03/15/2011
91529Y-AC-0	Unum Provident Corp. Note 7.625%				3FE	168,214		106,6730	180,277	169,000		168,684		85	7.625	7.841	MS	4,295	14,324	03/02/2001	03/01/2011
90333W-AA-6	US BK NATL ASSN MINN SUB MTNBE.				1FE	258,638		104,8780	262,195	250,000		256,187		(1,518)	6.375	5.682	FA	6,641	15,938	05/10/2006	08/01/2011
91913Y-AL-4	VALERO ENERGY CORP NEW.				2FE	124,641		100,7070	125,884	125,000		124,643		2	6.625	6.758	JD	368	4,302	06/05/2007	06/15/2037
92344G-AM-8	Verizon Global Funding Corp. 7.75%				1FE	1,138,230		117,2860	1,172,860	1,000,000		1,128,951		(2,349)	7.750	6.757	JD	6,458	77,500	08/07/2003	12/01/2030
92345N-AA-8	VERIZON VA INC.				1FE	180,088		96,5910	193,182	200,000		184,104		2,496	4.625	6.550	MS	2,724	9,250	05/10/2006	03/15/2013
927804-FB-5	VIRGINIA ELEC & PWR CO.				2FE	224,379		97,8040	220,059	225,000		224,384		5	6.000	6.111	MN	1,725	6,675	05/14/2007	05/15/2037
92857W-AG-5	VODAFONE GROUP PLC NEW.				1FE	97,006		96,3780	96,378	100,000		97,538		252	5.000	5.467	MS	1,472	5,000	10/26/2005	09/15/2015
92976G-AJ-0	WACHOVIA BK NATL ASSN MTN SUB.				1FE	249,480		100,5020	251,255	250,000		249,480			6.600	6.725	JJ	1,100		11/30/2007	11/15/2038
929903-A																					

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value					Interest				Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
94973V-AK-3	WELLPOINT INC.				1FE	1,745,033	.96	1,742,724	1,800,000	1,752,404		4,516			5.250	5.748	JJ	43,575	94,500	06/01/2006	01/15/2016
949746-JJ-1	WELLS FARGO & CO NEW				1FE	339,385	.99	347,788	350,000	344,594		2,458			4.200	5.069	JJ	6,778	14,700	10/26/2005	01/15/2010
949746-JM-4	WELLS FARGO & CO NEW				1FE	1,968,356	.88	1,877,361	2,130,000	1,968,681		324			5.375	6.029	FA	45,795		11/13/2007	02/07/2035
949746-NX-5	WELLS FARGO & CO NEW				1FE	896,256	100.0610	900,549	900,000	896,272		36			5.625	5.761	JD	2,953		12/03/2007	12/11/2017
949746-CL-3	Wells Fargo 5.125%				1FE	2,311,017	100.1200	2,302,760	2,300,000	2,306,323		(1,173)			5.125	5.122	MS	39,292	117,875	08/28/2003	09/01/2012
959053-AD-1	WESTERN OIL SANDS INC.				2FE	2,231,060	111.5310	2,230,620	2,000,000	2,224,677		(6,383)			8.375	5.505	MM	27,917		11/16/2007	05/01/2012
963320-AN-6	WHIRLPOOL CORP.				2FE	853,732	103.0710	876,104	850,000	853,326		(288)			6.500	6.543	JD	2,456	55,250	07/28/2006	06/15/2016
966629-AA-5	WHITNEY NATL BK NEW ORLEANS LA.				2FE	3,436,720	102.0690	3,572,415	3,500,000	3,438,321		1,601			5.875	6.222	AO	51,406	31,170	11/15/2007	04/01/2017
983024-AD-2	WYETH			1	1FE	2,940,536	105.5040	2,911,910	2,760,000	2,880,025		(52,663)			2.720	(0.049)	JJ	34,617	85,194	10/25/2007	01/15/2024
983024-AE-0	WYETH				1FE	438,016	101.5660	457,047	450,000	441,245		1,156			5.500	5.975	FA	24,750	24,750	06/08/2006	02/01/2014
983024-AJ-9	WYETH				1FE	813,176	101.6280	813,024	800,000	811,963		(1,153)			5.500	5.341	FA	16,622	44,000	12/12/2006	02/15/2016
983024-AM-2	WYETH				1FE	1,397,102	101.1490	1,416,086	1,400,000	1,397,271		169			5.450	5.552	AO	19,075	38,998	03/22/2007	04/01/2017
983024-AN-0	WYETH				1FE	99,321	100.2650	100,265	100,000	99,321		6			5.950	6.089	AO	1,488	3,041	03/22/2007	04/01/2017
984121-BN-2	XEROX CORP.				2FE	259,308	104.6130	261,533	250,000	258,525		(783)			6.875	5.902	FA	6,493		08/16/2007	08/15/2011
984121-BP-7	XEROX CORP.				2FE	2,788,675	102.3280	2,788,438	2,725,000	2,785,289		(3,386)			6.400	6.147	MS	51,351	87,200	08/15/2007	03/15/2016
98372P-AG-3	XL CAP LTD.				1FE	1,440,165	.95	1,435,005	1,500,000	1,442,958		1,773			6.375	6.870	MM	12,219	95,625	05/22/2006	11/15/2024
98385X-AM-8	XTO ENERGY INC.				2FE	174,792	107.2630	187,710	175,000	174,793		1			6.750	6.874	FA	5,316		07/12/2007	08/01/2037
3999999	Total Bonds - Industrial, Misc. - Issuer Obligations					220,941,815	.XXX	226,840,408	217,344,167	220,550,633	0	(297,182)	0	0	.XXX	.XXX		2,706,960	7,431,075	.XXX	.XXX
02148H-AR-2	ALTERNATIVE LOAN TR 6.000% 11/25/				1FE	631,490	100.0350	625,844	625,625	631,398		(52)			6.000	5.975	MON	2,085	37,578	09/21/2006	11/25/2036
05949A-BX-7	BA MTG SECS INC 2004-3				1FE	4,932,032	100.2060	5,010,300	5,000,000	4,933,727		1,695			5.500	5.844	MON	22,917	160,417	05/22/2007	04/25/2034
07388D-AC-2	BEAR STEARNS ARM TR 2006-2				1FE	453,548	.99	464,810	464,880	451,646		(1,903)			5.650	7.416	MON	2,189	2,189	11/20/2007	07/25/2036
161571-CH-5	CHASE ISSUANCE TRUST 2007-17A				1FE	699,983	102.4190	716,933	700,000	699,983		1			5.120	5.242	MON	1,593	5,973	10/04/2007	10/15/2014
16162W-HL-6	CHASE MORTGAGE FIN CO 2004-S1				1FE	1,135,699	.97	1,150,020	1,174,988	1,139,812		1,670			4.500	5.410	MON	4,406	52,954	11/04/2005	02/25/2019
20173T-AB-1	CSFB COML MTG PTC 2007-C4				1FE	1,021,719	102.2810	1,022,810	1,000,000	1,020,962		(757)			5.811	5.353	MON	4,843	4,843	11/02/2007	09/15/2039
225458-UE-6	CSFB MTG PTC 2005-5				1FE	939,054	.99	924,263	928,320	938,638		(419)			6.250	6.236	MON	4,835	58,054	11/27/2006	07/25/2035
12668A-Z3-2	CWALT INC 5.500% 12/25/				1FE	458,338	.99	452,798	456,786	458,496		83			5.500	5.513	MON	1,396	25,174	11/17/2005	12/25/2035
12668A-H7-3	CWALT INC 2005-71				1FE	6,791,067	.97	6,598,208	6,750,983	6,816,063		24,996			6.313	6.340	MON	35,516	242,975	05/10/2007	01/25/2036
02147L-AL-7	CWALT INC RESECURE 2006-22R				1FE	7,642,015	100.8330	7,656,622	7,593,369	7,660,746		18,731			6.250	6.102	MON	39,549	397,813	02/22/2007	05/25/2036
12669E-AU-0	CWMS INC 2003-8				1FE	2,247,292	.98	2,271,059	2,315,304	2,256,308		9,016			4.250	5.222	MON	8,200	57,756	05/22/2007	05/25/2018
320516-FL-4	FIRST HORIZON ALT MTG 2005-FA1				1FE	2,879,063	.93	3,3380	2,800,140	2,880,071		1,008			5.500	6.109	MON	13,713	55,000	08/23/2007	03/25/2035
456652-AG-1	INDYMAC IMJA MTG LN TR 2007-A1				1FE	3,888,750	.98	3,922,320	4,000,000	3,890,143		1,393			6.000	6.454	MON	20,000	80,000	08/23/2007	08/25/2037
46630G-AM-7	JP MORGAN MTG TR 2007-A1				1FE	621,250	.99	630,740	635,423	622,546		1,296			4.071	5.635	MON	2,156	23,743	01/19/2007	07/25/2035
55265K-7Q-6	MASTR ASSET TR 2004-3				1FE	324,894	.97	325,627	334,189	325,109		215			4.500	6.986	MON	1,253		12/05/2007	03/25/2019
61749C-AM-3	MORGAN STANLEY MTG 6.00077% 5/25/				1FE	1,599,467	101.0630	1,615,460	1,598,468	1,599,899		(19)			6.001	6.035	MON	5,329	95,133	08/17/2006	05/25/2036
74922Y-AE-5	RALI SERIES TRUST 2006-OS15				1FE	4,088,750	100.1910	4,007,640	4,000,000	4,085,970		(2,780)			6.500	6.374	MON	21,667	238,330	01/11/2007	10/25/2036
761118-DR-6	RESIDENTIAL ACCREDIT 2005-OS12				1FE	1,822,219	.92	1,761,224	1,900,000	1,823,142		923			5.500	6.014	MON	8,708	34,819	08/23/2007	08/25/2035
76111X-SB-6	RESIDENTIAL FDG MTG 2005-S1				1FE	220,179	.98	225,930	228,572	221,107		928			4.750	5.907	MON	905	9,965	01/26/2007	02/25/2020
79548K-3J-5	SALOMON BROS MTG 7 2000-C1				1FE	644,646	103.9970	619,140	595,344	642,729		(1,094)			7.520	6.421	MON	4,102	44,801	11/28/2005	02/18/2032
84603W-AC-8	SOVEREIGN LEASE PT 2000-1				2FE	1,536,207	155.6860	1,536,207	986,734	1,491,122		(36,259)			12.180	2.362	MON	5,301	182,913	11/03/2006	06/30/2020
86361J-AN-0	STRUCTURED ADJ RATE 2006-8				1FE	770,191	101.0310	776,918	768,990	769,951		(218)			6.000	6.080	MON	3,845	46,064	11/14/2006	09/25/2036
87222P-AC-7	TBW MTG BKD TR 2006-6				1FE	9,987,500	.96	9,676,500	10,000,000	9,984,869		(2,631)			5.660	5.654	MON	47,167	518,833	01/09/2007	01/25/2037
87222E-AC-2	TBW MTG BKD TR 2007-1				1FE	4,999,847	.98	4,934,450	5,000,000	4,998,416		(1,430)			5.880	5.863	MON	24,500	245,000	02/26/2007	03/25/2037
92925G-AA-1	WAMU MTG CERT 2006-AR16				1FE	5,517,816	.99	5,491,083	5,509,208	5,516,519		(1,297)			5.333	5.697	MON	25,861	258,024	05/22/2007	12/25/2036
94981C-AF-6	WELLS FARGO MBS 2003-17				1FE	5,366,355	.99	5,397,422	5,405,205	5,355,020		(11,335)			5.250	5.613	MON	23,648	165,948	05/22/2007	01/25/2034
94982P-AA-7	WELLS FARGO MBS 2005-AR7				1FE	3,927,579	.98	3,902,484	3,964,972	3,926,844		(736)			5.139	5.365	MON	16,980	161,650	03/05/2007	05/25/2035
94985W-DN-8	WELLS FARGO MBS 2007-11				1FE	858,347	.99	877,381	879,792	859,267		920			6.000	6.788	MON	4,399	13,209	08/16/2007	08/25/2037
4199999	Total Bonds - Industrial, Misc. - Defined Multi-Class Residential Mortgage-Backed Securities					76,005,297	.XXX	75,394,332	75,817,151	76,000,503	0	1,945	0	0	.XXX	.XXX		357,061	3,219,159	.XXX	.XXX
05947U-ES-3	BANC AMER CMBS 2002-PB2				1FE	524,297	104.8460	524,230	500,000	523,254		(498)			6.186	5.960	MON	2,234	30,930	11/02/2005	06/11/2035
07383F-XV-3	BEAR STEARNS COML 4.680% 08/13/				1FE	491,101	.98	498,720	525,000	492,150		728			4.680	5.257	MON	2,048	24,570	07/18/2006</	

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
396789-LL-1	GREENWICH CAP CMBS 2005-G65				1FE	452,245	.99 2110	446,450	450,000	452,115		(61)			5.224	5.304	MON	1,633	23,508	10/20/2005	04/10/2037
46625M-CU-1	JP MORGAN CHASE CMBS 2001-C1C2				1FE	449,952	105.0870	446,620	425,000	443,063		(5,539)			6.429	4.939	MON	2,277	27,323	10/28/2005	04/15/2035
46625M-NP-0	JP MORGAN CHASE CMBS 2002-C1C5				1FE	496,230	101.2090	506,045	500,000	496,362		64			5.161	5.330	MON	1,935	25,805	11/09/2005	10/12/2037
52108H-DF-8	LB COMMERCIAL MTG TR 2001-C2				1FE	452,094	105.6540	449,030	425,000	443,921		(6,047)			6.653	4.913	MON	1,571	28,275	11/03/2005	11/15/2027
52108H-P7-3	LB-UBS CMBS 2004-C7				1FE	35,271	.98.8840	34,609	35,000	35,206		(26)			4.786	4.820	MON	93	1,675	10/22/2004	10/15/2029
52108H-3F-9	LB-UBS CMBS 2005-C2				1FE	990,000	.99.1530	991,530	1,000,000	993,163		1,501			4.998	5.312	MON	2,777	49,980	10/27/2005	04/15/2030
52108H-JT-2	LB-UBS COML MTG TR 5.594% 6/15/				1FE	699,709	103.3950	703,086	680,000	695,441		(3,370)			5.594	5.044	MON	3,170	38,039	11/28/2005	06/15/2031
52108H-JJ-4	LB-UBS COML MTG TR 6.462% 3/15/				1FE	642,797	106.0160	636,096	600,000	631,320		(9,310)			6.462	4.684	MON	3,231	38,772	11/28/2005	03/15/2031
74436J-EW-3	PRUDENTIAL SEC FIN CRP 99-NRF1				1FE	521,133	101.4780	507,390	500,000	509,101		(10,043)			6.608	4.473	MON	2,753	33,021	11/10/2005	11/15/2031
79548C-CO-7	SALOMON BROS MTG 7 2002-KEY2				1FE	438,785	100.1950	450,878	450,000	439,188		191			4.865	5.135	MON	2,007	21,893	11/03/2005	03/18/2036
929766-7G-2	WACHOVIA CMBS 2005-C21				1FE	451,406	.98.9810	445,415	450,000	450,979		(208)			5.274	5.318	MON	1,978	23,743	10/14/2005	10/15/2044
92977Q-AD-0	WACHOVIA CMBS 2006-C27				1FE	401,997	102.6130	410,452	400,000	401,715		(239)			5.765	5.816	MON	1,922	23,060	08/10/2006	07/15/2045
4399999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Commercial Mortgage-Backed Securities						10,329,105	XXX	10,285,810	10,071,957	10,252,176	0	(62,433)	0	0	XXX	XXX	XXX	46,151	599,350	XXX	XXX
025822-AA-5	AMERICAN EXPRESS CREDIT 2006-3				1FE	1,500,000	.99.0100	1,485,150	1,500,000	1,500,000					5.350	5.483	MON	3,567	81,416	08/08/2006	03/15/2014
05568Y-AA-6	BNSF RAILWAY CO 2007-1				1FE	500,000	101.8190	509,094	500,000	500,000					5.996	6.085	AC	7,495		06/11/2007	04/01/2024
116663-AC-9	BRUCE MANSFIELD UNIT 2007-1				2FE	50,000	102.9420	51,471	50,000	50,000					6.850	7.069	MON	285	1,313	07/10/2007	06/01/2034
17305E-DY-8	CITIBANK CCIT 2007-A8				1FE	696,045	100.1000	700,700	700,000	696,851		806			5.650	5.791	MS	11,096		09/13/2007	09/20/2019
78442G-SC-1	SLM STUDENT LOAN TR 2006-3				1FE	1,194,094	100.0000	1,200,000	1,200,000	1,194,834		741			4.812	5.104	JAJO	10,586	16,683	08/23/2007	07/25/2019
78443V-AA-0	SLM STUDENT LOAN TR 2007-1				1FE	488,145	100.0320	488,301	488,145	488,145					5.330	5.435	JAJO	5,276	19,724	01/18/2007	04/25/2012
78443X-AB-4	SLM STUDENT LOAN TR 2007-2				1FE	2,200,000	.99.0920	2,180,024	2,200,000	2,200,000					5.346	5.453	JAJO	21,562	80,170	02/14/2007	07/25/2017
907833-AJ-6	UNION PACIFIC RR CO 2000-1				1FE	394,661	113.1290	365,610	323,180	380,385		(4,081)			8.000	4.368	JJ	12,281	25,854	02/08/2005	01/10/2021
90783X-AA-9	UNION PACIFIC RR CO 2007-3				1FE	850,000	.94.0000	799,000	850,000	850,000					6.176	6.271	JJ	23,623		07/19/2007	01/02/2031
981526-AC-0	WORLD OMNI AUTO TR 2007-A				1FE	674,898	100.6000	679,050	675,000	674,931		33			5.230	5.368	MON	1,569	28,830	02/13/2007	02/15/2011
4499999 - Total Bonds - Industrial, Misc. - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						8,547,842	XXX	8,458,400	8,486,324	8,535,145	0	(2,501)	0	0	XXX	XXX	XXX	97,341	253,991	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds						315,824,059	XXX	320,978,949	311,719,600	315,338,457	0	(360,171)	0	0	XXX	XXX	XXX	3,207,513	11,503,576	XXX	XXX
5499999 - Total - Issuer Obligations						395,555,642	XXX	406,927,728	390,122,856	395,559,232	30,919	(74,831)	0	0	XXX	XXX	XXX	4,794,170	10,126,872	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities						130,433,814	XXX	131,948,344	130,793,008	130,345,477	0	(28,630)	0	0	XXX	XXX	XXX	615,749	5,890,152	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities						135,594,129	XXX	136,689,672	138,209,672	135,764,276	0	171,535	0	0	XXX	XXX	XXX	630,767	4,895,287	XXX	XXX
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities						10,329,105	XXX	10,285,810	10,071,957	10,252,176	0	(62,433)	0	0	XXX	XXX	XXX	46,151	599,350	XXX	XXX
5999999 - Total - Other Multi-Class Commercial Mortgage-Backed Securities						8,547,842	XXX	8,458,400	8,486,324	8,535,145	0	(2,501)	0	0	XXX	XXX	XXX	97,341	253,991	XXX	XXX
6099999 Totals						680,460,533	XXX	694,309,952	677,683,817	680,456,306	30,919	3,140	0	0	XXX	XXX	XXX	6,184,178	21,765,653	XXX	XXX

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 2 - SECTION 1

Showing ALL PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/ Adjusted Carrying Value					20 NAIC Designation	21 Date Acquired
		3 Code	4 Foreign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared But Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change In B./A.C.V. (15 + 16 - 17)	19 Total Foreign Exchange Change In B./A.C.V.		
05518F-20-9	BAC CAP TR VI			5,250,000	100.00	85.408	448,392	85.408	448,392	509,439	9,311	29,531	(61,635)	221		(61,414)		P1UFE	03/11/2005	
806605-70-5	SCHERING PLOUGH CORP.			10,000,000		242.810	2,428,100	242.810	2,428,100	2,632,810		37,500	(204,710)			(204,710)		P2LFE	09/20/2007	
854616-20-8	STANLEY WKS.			2,775,000		898.125	2,492,297	898.125	2,492,297	2,809,364		116,061	(317,067)		269,528	(586,595)		P2UFE	10/25/2007	
698255-12-1	XL CAP LTD.			85,000,000		19.110	1,624,350	19.110	1,624,350	1,624,350		107,188			722,093	(722,093)		P2LFE	07/11/2007	
3399999	- Total - Preferred Stock - Industrial, Misc.						6,993,139	XXX	6,993,139	7,575,962	9,311	290,279	(583,412)	221	991,620	(1,574,811)	0	XXX	XXX	
3399999	Total - Preferred Stocks						6,993,139	XXX	6,993,139	7,575,962	9,311	290,279	(583,412)	221	991,620	(1,574,811)	0	XXX	XXX	

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	Fair Value		9	Dividends			Change in Book / Adjusted Carrying Value			17	18	
		3	4			7	8		10	11	12	13	14	15			16
CUSIP Identification	Description	Code	Foreign	Number of Shares	Book / Adjusted Carrying Value	Rate per Share Used To Obtain Fair Value	Fair Value	Actual Cost	Declared But Unpaid	Amount Received During Year	Nonadmitted Declared But Unpaid	Unrealized Valuation Increase / (Decrease)	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (13 - 14)	Total Foreign Exchange Change in B./A.C.V.	NAIC Market Indicator (a)	Date Acquired
07336* -10-0	BCS Financial			23,348,000	1,896,581	.81231	1,896,581	926,203				970,378		970,378		A	03/31/2007
72724* -10-4	Plans' Liability Insurance Company			15,480	1,377,543	.88988580	1,377,543	774,000								A	12/31/1987
679999 - Total	Common Stock - Banks, Trust, Insurance				3,274,125	XXX	3,274,125	1,700,203	0	0	0	970,378	0	970,378	0	XXX	XXX
H0010V-10-1	ABB LTD ZUERICH /CHF/	C.		9,322,000	268,590	28.812	268,590	227,878				34,083		34,083		U	11/26/2007
F00189-12-0	ACCOR /EUR/	D.		1,001,000	80,054	79.974	80,054	84,730				(9,276)		(9,276)		U	09/17/2007
N00927-29-8	AEGON NV /EUR/	D.		7,104,000	125,572	17.676	125,572	127,348				(6,732)		(6,732)		L	11/26/2007
J0109X-10-7	ALFRESA HOLDINGS CORP /JPY/	D.		1,200,000	72,399	60.332	72,399	73,570		.412		(3,862)		(3,862)		L	09/18/2007
J01218-10-6	AMADA CO LTD /JPY/	D.		14,000,000	123,063	8.790	123,063	140,782		1,286		(22,866)		(22,866)		U	09/18/2007
G03340-17-7	AMLIN ORD SHS /GBP/	D.		18,989,330	112,645	5.932	112,645	124,275				(9,849)		(9,849)		L	12/14/2007
G03340-22-7	AMLIN PLC B SHARES	D.		21,363,000	126,725	5.932	126,725	10,119				116,752		116,752		L	12/14/2007
G0398N-12-8	ANTOFAGASTA PLC /GBP/	D.		26,128,000	372,915	14.273	372,915	371,685		542		11,109		11,109		U	11/26/2007
J52817-11-1	AOZORA BANK LTD /JPY/	D.		38,000,000	111,229	2.927	111,229	121,465				(14,677)		(14,677)		L	09/18/2007
L0218T-39-0	ARCELORMITTAL /EUR/	D.		4,041,000	314,255	77.767	314,255	268,730		1,090		30,933		30,933		L	09/17/2007
J02100-11-3	ASAHI BREWERY LTD /JPY/	D.		15,800,000	267,588	16.936	267,588	256,604				12,553		12,553		U	11/26/2007
G0593M-10-7	ASTRAZENECA PLC /GBP/	D.		7,123,000	306,835	43.077	306,835	334,731				(21,360)		(21,360)		U	11/26/2007
G06812-11-2	AVEVA GROUP PLC ORD /GBP/	D.		6,187,000	118,910	19.219	118,910	120,416				1,700		1,700		L	11/26/2007
F06106-10-2	AXA /EUR/	D.		5,359,000	214,604	40.046	214,604	208,610				(3,126)		(3,126)		U	11/26/2007
H04530-20-2	BALOISE HOLDING N SHARE /CHF/	C.		1,363,000	134,235	98.485	134,235	130,116				(2,328)		(2,328)		L	09/17/2007
E11805-10-3	BANCO BILBAO VIZ ARG REGD /EUR/	D.		12,513,000	306,619	24.504	306,619	270,779		2,209		21,136		21,136		U	09/17/2007
E19790-10-9	BANCO SANTANDER SA /EUR/	D.		28,277,000	611,455	21.624	611,455	522,957		3,028		71,590		71,590		U	11/26/2007
J04242-10-3	BANK OF YOKOHAMA LTD /JPY/	D.		9,000,000	63,161	7.018	63,161	57,147		375		3,924		3,924		U	09/18/2007
G08036-12-4	BARCLAYS ORD GBPO 25 /GBP/	D.		35,550,000	356,661	10.033	356,661	401,797				(39,847)		(39,847)		U	11/26/2007
D06216-10-1	BASF AG /EUR/	D.		2,894,000	429,084	148.267	429,084	375,312				33,392		33,392		U	09/17/2007
G10877-10-1	BHP BILLITON PLC /GBP/	D.		2,923,000	89,955	30.775	89,955	86,401				3,967		3,967		U	09/17/2007
F10580-23-8	BNP PARIBAS /EUR/	D.		1,473,000	159,840	108.514	159,840	148,972				5,699		5,699		U	11/26/2007
F11487-12-5	BOUYGUES /EUR/	D.		3,005,000	360,923	120.108	360,923	239,977				107,916		107,916		L	09/17/2007
G12793-10-8	BP PLC /GBP/	D.		8,886,000	108,784	12.242	108,784	105,600		2,890		7,298		7,298		L	11/28/2007
G12793-18-1	BP PLC /GBP/	D.		26,335,000	322,399	12.242	322,399	301,042				22,795		22,795		U	09/17/2007
J04662-10-2	BROTHER INDUSTRIES /JPY/	D.		1,700,000	21,959	12.917	21,959	21,369			160	(191)		(191)		L	09/18/2007
J05124-14-4	CANON INC /JPY/	D.		4,400,000	204,807	46.547	204,807	227,064		1,969		(21,144)		(21,144)		U	11/26/2007
F13587-12-0	CAP GEMINI SA /EUR/	D.		1,630,000	148,947	91.378	148,947	92,343				51,590		51,590		L	09/17/2007
K36628-13-7	CARLSBERG AS B SHS /DKK/	D.		700,000	84,685	120.979	84,685	84,415				(14,145)		(14,145)		U	09/19/2007
J05523-10-5	CENTRAL JAPAN RAILWAY CO /JPY/	D.		16,000	136,490	8,530.636	136,490	141,639			404	(7,428)	30,829	(38,257)		U	11/26/2007
J06510-10-1	CHUBU ELECTRIC POWER /JPY/	D.		5,700,000	148,731	26.093	148,731	146,004			1,434	(2,612)		(2,612)		U	09/18/2007
Y1764Z-20-8	COSCO CORP /SGD/	D.		19,000,000	76,293	4.015	76,293	79,735				(3,708)		(3,708)		L	11/28/2007
D1668R-12-3	DAIMLERCHRYSLER /REGD/ /EUR/	D.		1,802,000	251,949	139.816	251,949	168,863				79,417		79,417		L	11/26/2007
K22272-11-4	DANSKE BANK A/S /DKK/	D.		2,400,000	18,541	7.725	18,541	89,823				(76,075)		(76,075)		L	09/17/2007
D18190-89-8	DEUTSCHE BK AG REGD NPV /EUR/	D.		1,806,000	341,703	189.204	341,703	221,073				110,520		110,520		L	11/26/2007
D1908N-10-6	DEUTSCHE LUFTHANSA REGD /EUR/	D.		3,006,000	80,076	26.639	80,076	80,686				(4,992)		(4,992)		U	09/17/2007
B3357R-21-8	DEXIA NPV /EUR/	D.		7,458,000	187,876	25.191	187,876	203,287				(20,133)		(20,133)		L	11/26/2007
D24909-10-9	E.ON AG /EUR/	D.		1,933,000	411,459	212.860	411,459	339,813				53,194		53,194		U	09/17/2007
T3679P-11-5	ENEL SOCIETE PER AZIONI /EUR/	D.		35,128,000	417,805	11.894	417,805	405,386		5,602		6,180		6,180		U	11/26/2007
T3643A-14-5	ENI SPA ROMA /EUR/	D.		12,128,000	444,181	36.624	444,181	421,419			8,139	2,862		2,862		U	11/26/2007
H26091-14-2	FISCHER GEORGE REGD /CHF/	C.		299,000	184,077	615.643	184,077	193,530				(7,636)		(7,636)		L	11/26/2007
B4399L-10-2	FORTIS /EUR/	D.		6,099,000	232,289	38.086	232,289	179,082				43,483		43,483		L	09/17/2007
J15708-15-9	FUJITSU LTD /JPY/	D.		30,000,000	202,211	6.740	202,211	203,708			734	(8,946)		(8,946)		U	09/18/2007
G3910J-11-2	GLAXOSMITHKLINE /GBP/	D.		7,884,000	200,725	25.460	200,725	209,418				(7,693)		(7,693)		U	09/17/2007
Y30327-10-3	HANG SENG BANK ORD /HKD/	D.		13,300,000	274,276	20.622	274,276	228,340			1,481	46,227		46,227		U	11/26/2007
J22302-11-1	HONDA MOTOR CO LTD ORD /JPY/	D.		5,900,000	1,745	0.296	1,745	190,629			1,115	(195,854)		(195,854)		L	09/18/2007
N4578E-41-3	ING GROEP NV /EUR/	D.		7,701,000	301,185	39.110	301,185	306,759				(15,338)		(15,338)		U	11/26/2007
J2501P-10-4	ITOCHU CORP /JPY/	D.		23,000,000	224,822	9.775	224,822	240,812			937	(18,027)		(18,027)		U	11/26/2007
G52562-14-0	KINGBOARD CHEMICAL HOLD /HKD/	D.		15,000,000	88,106	5.874	88,106	92,439				(4,232)		(4,232)		U	09/17/2007
N4297B-14-6	KONINKLIJKE KPN NV /EUR/	D.		27,380,000	497,986	18.188	497,986	460,101				16,824		16,824		L	11/26/2007
J39584-10-7	MAKITA CORP /JPY/	D.		2,900,000	123,045	42.429	123,045	108,731			747	10,339		10,339		U	09/18/2007
D51716-10-4	MAN AG /EUR/	D.		1,751,000	291,334	166.382	291,334	250,853				30,998		30,998		U	11/26/2007
G5824M-10-7	MARKS & SPENCER GROUP PLC /GBP/	D.		16,019,000	178,570	11.147	178,570	190,971			1,840	(9,458)		(9,458)		U	11/26/2007
G68694-11-9	MICHAEL PAGE INTL PLC /GBP/	D.		27,188,000	155,867	5.733	155,867	185,576				(25,655)		(25,655)		U	11/26/2007
J43830-11-6	MIYUBISHI CORP /JPY/	D.		11,800,000	323,215	27.391	323,215	338,443			2,583	(27,603)		(27,603)		U	09/18/2007
J43873-11-6	MIYUBISHI ELECTRIC CORP /JPY/	D.		10,000,000	104,552	10.455	104,552	116,612				(14,800)		(14,800)		U	11/26/2007
J44948-10-7	MIYUBISHI MINING & SMELTING /JPY/	D.		28,000,000	112,286	4.010	112,286	109,912				600		600		L	11/26/2007

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	Fair Value		9	Dividends			Change in Book / Adjusted Carrying Value			17	18	
		3	4			7	8		10	11	12	13	14	15			16
CUSIP Identification	Description	Code	Foreign	Number of Shares	Book / Adjusted Carrying Value	Rate per Share Used To Obtain Fair Value	Fair Value	Actual Cost	Declared But Unpaid	Amount Received During Year	Nonadmitted Declared But Unpaid	Unrealized Valuation Increase / (Decrease)	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (13 - 14)	Total Foreign Exchange Change in B./A.C.V.	NAIC Market Indicator (a)	Date Acquired
J45013-10-9	WITSUI OSK LINES LTD /JPY/		D.	15,000,000	191,469	12.765	191,469	218,611		1,781		(35,135)		(35,135)	7,994	U	09/18/2007
H57312-46-6	NESTLE SA REG SHS /CHF/		C.	335,000	153,867	459.303	153,867	162,287				(6,220)		(6,220)	(2,200)	L	11/28/2007
X61873-13-3	NOKIA /AB/ OY /EUR/		D.	13,939,000	540,466	38.774	540,466	502,623				23,163		23,163	14,679	U	11/26/2007
W57996-10-5	NORDEA BANK AB /SEK/		D.	17,200,000	287,412	16.710	287,412	258,133				19,879		19,879	9,400	U	09/17/2007
J59386-10-2	NTT DATA CORP /JPY/		D.	58,000	258,032	4,448.821	258,032	262,002		463		(2,414)		(2,414)	(1,557)	U	11/26/2007
G67749-15-3	ORIENT OVERSEAS INTL LTD /HKD/		D.	11,500,000	85,394	7.426	85,394	103,574				(18,043)		(18,043)	(137)	L	11/26/2007
F7269R-10-5	PPR /EUR/		D.	852,000	137,024	160.826	137,024	150,286				(17,423)		(17,423)	8,161	U	09/17/2007
X72559-10-1	RAUTARUUKKI OY K /EUR/		D.	1,632,000	70,747	43.350	70,747	86,774				(20,739)		(20,739)	4,712	U	09/17/2007
G7420A-10-7	RECKITT BENCKISER PLC /GBP/		D.	2,377,000	137,881	58.006	137,881	135,525				2,966		2,966	(610)	U	09/19/2007
H25662-14-1	RICHEMONT UTS A /CHF/		C.	1,288,000	88,396	68.630	88,396	77,797				6,745		6,745	3,855	U	09/17/2007
H69293-21-7	ROCHE HOLDING /CHF/		C.	1,732,000	299,235	172.769	299,235	314,321				(18,681)		(18,681)	3,596	U	11/26/2007
G76891-11-1	ROYAL BK OF SCOTLAND GRP /GBP/		D.	16,785,000	290,687	17.318	290,687	171,624				119,883		119,883	(820)	L	09/17/2007
G7690A-10-0	ROYAL DUTCH SHELL GROUP /EUR/		D.	3,779,000	229,291	60.675	229,291	152,650				68,352		68,352	8,289	L	09/17/2007
D6629K-10-9	RWE AG /EUR/		D.	3,146,000	441,563	140.357	441,563	411,877				24,895		24,895	4,792	U	11/26/2007
G77395-10-4	SABMILLER PLC /GBP/		D.	7,869,000	221,803	28.187	221,803	211,085		1,204		13,228		13,228	(2,510)	U	11/26/2007
D80900-10-9	SALZGITTER AG /EUR/		D.	759,000	113,245	149.202	113,245	142,294				(36,776)		(36,776)	7,727	U	09/17/2007
F15561-67-7	SCOR SE /EUR/		D.	5,330,000	198,349	37.214	198,349	138,514				60,616		60,616	(782)	U	12/06/2007
J7030F-10-5	SEIKO EPSON CORP /JPY/		D.	12,600,000	273,508	21.707	273,508	289,629		993		(13,220)		(13,220)	(2,900)	L	11/26/2007
J70746-13-6	SEKISUI HOUSE LTD /JPY/		D.	11,000,000	118,946	10.813	118,946	127,086				(8,922)		(8,922)	781	U	11/26/2007
J72122-10-4	SHIMADZU /JPY/		D.	3,000,000	85,127	28.376	85,127	85,060				(3,043)		(3,043)	3,110	L	09/18/2007
Y79946-10-2	SINGAPORE EXCHANGE LTD/SGD/		D.	15,000,000	97,954	6.530	97,954	102,134		3,481		(9,583)		(9,583)	5,403	L	09/17/2007
F43638-14-1	SOCIETE GENERALE PARIS /EUR/		D.	699,000	147,675	211.267	147,675	107,513				34,325		34,325	5,838	L	09/17/2007
J81281-11-5	TAKEDA PHARMACEUTICAL CO /JPY/		D.	4,100,000	241,122	58.810	241,122	270,331		1,485		(30,418)		(30,418)	1,210	U	11/26/2007
D83980-11-9	THYSSENKRUPP AG /EUR/		D.	5,952,000	490,800	82.400	490,800	332,041				152,705		152,705	6,055	L	11/26/2007
F92124-10-0	TOTAL SA /EUR/		D.	5,370,000	446,185	83.088	446,185	414,840		6,722		8,819		8,819	22,526	U	09/17/2007
J92547-13-2	TOYO SUISAN KAISHA /JPY/		D.	4,000,000	72,685	18.171	72,685	71,531				(1,462)		(1,462)	2,616	U	09/18/2007
J92676-11-3	TOYOTA MOTOR CORP /JPY/		D.	4,700,000	2,230	0.474	2,230	259,946		1,955		(262,729)		(262,729)	5,013	L	11/26/2007
N8981F-37-0	UNILEVER NV CERTIFICATES /EUR/		D.	9,690,000	356,307	36.771	356,307	299,749				40,282		40,282	16,277	U	09/17/2007
J94368-14-9	UNY CO /JPY/		D.	5,000,000	42,922	8.584	42,922	42,893				(1,540)		(1,540)	1,568	U	09/18/2007
G93882-13-5	VODAFONE GROUP PLC /GBP/		D.	99,011,000	370,138	3.738	370,138	359,595				20,101		20,101	(9,558)	U	11/28/2007
D94523-14-5	VOLKSWAGENWERK AG /EUR/		D.	1,783,000	406,928	228.226	406,928	373,496				13,151		13,151	20,281	U	09/17/2007
928856-30-1	VOLVO AKTIEBOLAGET		D.	13,100,000	219,914	16.787	219,914	216,179				46		46	3,689	U	11/26/2007
V97973-10-7	WING TA HOLDINGS /SGD/		D.	14,000,000	26,260	1.876	26,260	31,837			188	(7,261)		(7,261)	1,684	L	09/17/2007
H9870Y-10-5	ZURICH FINL SVCS /CHF/		C.	640,000	187,961	293.689	187,961	182,643				(3,732)		(3,732)	9,050	U	09/17/2007
G02072-11-7	ALLIED IRISH BANKS /EUR/		D.	8,275,000	269,191	32.531	269,191	167,507				102,346		102,346	(661)	L	12/01/2007
Q04020-10-5	ANSELL LTD /AUD/		D.	5,354,000	56,742	10.598	56,742	57,013				(3,021)		(3,021)	2,750	L	09/17/2007
Q1498M-10-0	BHP BILLITON LTD /AUD/		D.	12,007,000	368,995	30.732	368,995	443,891				(75,403)		(75,403)	507	L	11/26/2007
G2067Y-10-4	CHARTER PLC REGD /GBP/		D.	9,840,000	155,427	15.795	155,427	184,819				(22,487)		(22,487)	(6,906)	U	11/26/2007
Q2594P-14-6	COCA-COLA AMATIL LTD /AUD/		D.	18,348,000	152,727	8.324	152,727	165,109				(12,570)		(12,570)	188	U	11/26/2007
Q26915-10-0	COMMONWEALTH BK AUSTRALIA /AUD/		D.	4,170,000	216,392	51.893	216,392	193,635				13,418		13,418	9,339	U	09/17/2007
Q27075-10-2	COMMONWEALTH PPTY OFFICE /AUD/		D.	85,670,000	116,219	1.357	116,219	121,757				(11,411)		(11,411)	5,872	L	09/17/2007
Q3018U-22-4	CSL LTD /AUD/		D.	8,577,000	273,828	31.926	273,828	244,973				17,040		17,040	11,815	L	09/17/2007
E56793-10-7	GESTEVISION TECNICO /EUR/		D.	600,000	15,360	25.601	15,360	15,711				(119)		(119)	(232)	U	11/26/2007
Q30989-19-8	GOODMAN GROUP NPV (STAPLED UNITS)		D.	13,626,000	58,505	4.294	58,505	74,766				(16,346)		(16,346)	85	U	11/26/2007
Q40060-10-7	GPT GROUP /AUD/		D.	17,973,000	63,756	3.547	63,756	71,397		425		(9,498)		(9,498)	1,857	U	11/26/2007
Y3506N-12-1	HONG KONG EXCH & CLEAR /HKD/		D.	8,500,000	30,414	3.578	30,414	244,073				(213,188)		(213,188)	(471)	L	11/26/2007
G4755S-12-6	INDEPENDENT NEWS & MEDIA /EUR/		D.	15,089,000	52,262	3.464	52,262	66,171		808		(17,502)		(17,502)	3,593	L	09/17/2007
N0139V-14-2	KONINKLIJKE AHOLD NV /EUR/		D.	7,188,000	100,153	13.933	100,153	101,046				38		38	(931)	L	11/28/2007
G5689U-10-3	LONDON STOCK EXCHANGE /GBP/		D.	6,239,000	494,291	79.226	494,291	228,866				273,798		273,798	(8,372)	L	11/26/2007
J41121-10-4	MATSUSHITA ELEC INDL LTD /JPY/		D.	6,000,000	1,112	0.185	1,112	122,549				(117,631)		(117,631)	(3,807)	U	11/26/2007
G62748-11-9	MORRISON SUPERMARKETS /GBP/		D.	16,283,000	104,370	6.410	104,370	98,282				10,449		10,449	(4,361)	L	11/26/2007
D55535-10-4	MUNCHENER RUCKVERS F/PO /EUR/		D.	1,417,000	194,365	275.416	194,365	253,121				26,029		26,029	(3,734)	U	11/26/2007
Y63084-12-6	NEW WORLD DEVELOPMENT CO /HKD/		D.	46,000,000	20,648	0.449	20,648	161,632				(140,672)		(140,672)	(312)	L	11/26/2007
J59396-10-1	NIPPON TELEGRAPH & TELEPH JPY		D.	58,000	290,221	5,003.804	290,221	264,251				25,703		25,703	267	U	11/26/2007
J5900F-10-6	NOMURA RESEARCH INSTITUTE /JPY/		D.	1,600,000	52,706	32.941	52,706	57,998				(6,637)		(6,637)	1,345	L	11/06/2007
J59399-10-5	NTT DOCOMO INC /JPY/		D.	171,000	284,707	1,664.951	284,707	264,598				24,254		24,254	(4,145)	L	11/28/2007
Q81437-10-7	RIO TINTO LIMITED /AUD/		D.	2,282,000	268,396	117.615	268,396	187,802				71,536		71,536	9,058	L	09/17/2007
G7690A-32-4	ROYAL DUTCH SHELL B SHS /GBP/		D.	11,401,000	474,323	41.604	474,323	462,878		1,641		28,740		28,740	(17,295)	L	11/26/2007
Q8461W-10-6	SEVEN NETWORK LTD /AUD/		D.	8,057,000	90,765	11.265	90,765	94,784				(4,127)		(4,127)	108	L	11/26/2007
G8125A-10-3	SHRIRE PLC ORD GBP 0.05 /GBP/		D.	6,862,000	156,948	22.872	156,948	165,377				(2,034)		(2,034)	(6,394)	L	11/26/2007

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Codes		5 Number of Shares	6 Book / Adjusted Carrying Value	7 Fair Value		9 Actual Cost	10 Dividends			13 Change in Book / Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired	
		3 Code	4 Foreign			7 Rate per Share Used To Obtain Fair Value	8 Fair Value		10 Declared But Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase / (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.			
R8412T-10-2	STATOILHYDRO ASA /NOK/		0	3,900,000	121,385	31,124	121,385	129,856				(7,165)		(7,165)	(1,307)	U	11/26/2007	
N83574-10-8	STMICROELECTRONICS NV /EUR/		0	5,877,000	84,206	14,328	84,206	89,778				(4,745)		(4,745)	(827)	L	11/28/2007	
Q87764-10-8	STOCKLAND /AUD/		D	13,385,000	87,005	6,500	87,005	99,325				(17,110)		(17,110)	4,791	U	09/17/2007	
Q8802S-10-3	SUNCORP METWAY LIMITED /AUD/		D	8,535,000	114,286	13,390	114,286	138,549				(30,946)		(30,946)	6,682	L	09/17/2007	
H83949-14-1	SWATCH GROUP AG /CHF/		C	235,000	70,833	301,418	70,833	69,035				1,821		1,821	(23)	U	11/26/2007	
J81335-10-1	TAKEFUJI CORP /JPY/		0	2,140,000	460	0,215	460	52,906				(50,803)		(50,803)	(1,643)	L	11/26/2007	
J86914-10-8	TOKYO ELEC POWER CO INC /JPY/		0	4,900,000	126,760	25,869	126,760	130,423				388		388	(4,051)	U	11/26/2007	
T95132-10-5	UNICREDITO ITALIANO SPA /EUR/		0	19,216,000	159,578	8,304	159,578	157,025				4,870		4,870	(2,316)	U	11/26/2007	
G92087-16-5	UNILEVER PLC /GBP/		0	6,977,000	262,492	37,622	262,492	254,837				17,176		17,176	(9,522)	L	11/26/2007	
F97982-10-6	VIVENDI /EUR/		0	3,375,000	226,984	67,254	226,984	151,747				77,475		77,475	(2,239)	L	11/26/2007	
A9101Y-10-3	VOESTALPINE AG /EUR/		0	3,155,000	228,102	72,298	228,102	234,162				(2,606)		(2,606)	(3,454)	U	11/26/2007	
Q97417-10-1	WESTPAC BANKING CORP /AUD/		D	7,769,000	163,717	21,073	163,717	176,404		4,545		(21,195)		(21,195)	8,508	L	09/17/2007	
Q98418-10-8	WOOLWORTH LTD /AUD/		D	3,673,000	109,620	29,845	109,620	103,587				6,626		6,626	(593)	L	11/28/2007	
899999 - Total	- Common Stock - Industrial, Misc.				25,561,117	XXX	25,561,117	24,817,994		3,809	64,617	0	339,794	30,829	308,965	403,329	XXX	XXX
13973#-10-2	Capital Area Services Company, Inc.			1,000	(228)	1,000	(228)	1,000		0	0	0	0	0	0	0		03/04/1992
13985#-10-8	CareFirst BlueChoice, Inc.			4,000,000	159,768,522	32,942,000	159,768,522	20,611,719				30,930,583		30,930,583				06/22/1984
63516#-10-1	National Capital Administrative Services			4,000,000	8,365,861	2,092,000	8,365,861	12,802,369				449,270		449,270				11/03/1983
63517@-10-2	National Capital Insurance Agency			20,000,000	6,102,448	305,000	6,102,448	5,363,430				444,552		444,552				04/20/1978
	GHMSI Companies			0,000	0	0,000	0	309,807										
	Services Benefit Plan Admin Service Corp.			9,000,000	0	0,000	0	9,000				1,438,210		1,438,210				01/01/2005
999999 - Total	- Common Stock - Parent, Subsidiaries, Affiliates				174,236,603	XXX	174,236,603	39,097,325				33,262,615		33,262,615			XXX	XXX
922908-88-4	VANGUARD INDEX FDS			339,115,997	13,534,119	39,910	13,534,119	13,176,680		176,680		357,440		357,440				12/25/2007
922040-10-0	Vanguard Institutional Index Fund			398,552,618	53,461,848	134,140	53,461,848	41,364,642		828,922		1,782,498		1,782,498				12/25/2007
7099999 - Total	- Common Stocks - Mutual Funds				66,995,968	XXX	66,995,968	54,541,322		0	1,005,602	0	2,139,938	0	2,139,938	0	XXX	XXX
7299999 Total	- Common Stocks				270,067,812	XXX	270,067,812	120,156,844		3,809	1,070,218	0	36,712,726	30,829	36,681,897	403,329	XXX	XXX
7399999 Total	- Preferred and Common Stocks				277,060,951	XXX	277,060,951	127,732,806		13,120	1,360,497	0	36,129,314	1,022,449	35,107,086	403,329	XXX	XXX

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues72, the total \$ value (included in Column 8) of all such issues \$68,956,205

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
3128X3-3E-1	FED HOME LN MTG 5.050% 1/26/		09/27/2007	Various		302,043	300,000	2,609
3133XB-EE-1	FEDERAL HOME LN BKS.		08/30/2007	Various		1,991,700	2,000,000	35,440
3133XH-PH-9	FEDERAL HOME LN BKS.		01/11/2007	Various		1,993,300	2,000,000	20,583
3133XK-XD-2	FEDERAL HOME LN BKS.		07/02/2007	Ferris Baker		7,947,500	8,000,000	52,000
3134A4-UU-6	FEDERAL HOME LN MTG CORP		05/14/2007	Ferris Baker		3,010,781	3,000,000	50,833
3137EA-AD-1	FEDERAL HOME LN MTG CORP		08/30/2007	Various		608,357	600,000	11,638
3137EA-BA-6	FEDERAL HOME LN MTG CORP		11/19/2007	Various		409,552	400,000	2,164
31359M-2S-1	FEDERAL NATL MTG ASSN.		06/13/2007	Ferris Baker		7,873,437	8,000,000	
31359M-FJ-7	FEDERAL NATL MTG ASSN.		08/27/2007	Various		367,394	300,000	2,553
31359M-XX-6	FEDERAL NATL MTG ASSN.		08/29/2007	Various		706,400	710,000	17,553
31359M-EU-3	FNMA 6.25%		03/20/2007	Various		687,252	600,000	13,125
83162C-QG-1	SMALL BUS ADMIN GTD DEV PTC.		03/07/2007	Various		1,578,784	1,517,150	32,407
912810-FP-8	U.S. Treasury Bonds 5.375%		12/26/2007	Ferris Baker		6,562,500	6,000,000	117,432
912810-FJ-2	UNITED STATES TREAS BDS.		12/26/2007	Ferris Baker		2,380,859	2,000,000	44,606
912810-FM-5	UNITED STATES TREAS BDS.		12/26/2007	Ferris Baker		6,068,359	5,000,000	36,058
912810-FT-0	UNITED STATES TREAS BDS.		09/20/2007	Ferris Baker		3,763,906	4,000,000	20,054
912810-PT-9	UNITED STATES TREAS BDS.		09/20/2007	Ferris Baker		3,918,438	4,000,000	21,168
912810-PU-6	UNITED STATES TREAS BDS.		12/26/2007	Ferris Baker		6,309,375	6,000,000	34,615
912828-AF-7	UNITED STATES TREAS NTS.		07/25/2007	HSBC Securities		648,340	635,360	570
912828-CA-6	UNITED STATES TREAS NTS.		10/09/2007	Ferris Baker		4,882,813	5,000,000	31,522
912828-CH-1	UNITED STATES TREAS NTS.		03/07/2007	Various		15,788,750	16,000,000	200,387
912828-DT-4	UNITED STATES TREAS NTS.		07/31/2007	Various		7,931,875	8,000,000	65,217
912828-EG-1	UNITED STATES TREAS NTS.		08/21/2007	Ferris Baker		7,085,200	7,125,000	121,541
912828-EN-6	UNITED STATES TREAS NTS.		11/05/2007	Ferris Baker		3,570,957	3,500,000	75,754
912828-ES-5	UNITED STATES TREAS NTS.		08/06/2007	Ferris Baker		4,975,391	5,000,000	14,436
912828-EW-6	UNITED STATES TREAS NTS.		10/09/2007	Ferris Baker		3,980,937	4,000,000	28,370
912828-FQ-8	UNITED STATES TREAS NTS.		10/09/2007	Ferris Baker		5,096,094	5,000,000	38,417
912828-FY-1	UNITED STATES TREAS NTS.		10/09/2007	Ferris Baker		5,001,953	5,000,000	94,260
912828-GH-7	UNITED STATES TREAS NTS.		11/01/2007	VARIOUS		5,465,275	5,455,000	41,193
912828-GM-6	UNITED STATES TREAS NTS.		08/06/2007	Ferris Baker		5,003,320	5,000,000	80,533
912828-GS-3	UNITED STATES TREAS NTS.		09/04/2007	Ferris Baker		4,981,055	5,000,000	70,313
912828-HA-1	UNITED STATES TREAS NTS.		12/26/2007	VARIOUS		7,140,960	6,915,000	104,767
912828-HE-3	UNITED STATES TREAS NTS.		10/09/2007	Ferris Baker		4,979,492	5,000,000	6,967
912828-HG-8	UNITED STATES TREAS NTS.		11/05/2007	Ferris Baker		3,493,027	3,500,000	2,981
912828-HH-6	UNITED STATES TREAS NTS.		12/26/2007	Ferris Baker		5,986,406	6,000,000	29,423
912828-HK-9	UNITED STATES TREAS NTS.		12/19/2007	VARIOUS		7,848,400	7,900,000	16,091
0399999 - Total - Bonds - U.S. Government						160,340,181	158,457,510	1,537,580
3128MT-6K-9	FHLMC PC GOLD 10/20 11		09/12/2007	Various		1,868,927	1,845,000	6,663
3128UN-AX-0	FHLMC PC GOLD 10/20 11		02/01/2007	Various		786,125	800,000	1,344
3128UN-CE-0	FHLMC PC GOLD 10/20 11		10/04/2007	Various		2,255,913	2,223,601	4,015
3128MB-EG-8	FHLMC PC GOLD COMB 15		04/24/2007	Various		2,810,828	2,800,000	11,122
3128MB-FN-2	FHLMC PC GOLD COMB 15		05/03/2007	Various		145,832	147,959	329
3128KT-L3-2	FHLMC PC GOLD COMB 30		12/14/2007	Various		777,404	768,874	2,307
3128M5-HJ-2	FHLMC PC GOLD COMB 30		12/14/2007	Various		776,734	769,282	2,308
31349S-C9-2	FHLMC PC GUAR ADJ 30YR		08/14/2007	Various		2,476,545	2,559,840	6,411
3128NC-LA-0	FHLMC PC 11 HYBRD ARM		06/04/2007	Various		1,836,993	1,864,597	5,019
3128QJ-WQ-5	FHLMC PC 11 HYBRD ARM		02/01/2007	Various		682,330	675,000	2,376
31393M-EF-4	FHLMC REMIC SERIES 2591		06/12/2007	Various		9,548,438	10,500,000	20,417
31394J-YA-9	FHLMC REMIC SERIES 2697		04/25/2007	Various		982,984	1,060,000	3,843
31395F-EG-5	FHLMC REMIC SERIES 2836		03/06/2007	Various		686,768	725,000	806
31395F-PF-5	FHLMC REMIC SERIES 2858		06/12/2007	Various		6,158,885	6,900,711	12,076
31397F-TC-6	FHLMC REMIC SERIES 3293		09/18/2007	Various		5,765,563	5,800,000	17,722
31402D-KW-9	FNMA PASS-THRU ADJ LIBOR		06/20/2007	Various		6,103,101	6,257,585	18,885
31409U-WM-3	FNMA PASS-THRU ADJ LIBOR		11/19/2007	Various		1,079,028	1,069,916	3,145
31411N-P5-0	FNMA PASS-THRU ADJ LIBOR		02/12/2007	Various		673,734	675,000	2,108
31403X-FB-6	FNMA PASS-THRU BLLN MULTI		01/17/2007	Ferris Baker		980,898	1,000,000	2,445
31407F-BY-5	FNMA PASS-THRU INT 15 YEAR		09/10/2007	Various		1,699,464	1,747,802	3,933
31410F-Z2-4	FNMA PASS-THRU INT 15 YEAR		05/03/2007	Various		382,306	387,882	862
31410F-ZN-8	FNMA PASS-THRU INT 15 YEAR		05/03/2007	Various		239,083	242,570	539
31402C-PL-0	FNMA PASS-THRU LNG 30 YEAR		11/06/2007	Various		759,833	791,943	1,320
31402Q-WA-5	FNMA PASS-THRU LNG 30 YEAR		08/22/2007	Various		1,019,100	1,046,404	3,677
31407Y-KQ-1	FNMA PASS-THRU LNG 30 YEAR		10/18/2007	Various		188,917	184,471	400

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
31408H-3H-6	FNMA PASS-THRU LNG 30 YEAR		07/25/2007	Various		1,465,729	1,481,703	3,210
31409J-A9-1	FNMA PASS-THRU LNG 30 YEAR		07/26/2007	Various		549,957	554,636	1,202
31410F-Y6-6	FNMA PASS-THRU LNG 30 YEAR		05/31/2007	Various		855,567	896,395	1,369
31410G-AF-0	FNMA PASS-THRU LNG 30 YEAR		06/13/2007	Various		1,425,244	1,527,132	3,606
31410G-BE-2	FNMA PASS-THRU LNG 30 YEAR		06/12/2007	Various		1,019,504	1,061,765	2,079
31410G-JS-3	FNMA PASS-THRU LNG 30 YEAR		08/16/2007	Various		1,803,934	1,809,022	3,618
31410V-MB-3	FNMA PASS-THRU LNG 30 YEAR		10/18/2007	Various		187,833	183,476	398
31411Y-WC-3	FNMA PASS-THRU LNG 30 YEAR		10/18/2007	Various		291,054	284,204	616
31412L-G4-6	FNMA PASS-THRU LNG 30 YEAR		10/18/2007	Various		243,328	237,683	515
31412X-DN-1	FNMA PASS-THRU LNG 30 YEAR		10/18/2007	Various		149,389	145,967	316
31371M-6M-4	FNMA PASS-THRU LNG 10 7-10YR		01/11/2007	Various		1,349,388	1,371,515	3,353
31410G-NB-5	FNMA PASS-THRU LNG 10 7-10YR		10/04/2007	Various		996,188	999,154	1,665
31385X-HZ-3	FNMA PASS-THRU MEGA MULTI 7		01/10/2007	Various		919,152	946,664	1,792
31410G-AR-4	FNMA POOL #888416 5.000% 9/01/		05/23/2007	Various		670,852	700,000	2,722
31410G-BT-9	FNMA POOL #888450 5.500% 8/01/		05/21/2007	Various		1,722,246	1,750,000	6,149
31410G-TM-5	FNMA POOL #888956 6.000% 3/01/		11/28/2007	Various		2,976,323	2,921,320	5,356
31359V-GF-4	FNMA REMIC TR 1999-1		12/19/2007	UBS Securities		6,174,513	5,946,860	27,917
31394C-3N-0	FNMA REMIC TRUST 2005-23		07/25/2007	Various		3,331,320	3,353,326	14,857
36225E-BM-3	GNMA PASS-THRU M ADJ HYBRID		02/16/2007	Various		675,719	700,000	1,633
38374N-QU-4	GNMA REMIC TRUST 2006-38		06/12/2007	Various		2,403,125	2,500,000	5,347
38375J-B7-9	GNMA REMIC TRUST 2007-18		08/13/2007	Various		2,903,890	2,927,677	6,709
38375J-M9-3	GNMA REMIC TRUST 2007-27		11/27/2007	Various		3,939,108	3,931,736	15,836
38374D-GW-3	GNMA REMIC TRUST 2007-80		12/11/2007	Various		2,007,500	2,000,000	7,944
791698-AC-7	ST LOUIS MO TAX INCREMENT REV TAX		11/09/2007	Various		2,836,470	3,000,000	180,000
3199999 - Total	- Bonds - Special Revenue					91,583,063	94,073,674	432,279
002819-AA-8	ABBOTT LABORATORIES		11/06/2007	Various		274,893	275,000	
007924-AF-0	AEGON N V		05/09/2007	Various		462,218	475,000	10,216
00768R-AB-8	AERO 1 HQ FIN TR 4.890% 7/07/		06/05/2007	Various		1,412,430	1,500,000	1,426
013817-AP-6	ALCOA INC		11/05/2007	Various		985,940	1,000,000	11,917
018490-AL-6	ALLERGAN INC		10/25/2007	Various		288,794	245,000	296
020002-AV-3	ALLSTATE CORP		05/03/2007	Various		199,658	200,000	
02261W-AB-5	ALZA CORP		10/26/2007	Various		1,786,864	2,000,000	
02584P-AB-0	AMERICAN EXPRESS TRAVEL		11/30/2007	Various		998,000	1,000,000	2,042
032511-AY-3	ANADARKO PETE CORP		01/04/2007	Various		102,839	100,000	1,971
00184A-AG-0	AOL Time Warner 7.70%		08/14/2007	VARIOUS		762,489	700,000	14,710
039483-AW-2	ARCHER DANIELS MIDLAND CO		12/19/2007	Various		1,973,125	1,750,000	5,487
046353-AC-2	ASTRAZENECA PLC		10/15/2007	Various		2,014,080	2,000,000	10,800
001957-BD-0	AT&T Corp. Step Up		08/27/2007	Various		238,668	200,000	4,667
00206R-AD-4	AT&T INC		08/28/2007	Various		224,028	225,000	
00206R-AG-7	AT&T INC		12/03/2007	Various		124,449	125,000	
05949A-BX-7	BA MTG SECS INC 2004-3		05/22/2007	Various		4,932,032	5,000,000	18,333
056335-AA-0	BAC CAPITAL TRUST XI		03/09/2007	Various		409,871	375,000	7,660
06050T-KN-1	BANK AMER CHRLT NC MTN		03/08/2007	Various		1,273,814	1,275,000	
060505-CZ-5	BANK OF AMERICA CORPORATION		02/12/2007	Various		625,000	625,000	
060505-DH-4	BANK OF AMERICA CORPORATION		08/20/2007	Various		424,044	425,000	
060505-DP-6	BANK OF AMERICA CORPORATION		11/29/2007	Various		173,770	175,000	
073902-CC-0	Bear Stearns 2.875%		09/17/2007	Ferris Baker		1,944,480	2,000,000	12,458
07388D-AC-2	BEAR STEARNS ARM TR 2006-2		11/20/2007	Various		456,525	467,931	1,836
073928-X7-3	BEAR STEARNS COS INC MTN BE		08/07/2007	Various		149,645	150,000	
075811-AC-3	BECKMAN COULTER INC		06/12/2007	Various		1,070,651	1,000,000	
075811-AD-1	BECKMAN COULTER INC		10/25/2007	Various		276,596	240,000	2,250
084423-AP-7	BERKLEY W R CORP		08/13/2007	Various		916,770	1,000,000	174
05568Y-AA-6	BNSF RAILWAY CO 2007-1		06/11/2007	Various		500,000	500,000	
110122-AP-3	BRISTOL MYERS SQUIBB CO		11/26/2007	various		1,023,590	1,000,000	2,285
116663-AC-9	BRUCE MANSFIELD UNIT 2007-1		07/10/2007	Various		50,000	50,000	
12189T-AD-6	BURLINGTON NORTHN SANTA FE CP		11/28/2007	various		2,288,640	2,000,000	810
13342B-AB-1	CAMERON INTERNATIONAL CORP		01/04/2007	Various		1,965,625	1,850,000	3,083
136385-AL-5	CANADIAN NAT RES LTD		03/13/2007	Various		150,329	150,000	
14040H-AR-6	CAPITAL ONE FINL CORP		10/16/2007	Various		1,826,479	1,825,000	2,109
14149Y-AN-8	CARDINAL HEALTH INC		06/05/2007	Various		996,860	1,000,000	
161571-CH-5	CHASE ISSUANCE TRUST 2007-17A		10/04/2007	Various		699,983	700,000	
12560P-EX-5	CIT GROUP HLDGS INC MTN BE		08/22/2007	Ferris Baker		1,401,000	1,500,000	4,761

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
125581-AV-0	CIT GROUP INC.		11/27/2007	Ferris Baker		951,620	1,000,000	4,421
17305E-DY-8	CITIBANK CCIT 2007-A8		09/13/2007	Various		696,045	700,000	
173094-AA-1	CITIGROUP CAP XXI		12/17/2007	Various		74,819	75,000	
172967-DR-9	CITIGROUP INC.		11/13/2007	various		1,970,122	2,109,000	29,065
172967-EC-1	CITIGROUP INC.		05/18/2007	Various		74,011	75,000	
172967-EL-1	CITIGROUP INC.		10/10/2007	Various		124,766	125,000	
20030N-AU-5	COMCAST CORP NEW		08/21/2007	Various		324,437	325,000	31
20030N-AP-6	COMCAST CORP NEW 6.500% 1/15/		08/06/2007	Various		331,100	325,000	1,408
2027A0-BJ-7	COMMONWEALTH BK AUSTRALIA		04/17/2007	Various		2,000,000	2,000,000	
22303Q-AB-6	COVIDIEN INTL FIN S A		10/17/2007	Various		399,708	400,000	
225448-AA-7	CREDIT SUISSE GUERNSEY BRH		05/08/2007	Various		100,000	100,000	
20173T-AB-1	CSFB COML MTG PTC 2007-C4		11/02/2007	Ferris Baker		1,021,719	1,000,000	969
12668A-H7-3	CWALT INC 2005-71		05/10/2007	Various		7,485,665	7,441,482	17,817
02147L-AL-7	CWALT INC RESECURE 2006-22R		02/22/2007	Lehman		9,929,732	9,866,524	44,536
12669E-AU-0	CWMBS INC 2003-8		05/22/2007	Various		2,504,871	2,580,678	7,312
233835-AQ-0	DAIMLER CHRYSLER NORTH AMER HL		03/23/2007	Various		188,882	150,000	2,479
235851-AF-9	DANAHER CORP 0.000% 01/22/		10/25/2007	Various		1,967,909	1,830,000	
249575-AN-1	DEPFA ACS BK		05/14/2007	Various		599,660	625,000	4,470
26442C-AA-2	DUKE ENERGY CAROLINAS LLC		05/31/2007	Various		99,987	100,000	
292505-AF-1	ENCANA CORP		11/28/2007	Various		174,701	175,000	
314275-AA-6	FEDERATED RETAIL HLDGS INC		11/13/2007	Various		448,443	475,000	12,845
32051G-FL-4	FIRST HORIZON ALT MTG 2005-FA1		08/23/2007	Various		2,879,063	3,000,000	12,375
336158-AG-5	FIRST REP BK SAN FRANCISCO		04/19/2007	Various		1,561,984	1,410,000	11,838
338032-AX-3	FISHER SCIENTIFIC INTL INC		07/16/2007	Various		807,043	550,000	6,852
338899-AA-5	FLEET CAP TR II		11/07/2007	Various		1,035,500	1,000,000	32,560
36962G-2G-8	GENERAL ELEC CAP CORP MTN BE		07/11/2007	Ferris Baker		3,856,960	4,000,000	91,800
36962G-3M-4	GENERAL ELEC CAP CORP MTN BE		11/06/2007	Various		175,000	175,000	
38141G-BU-7	GOLDMAN SACHS GROUP INC		03/05/2007	BNY Capital		2,120,320	2,000,000	19,433
38141G-EU-4	GOLDMAN SACHS GROUP INC		07/31/2007	Various		236,461	250,000	688
38144L-AC-4	GOLDMAN SACHS GROUP INC		10/11/2007	Various		149,801	150,000	
438516-AV-8	HONEYWELL INTL INC		07/24/2007	Various		998,050	1,000,000	
404280-AG-4	HSBC HLDGS PLC		04/03/2007	Various		449,909	425,000	12,048
404280-AH-2	HSBC HLDGS PLC		09/05/2007	Various		523,756	525,000	
456652-AG-1	INDYMAC IMAJ MTG LN TR 2007-A1		08/23/2007	Various		3,888,750	4,000,000	18,000
458140-AD-2	INTEL CORP		11/28/2007	Various		1,995,787	1,900,000	25,876
459902-AN-2	INTERNATIONAL GAME TECHNOLOGY		02/13/2007	Various		1,273,875	1,275,000	3,929
45920Q-ES-9	INTL BUSN MACHS CORP MTN BE		11/15/2007	various		2,001,380	2,000,000	41,076
450679-AT-2	ITT CORP		05/02/2007	BNY Capital		1,782,560	1,550,000	53,362
478160-AQ-7	JOHNSON & JOHNSON		11/28/2007	various		2,139,000	2,000,000	32,992
46625H-GY-0	JP MORGAN CHASE & CO		12/13/2007	Various		324,396	325,000	
46627V-AA-5	JP MORGAN CHASE CAP XVII		03/06/2007	Various		246,710	250,000	1,544
46630G-AM-7	JP MORGAN MTG TR 2007-A1		01/19/2007	Various		684,387	700,000	2,375
48123U-AA-2	JPMORGAN CHASE CAP XXIII		05/18/2007	Various		149,135	150,000	
48632H-AA-5	KAUPTHING BK HF MED TM SUB BK		02/22/2007	Various		187,110	175,000	3,394
500255-AP-9	KOHL'S CORP		11/08/2007	various		2,006,680	2,000,000	15,972
50075N-AS-3	KRAFT FOODS INC		08/17/2007	Various		101,721	100,000	163
524908-7M-6	LEHMAN BROS HLDGS INC		12/17/2007	Various		174,871	175,000	
524908-UY-4	LEHMAN BROS HLDGS INC		02/09/2007	Various		650,000	650,000	
52517P-5X-5	LEHMAN BROS HLDGS INC MTN BE		09/19/2007	Various		474,601	475,000	
55265K-7Q-6	MASTR ASSET TR 2004-3		12/05/2007	Various		324,894	334,189	376
585055-AL-0	MEDTRONIC INC		07/24/2007	Various		573,125	550,000	1,638
59018Y-UZ-2	MERRILL LYNCH CO INC MTN BE		11/19/2007	Ferris Baker		937,112	965,000	11,962
59562V-AP-2	MIDAMERICAN ENERGY HLDGS NEW		05/08/2007	Various		99,514	100,000	
60871R-AA-8	MOLSON COORS BREWING CO		12/11/2007	Various		2,633,750	2,150,000	20,007
617446-C2-3	MORGAN STANLEY		01/04/2007	Various		99,680	100,000	
652478-BW-7	NEWS AMER HLDGS INC		10/03/2007	Ferris Baker		1,528,770	1,500,000	52,854
655664-AH-3	NORDSTROM INC		04/25/2007	Various		461,104	425,000	3,692
655664-AK-6	NORDSTROM INC		11/28/2007	Various		496,940	500,000	
68402L-AC-8	ORACLE CORP / OZARK HLDG INC		07/31/2007	Various		96,176	100,000	263
743315-AM-5	PROGRESSIVE CORP OHIO		06/18/2007	Various		124,661	125,000	
744320-AG-7	PRUDENTIAL FINL INC		07/24/2007	Various		2,794,859	2,700,000	16,186
743917-AL-0	PRUDENTIAL INS CO AMER		06/06/2007	Various		2,687,875	2,360,000	77,526

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
744448-BZ-3	PUBLIC SERVICE CO COLO		08/08/2007	Various		74,384	75,000	
74922Y-AE-5	RALI SERIES TRUST 2006-QS15		01/11/2007	Various		4,088,750	4,000,000	11,556
761118-DR-6	RESIDENTIAL ACCREDIT 2005-QS12		08/23/2007	Various		1,822,219	1,900,000	7,838
76111X-SD-6	RESIDENTIAL FDG MTG 2005-S1		01/26/2007	Various		246,404	255,796	1,013
771367-BZ-1	ROCHESTER GAS & ELEC CORP		07/12/2007	Various		998,900	1,000,000	
78387G-AL-7	SBC COMMUNICATIONS INC		07/31/2007	Various		194,790	200,000	1,500
806605-AH-4	SCHERING PLOUGH CORP		09/12/2007	Various		49,695	50,000	
78442G-SC-1	SLM STUDENT LOAN TR 2006-3		08/23/2007	Various		1,194,094	1,200,000	6,165
78443V-AA-0	SLM STUDENT LOAN TR 2007-1		01/18/2007	Various		2,250,000	2,250,000	
78443X-AB-4	SLM STUDENT LOAN TR 2007-2		02/14/2007	Various		2,200,000	2,200,000	
842587-AB-3	SOUTHERN CO		01/11/2007	Various		1,498,320	1,500,000	
852060-AD-4	SPRINT CAP CORP		11/02/2007	Various		120,525	125,000	4,106
852061-AD-2	SPRINT NEXTEL CORP		11/14/2007	Various		451,887	475,000	13,300
869099-AF-8	SUSQUEHANNA BANCSHARES INC PA		03/06/2007	Various		2,963,970	3,000,000	50,667
875127-AW-2	TAMPA ELEC CO		05/22/2007	Various		994,330	1,000,000	
87222P-AC-7	TBW MTG BKD TR 2006-6		01/09/2007	Various		9,987,500	10,000,000	17,294
87222E-AC-2	TBW MTG BKD TR 2007-1		02/26/2007	Various		4,999,847	5,000,000	21,233
88165F-AA-0	TEVA PHARMACEUTICAL FIN CO B.V		07/20/2007	Various		610,173	600,000	4,696
887315-BJ-7	TIME WARNER COMPANIES INC		11/05/2007	Various		2,175,300	2,000,000	9,264
872540-AL-3	TJX COS INC NEW ZERO COUPON		10/25/2007	Various		494,520	520,000	
893830-AS-8	TRANSOCEAN SEDCO FOREX INC		12/04/2007	Various		149,495	150,000	
893830-AU-3	TRANSOCEAN SEDCO FOREX INC		12/06/2007	Various		2,611,100	2,600,000	
89417E-AC-3	TRAVELERS COMPANIES INC		05/23/2007	Various		423,887	425,000	
895925-AA-3	TRIAD GTY INC		03/23/2007	Various		548,835	500,000	8,010
898404-AB-4	TRUSTREET PPTYS INC		04/16/2007	BNY Capital		1,091,250	1,000,000	3,750
90261X-CY-6	UBS AG BRH MTN SR DEP NT BE		02/23/2007	Various		4,000,000	4,000,000	
90261X-EM-0	UBS AG BRH MTN SR DEP NT BE		12/17/2007	Various		249,700	250,000	
90783X-AA-9	UNION PACIFIC RR CO 2007-3		07/19/2007	Various		850,000	850,000	
91913Y-AL-4	VALERO ENERGY CORP NEW		06/05/2007	Various		124,641	125,000	
927804-FB-5	VIRGINIA ELEC & PWR CO		05/14/2007	Various		224,379	225,000	
92976G-AJ-0	WACHOVIA BK NATL ASSN MTN SUB		11/30/2007	Various		249,480	250,000	
929903-DF-6	WACHOVIA CORP NEW		04/18/2007	Various		1,825,000	1,825,000	
929903-DT-6	WACHOVIA CORP NEW		06/05/2007	Various		248,943	250,000	
92925G-AA-1	WAMU MTG CERT 2006-AR16		02/22/2007	UBS Securities		6,511,367	6,501,209	26,419
947074-AF-7	WEATHERFORD INTL INC		06/13/2007	Various		74,940	75,000	
949746-JM-4	WELLS FARGO & CO NEW		11/13/2007	Various		1,968,356	2,130,000	31,484
949746-NX-5	WELLS FARGO & CO NEW		12/03/2007	Various		896,256	900,000	
94981C-AF-6	WELLS FARGO MBS 2003-17		05/22/2007	Various		5,782,942	5,824,808	20,387
94982P-AA-7	WELLS FARGO MBS 2005-AR7		03/05/2007	Various		7,259,596	7,330,592	7,079
94985W-DN-8	WELLS FARGO MBS 2007-11		08/16/2007	Various		867,916	889,600	4,003
959053-AD-1	WESTERN OIL SANDS INC		11/16/2007	Various		2,231,060	2,000,000	6,281
966629-AA-5	WHITNEY NATL BK NEW ORLEANS LA		11/15/2007	VARIOUS		3,436,720	3,500,000	35,984
981526-AC-0	WORLD OMNI AUTO TR 2007-A		02/13/2007	Various		674,898	675,000	
983024-AD-2	WYETH		10/25/2007	Various		1,805,975	1,660,000	16,364
983024-AM-2	WYETH		03/22/2007	Various		1,397,102	1,400,000	
983024-AN-0	WYETH		03/22/2007	Various		99,321	100,000	
984121-BN-2	XEROX CORP		08/16/2007	Various		259,308	250,000	286
984121-BP-7	XEROX CORP		08/15/2007	Various		2,788,675	2,725,000	43,320
98385X-AM-8	XTO ENERGY INC		07/12/2007	Various		174,792	175,000	
4599999	- Total - Bonds - Industrial, Misc.					198,847,175	196,636,809	1,167,422
6099997	- Total - Bonds - Part 3					450,770,420	449,167,992	3,137,281
6099998	- Total - Bonds - Part 5					428,062,991	417,413,681	4,124,407
6099999	- Total - Bonds					878,833,411	866,581,674	7,261,688
806605-70-5	SCHERING PLOUGH CORP		09/20/2007	VARIOUS	10,000,000	2,632,810		
854616-20-8	STANLEY WKS		10/25/2007	Various		2,775,000		
698255-12-1	XL CAP LTD		07/11/2007	Various		85,000,000	2,346,443	
6399999	- Total - Preferred Stocks - Industrial, Misc.						8,058,144	XXX
6599997	- Total - Preferred Stocks - Part 3						8,058,144	XXX
6599998	- Total - Preferred Stocks - Part 5						607,300	XXX

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SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
6599999 - Total	- Preferred Stocks					8,665,444	XXX	0
.07336*-10-0	BCS Financial		03/31/2007	Convertible Debentures	23,348,000	926,203		
6799999 - Total	- Common Stocks - Banks, Trusts, Insurance					926,203	XXX	0
H0010V-10-1	ABB LTD ZUERICH /CHF/	C	11/26/2007	VARIOUS	9,322,000	227,878		
F00189-12-0	ACCOR /EUR/	D	09/17/2007	ABN Amro	1,001,000	84,730		
N00927-29-8	AEGON NV /EUR/	D	11/26/2007	VARIOUS	7,104,000	127,348		
J0109X-10-7	ALFRESA HOLDINGS CORP /JPY/	D	09/18/2007	Merrill Lynch	1,200,000	73,570		
J01218-10-6	AMADA CO LTD /JPY/	D	09/18/2007	Merrill Lynch	14,000,000	140,782		
G03340-17-7	AMLIN ORD SHS /GBP/	D	12/14/2007	Exchange	18,989,330	124,275		
G03340-22-7	AMLIN PLC B SHARES	D	12/14/2007	Exchange	21,363,000	10,119		
G0398N-12-8	ANTOFAGASTA PLC /GBP/	D	11/26/2007	VARIOUS	26,128,000	371,685		
J52817-11-1	AOZORA BANK LTD /JPY/	D	09/18/2007	Merrill Lynch	38,000,000	121,465		
L0218T-39-0	ARCELORMITTAL /EUR/	D	09/17/2007	ABN Amro	4,041,000	268,730		
J02100-11-3	ASAHI BREWERY LTD /JPY/	D	11/26/2007	VARIOUS	15,800,000	256,604		
G0593M-10-7	ASTRAZENECA PLC/GBP/	D	11/26/2007	VARIOUS	7,123,000	334,731		
G06812-11-2	AVEVA GROUP PLC ORD /GBP/	D	11/26/2007	VARIOUS	6,187,000	120,416		
F06106-10-2	AXA /EUR/	D	11/26/2007	VARIOUS	5,359,000	208,610		
H04530-20-2	BALOISE HOLDING N SHARE /CHF/	C	09/17/2007	ABN Amro	1,363,000	130,116		
E11805-10-3	BANCO BILBAO VIZ ARG REGD/EUR/	D	09/17/2007	ABN Amro	12,513,000	270,779		
E19790-10-9	BANCO SANTANDER SA /EUR/	D	11/26/2007	VARIOUS	28,277,000	522,957		
J04242-10-3	BANK OF YOKOHAMA LTD /JPY/	D	09/18/2007	Merrill Lynch	9,000,000	57,147		
G08036-12-4	BARCLAYS ORD GBPO.25 /GBP/	D	11/26/2007	VARIOUS	35,550,000	401,797		
D06216-10-1	BASF AG /EUR/	D	09/17/2007	ABN Amro	2,894,000	375,312		
G10877-10-1	BHP BILLITON PLC /GBP/	D	09/17/2007	ABN Amro	2,923,000	86,401		
F10580-23-8	BNP PARIBAS /EUR/	D	11/26/2007	VARIOUS	1,473,000	148,972		
F11487-12-5	BOUYGUES /EUR/	D	09/17/2007	ABN Amro	3,005,000	239,977		
G12793-10-8	BP PLC /GBP/	D	11/28/2007	various	8,886,000	105,600		
G12793-18-1	BP PLC /GBP/	D	09/17/2007	ABN Amro	26,335,000	301,042		
J04662-10-2	BROTHER INDUSTRIES /JPY/	D	09/18/2007	Merrill Lynch	1,700,000	21,369		
J05124-14-4	CANON INC /JPY/	D	11/26/2007	VARIOUS	4,400,000	227,064		
F13587-12-0	CAP GEMINI SA /EUR/	D	09/17/2007	ABN Amro	1,630,000	92,343		
K36628-13-7	CARLSBERG AS B SHS /DKK/	D	09/19/2007	Credit Suisse First Bosto	700,000	94,415		
J05523-10-5	CENTRAL JAPAN RAILWAY CO /JPY/	D	11/26/2007	VARIOUS	16,000	172,468		
J06510-10-1	CHUBU ELECTRIC POWER /JPY/	D	09/18/2007	Merrill Lynch	5,700,000	146,004		
Y1764Z-20-8	COSCO CORP /SGD/	D	11/28/2007	Citigroup Global Markets	19,000,000	79,735		
D1668R-12-3	DAIMLERCHRYSLER /REGD/ /EUR/	D	11/26/2007	VARIOUS	1,802,000	168,863		
K22272-11-4	DANSKE BANK A/S /DKK/	D	09/17/2007	ABN Amro	2,400,000	89,823		
D18190-89-8	DEUTSCHE BK AG REGD NPV /EUR/	D	11/26/2007	VARIOUS	1,806,000	221,073		
D1908N-10-6	DEUTSCHE LUFTHANSA REGD /EUR/	D	09/17/2007	ABN Amro	3,006,000	80,686		
B3357R-21-8	DEXIA NPV /EUR/	D	11/26/2007	VARIOUS	7,458,000	203,287		
D24909-10-9	E.ON AG /EUR/	D	09/17/2007	ABN Amro	1,933,000	339,813		
T3679P-11-5	ENEL SOCIETE PER AZIONI /EUR/	D	11/26/2007	VARIOUS	35,128,000	405,386		
T3643A-14-5	ENI SPA ROMA /EUR/	D	11/26/2007	VARIOUS	12,128,000	421,419		
H26091-14-2	FISCHER GEORGE REGD /CHF/	C	11/26/2007	VARIOUS	299,000	193,530		
B4399L-10-2	FORTIS /EUR/	D	09/17/2007	ABN Amro	6,099,000	179,082		
J15708-15-9	FUJITSU LTD /JPY/	D	09/18/2007	Merrill Lynch	30,000,000	203,708		
G3910J-11-2	GLAXOSMITHKLINE /GBP/	D	09/17/2007	ABN Amro	7,884,000	209,418		
Y30327-10-3	HANG SENG BANK ORD /HKD/	D	11/26/2007	VARIOUS	13,300,000	228,340		
J22302-11-1	HONDA MOTOR CO LTD ORD /JPY/	D	09/18/2007	Merrill Lynch	5,900,000	190,629		
N4578E-41-3	ING GROEP NV /EUR/	D	11/26/2007	VARIOUS	7,701,000	306,759		
J2501P-10-4	ITOCHU CORP /JPY/	D	11/26/2007	VARIOUS	23,000,000	240,812		
G52562-14-0	KINGBOARD CHEMICAL HOLD /HKD/	D	09/17/2007	Merrill Lynch	15,000,000	92,439		
N4297B-14-6	KONINKLIJKE KPN NV /EUR/	D	11/26/2007	VARIOUS	27,380,000	460,101		
J39584-10-7	MAKITA CORP /JPY/	D	09/18/2007	Merrill Lynch	2,900,000	108,731		
D51716-10-4	MAN AG /EUR/	D	11/26/2007	VARIOUS	1,751,000	250,853		
G5824M-10-7	MARKS & SPENCER GROUP PLC /GBP/	D	11/26/2007	VARIOUS	16,019,000	190,971		
G68694-11-9	MICHAEL PAGE INTL PLC /GBP/	D	11/26/2007	VARIOUS	27,188,000	185,576		
J43830-11-6	MITSUBISHI CORP /JPY/	D	09/18/2007	Merrill Lynch	11,800,000	338,443		
J43873-11-6	MITSUBISHI ELECTRIC CORP /JPY/	D	11/26/2007	VARIOUS	10,000,000	116,612		
J44948-10-7	MITSUJI MINING & SMELTING /JPY/	D	11/26/2007	VARIOUS	28,000,000	109,912		
J45013-10-9	MITSUJI OSK LINES LTD /JPY/	D	09/18/2007	Merrill Lynch	15,000,000	218,611		

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SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
.H57312-46-6	NESTLE SA REG SHS /CHF/	C	11/28/2007	VARIOUS	335,000	162,287		
.X61873-13-3	NOKIA /AB/ OY /EUR/	D	11/26/2007	VARIOUS	13,939,000	502,623		
.W57996-10-5	NORDEA BANK AB /SEK/	D	09/17/2007	ABN Amro	17,200,000	258,133		
.J59386-10-2	NTT DATA CORP /JPY/	D	11/26/2007	VARIOUS	58,000	262,002		
.G67749-15-3	ORIENT OVERSEAS INTL LTD /HKD/	D	11/26/2007	VARIOUS	11,500,000	103,574		
.F7269R-10-5	PPR /EUR/	D	09/17/2007	ABN Amro	852,000	150,286		
.X72559-10-1	RAUTARUUKKI OY K /EUR/	D	09/17/2007	ABN Amro	1,632,000	86,774		
.G7420A-10-7	RECKITT BENCKISER PLC /GBP/	D	09/19/2007	VARIOUS	2,377,000	135,525		
.H25662-14-1	RICHMONT UTS A /CHF/	C	09/17/2007	ABN Amro	1,288,000	77,797		
.H69293-21-7	ROCHE HOLDING /CHF/	C	11/26/2007	VARIOUS	1,732,000	314,321		
.G76891-11-1	ROYAL BK OF SCOTLAND GRP /GBP/	D	09/17/2007	ABN Amro	16,785,000	171,624		
.G7690A-10-0	ROYAL DUTCH SHELL GROUP /EUR/	D	09/17/2007	ABN Amro	3,779,000	152,650		
.D6629K-10-9	RWE AG /EUR/	D	11/26/2007	VARIOUS	3,146,000	411,877		
.G77395-10-4	SABMILLER PLC /GBP/	D	11/26/2007	VARIOUS	7,869,000	211,085		
.D80900-10-9	SALZGITTER AG /EUR/	D	09/17/2007	ABN Amro	759,000	142,294		
.F15561-67-7	SCOR SE /EUR/	D	12/06/2007	VARIOUS	5,330,000	138,514		
.J7030F-10-5	SEIKO EPSON CORP /JPY/	D	11/26/2007	VARIOUS	15,500,000	359,288		
.J70746-13-6	SEKISUI HOUSE LTD /JPY/	D	11/26/2007	VARIOUS	11,000,000	127,086		
.J72122-10-4	SHIMACHU /JPY/	D	09/18/2007	Merrill Lynch	3,000,000	85,060		
.Y79946-10-2	SINGAPORE EXCHANGE LTD /SGD/	D	09/17/2007	Credit Suisse First Bosto	20,000,000	136,178		
.F43638-14-1	SOCIETE GENERALE PARIS /EUR/	D	09/17/2007	ABN Amro	699,000	107,513		
.J81281-11-5	TAKEDA PHARMACEUTICAL CO /JPY/	D	11/26/2007	VARIOUS	4,100,000	270,331		
.D83980-11-9	THYSSENKRUPP AG /EUR/	D	11/26/2007	VARIOUS	5,952,000	332,041		
.F92124-10-0	TOTAL SA /EUR/	D	09/17/2007	ABN Amro	5,370,000	414,840		
.J92547-13-2	TOYO SUISAN KAISHA /JPY/	D	09/18/2007	Merrill Lynch	4,000,000	71,531		
.J92676-11-3	TOYOTA MOTOR CORP /JPY/	D	11/26/2007	VARIOUS	4,700,000	259,946		
.N8981F-37-0	UNILEVER NV CERTIFICATES /EUR/	D	09/17/2007	ABN Amro	9,690,000	299,749		
.J94368-14-9	UNY CO /JPY/	D	09/18/2007	Merrill Lynch	5,000,000	42,893		
.G93882-13-5	VODAFONE GROUP PLC /GBP/	D	11/28/2007	VARIOUS	99,011,000	359,595		
.D94523-14-5	VOLKSWAGENWERK AG /EUR/	D	09/17/2007	ABN Amro	1,783,000	373,496		
.928856-30-1	VOLVO AKTIEBOLAGET	D	11/26/2007	ABN Amro	13,100,000	216,179		
.V97973-10-7	WING TAI HOLDINGS /SGD/	D	09/17/2007	Credit Suisse First Bosto	14,000,000	31,837		
.H9870Y-10-5	ZURICH FINL SVCS /CHF/	C	09/17/2007	ABN Amro	640,000	182,643		
.G02072-11-7	ALLIED IRISH BANKS /EUR/	D	12/01/2007	Societe Generale Secs	8,275,000	167,507		
.004020-10-5	ANSELL LTD /AUD/	D	09/17/2007	Citigroup Global Markets	5,354,000	57,013		
.Q1498M-10-0	BHP BILLITON LTD /AUD/	D	11/26/2007	HSBC Securities	12,007,000	443,891		
.G2067Y-10-4	CHARTER PLC REGD /GBP/	D	11/26/2007	HSBC Securities	9,840,000	184,819		
.Q2594P-14-6	COCA-COLA AMATIL LTD /AUD/	D	11/26/2007	HSBC Securities	18,348,000	165,109		
.Q26915-10-0	COMMONWEALTH BK AUSTRALIA /AUD/	D	09/17/2007	Citigroup Global Markets	4,170,000	193,635		
.Q27075-10-2	COMMONWEALTH PPTY OFFICE /AUD/	D	09/17/2007	Citigroup Global Markets	85,670,000	121,757		
.Q3018U-22-4	CSL LTD /AUD/	D	09/17/2007	Citigroup Global Markets	2,859,000	244,973		
.E56793-10-7	GESTEVISION TECINCO /EUR/	D	11/26/2007	BANCA SPA	600,000	15,711		
.Q30989-19-8	GOODMAN GROUP NPV (STAPLED UNITS)	D	11/26/2007	US Bancorp Piper Jaffray	13,626,000	74,766		
.Q40060-10-7	GPT GROUP /AUD/	D	11/26/2007	VARIOUS	17,973,000	71,397		
.Y3506N-12-1	HONG KONG EXCH & CLEAR /HKD/	D	11/26/2007	HONGKONG & SHANGHAI BKG C	8,500,000	244,073		
.G4755S-12-6	INDEPENDENT NEWS & MEDIA /EUR/	D	09/17/2007	ABN Amro	15,089,000	66,171		
.N0139V-14-2	KONINKLIJKE AHOOLD NV /EUR/	D	11/28/2007	VARIOUS	7,188,000	101,046		
.G5689U-10-3	LONDON STOCK EXCHANGE /GBP/	D	11/26/2007	HSBC Securities	6,239,000	228,866		
.J41121-10-4	MATSUSHITA ELEC INDL LTD /JPY/	D	11/26/2007	HSBC Securities	6,000,000	122,549		
.G62748-11-9	MORRISON SUPERMARKETS /GBP/	D	11/26/2007	HSBC Securities	16,283,000	98,282		
.D55535-10-4	MUNCHENER RUCKVERS F/PD /EUR/	D	11/26/2007	bnp paribas	1,417,000	253,121		
.Y63084-12-6	NEW WORLD DEVELOPMENT CO /HKD/	D	11/26/2007	HONGKONG & SHANGHAI BKG C	46,000,000	161,632		
.J59396-10-1	NIPPON TELEGRAPH & TELEPH JPY	D	11/26/2007	HSBC Securities	58,000	264,251		
.J5900F-10-6	NOMURA RESEARCH INSTITUTE /JPY/	D	11/06/2007	HSBC Securities	1,600,000	57,998		
.J59399-10-5	NTT DOCOMO INC /JPY/	D	11/28/2007	DEUTSCHE-BANK SECURITIES	171,000	264,598		
.Q81437-10-7	RIO TINTO LIMITED /AUD/	D	09/17/2007	Citigroup Global Markets	3,279,000	269,853		
.G7690A-32-4	ROYAL DUTCH SHELL B SHS /GBP/	D	11/26/2007	HSBC Securities	11,401,000	462,878		
.Q8461W-10-6	SEVEN NETWORK LTD /AUD/	D	11/26/2007	HSBC Securities	8,057,000	94,784		
.G8125A-10-3	SHRIRE PLC ORD GBP 0.05 /GBP/	D	11/26/2007	VARIOUS	6,862,000	165,377		
.R8412T-10-2	STATOILHYDRO ASA /NOK/	D	11/26/2007	DEN NORSKE BANK	3,900,000	129,856		
.N83574-10-8	STMICROELECTRONICS NV /EUR/	D	11/28/2007	UBS Securities	5,877,000	89,778		
.Q87764-10-8	STOCKLAND /AUD/	D	09/17/2007	Citigroup Global Markets	13,385,000	99,325		

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
08802S-10-3	SUNCORP METWAY LIMITED /AUD/	D	09/17/2007	Citigroup Global Markets	8,535.000	138,549		
H83949-14-1	SWATCH GROUP AG /CHF/	C	11/26/2007	Credit Suisse First Bosto	235.000	69,035		
J81335-10-1	TAKEFUJI CORP /JPY/	0	11/26/2007	HSBC Securities	2,140.000	52,906		
J86914-10-8	TOKYO ELEC POWER CO INC /JPY/	0	11/26/2007	HSBC Securities	4,900.000	130,423		
T95132-10-5	UNICREDITO ITALIANO SPA /EUR/	0	11/26/2007	bnp paribas	19,216.000	157,025		
G92087-16-5	UNILEVER PLC /GBP/	0	11/26/2007	HSBC Securities	6,977.000	254,837		
F97982-10-6	VIVENDI /EUR/	0	11/26/2007	CACEIS FRANCE	3,375.000	151,747		
A9101Y-10-3	VOESTALPINE AG /EUR/	0	11/26/2007	various	3,155.000	234,162		
097417-10-1	WESTPAC BANKING CORP /AUD/	D	09/17/2007	Citigroup Global Markets	7,769.000	176,404		
098418-10-8	WOOLWORTH LTD /AUD/	D	11/28/2007	Citigroup Global Markets	3,673.000	103,587		
6899999 - Total	- Common Stocks - Industrial, Misc.					25,034,577	XXX	0
922908-88-4	VANGUARD INDEX FDS		12/25/2007	VARIOUS	339,115.997	13,176,680		
922040-10-0	Vanguard Institutional Index Fund		12/25/2007	Vanguard Group	4,003.895	549,781		
7099999 - Total	- Common Stocks - Mutual Fund					13,726,461	XXX	0
7299997 - Total	- Common Stocks - Part 3					39,687,241	XXX	0
7299998 - Total	- Common Stocks - Part 5					32,118,852	XXX	0
7299999 - Total	- Common Stocks					71,806,093	XXX	0
7399999 - Total	- Preferred and Common Stocks					80,471,537	XXX	0
7499999 Totals						959,304,948	XXX	7,261,688

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date
313444-ZY-3	FED HOME LN MTG 5.750% 6/27/08		08/03/2007	VARIOUS		330,616	325,000	322,735	322,822		103		(103)		322,925		7,691	7,691	11,368	06/27/2016
313443-M7-8	FED HOME LN MTG 6.625% 9/15/11		10/09/2007	VARIOUS		648,502	625,000	646,235	643,336	(4,967)			(4,967)		638,369		10,133	10,133	44,282	09/15/2009
3133XC-N2-5	FEDERAL HOME LN BKS 6.625% 9/15/11		05/08/2007	MATURITY		250,000	250,000	248,165	249,549	451			451		250,000				5,313	05/08/2007
3133XE-ZP-7	FEDERAL HOME LN BKS		01/18/2007	Ferris Baker		1,994,100	2,000,000	2,001,719	2,001,618	(43)			(43)		2,001,574		(7,474)	(7,474)	36,389	09/12/2008
3133XH-TE-6	FEDERAL HOME LN BKS		11/05/2007	Ferris Baker		2,027,266	2,000,000	2,009,609	2,009,262	(2,714)			(2,714)		2,006,548		20,718	20,718	111,667	10/02/2009
3133XH-PH-9	FEDERAL HOME LN BKS		05/11/2007	Ferris Baker		1,998,906	2,000,000	2,007,656	2,007,569	(503)			(503)		2,007,066		(8,160)	(8,160)	88,382	11/18/2011
3133XH-YM-8	FEDERAL HOME LN BKS		11/25/2007	VARIOUS		1,810,000	1,810,000	1,810,000	1,810,000						1,810,000				98,444	11/25/2016
3133XH-ZK-1	FEDERAL HOME LN BKS		02/28/2007	Ferris Baker		2,958,164	3,000,000	2,977,500	2,977,597	277			277		2,977,874		(19,710)	(19,710)	31,271	12/16/2016
3133KX-XD-2	FEDERAL HOME LN BKS		07/06/2007	Ferris Baker		3,953,281	4,000,000	3,973,750	3,973,750	92			92		3,973,842		(20,561)	(20,561)	28,708	05/14/2010
3134A4-OD-9	FEDERAL HOME LN MTG CORP		05/10/2007	Ferris Baker		4,041,406	4,000,000	4,064,531	4,063,882	(3,635)			(3,635)		4,060,247		(18,841)	(18,841)	170,833	07/15/2012
3137EA-AD-1	FEDERAL HOME LN MTG CORP		09/19/2007	VARIOUS		158,686	155,000	157,159		(11)			(11)		157,148		1,538	1,538	3,436	04/18/2016
3137EA-AJ-8	FEDERAL HOME LN MTG CORP		02/28/2007	Ferris Baker		3,042,539	3,000,000	3,066,914	3,066,619	(848)			(848)		3,065,771		(23,232)	(23,232)	60,646	10/18/2016
3137EA-AK-5	FEDERAL HOME LN MTG CORP		03/13/2007	Ferris Baker		4,997,070	5,000,000	4,989,648	4,990,010	660			660		4,990,670		6,400	6,400	86,424	11/03/2009
3128X0-GU-8	FEDERAL HOME LN MTG CORP MTN		05/29/2007	VARIOUS		552,289	560,000	544,919	551,714	2,541			2,541		554,256		(1,967)	(1,967)	12,658	04/23/2008
3128X1-UY-1	FEDERAL HOME LN MTG CORP MTN		11/05/2007	VARIOUS		620,613	625,000	605,563	612,846	6,372			6,372		619,218		1,395	1,395	27,648	07/30/2008
3128X2-L6-0	FEDERAL HOME LN MTG CORP MTN		01/31/2007	VARIOUS		1,271,252	1,275,000	1,241,285	1,269,618	2,140			2,140		1,271,758		(506)	(506)	12,909	03/16/2007
3128X4-SH-0	FEDERAL HOME LN MTG CORP MTN		05/11/2007	VARIOUS		1,000,000	1,000,000	1,001,110	1,000,561	(561)			(561)		1,000,000				28,750	05/11/2011
3128X4-HM-6	FEDERAL HOME LN MTG CORP MTN		01/31/2007	VARIOUS		1,244,550	1,250,000	1,242,000	1,247,043	381			381		1,247,424		(2,874)	(2,874)	24,844	08/22/2007
31359M-AA-5	FEDERAL NATL MTG ASSN		03/05/2007	Ferris Baker		3,022,852	3,000,000	3,046,289	3,046,038	(812)			(812)		3,045,226		(22,375)	(22,375)	59,583	04/15/2015
31359M-N7-4	FEDERAL NATL MTG ASSN		12/10/2007	Ferris Baker		1,003,867	1,000,000	1,007,030	1,005,614	(3,828)			(3,828)		1,001,786		2,081	2,081	65,927	05/12/2016
31359M-W6-6	FEDERAL NATL MTG ASSN		12/10/2007	Ferris Baker		1,002,148	1,000,000	1,006,170	1,005,118	(2,875)			(2,875)		1,002,243		(94)	(94)	78,500	08/22/2016
31359M-X4-0	FEDERAL NATL MTG ASSN		10/09/2007	Ferris Baker		2,003,360	2,000,000	2,002,891	2,002,721	(1,204)			(1,204)		2,001,517		1,843	1,843	170,000	09/15/2008
31359M-Z3-0	FEDERAL NATL MTG ASSN		10/10/2007	Ferris Baker		3,539,238	3,500,000	3,533,223	3,532,834	(4,830)			(4,830)		3,528,005		11,234	11,234	171,597	10/15/2011
3136F7-ZL-4	FEDERAL NATL MTG ASSN MTN		11/05/2007	Ferris Baker		1,004,531	1,000,000	1,002,020	1,001,615	(970)			(970)		1,000,644		3,887	3,887	54,531	05/19/2011
3134A1-RG-7	FHLMC 6.943%		03/21/2007	MATURITY		2,000,000	2,000,000	2,110,000	2,004,728	(4,728)			(4,728)		2,000,000				69,430	03/21/2007
83162C-EV-1	SMALL BUS ADMIN GTD DEV 93-201		09/01/2007	PRINCIPAL RECEIPT		105,263	105,263	112,105	110,431	(5,169)			(5,169)		105,263				4,526	09/01/2013
83162C-LT-8	SMALL BUS ADMIN GTD DEV PTC		09/10/2007	Principal Receipt		142,926	142,926	152,573	151,491	(1,179)			(1,179)		151,311		(8,386)	(8,386)	7,104	09/10/2021
83162C-LX-9	SMALL BUS ADMIN GTD DEV PTC		12/15/2007	VARIOUS		188,040	188,040	194,490	194,185	(182)			(182)		194,002		(5,962)	(5,962)	8,663	12/01/2021
83162C-O6-1	SMALL BUS ADMIN GTD DEV PTC		11/15/2007	Credit Suisse First Bosto		98,104	98,104	102,089	101,958	(131)			(131)		101,958		(3,854)	(3,854)	2,886	05/01/2026
83162C-OH-9	SMALL BUS ADMIN GTD DEV PTC		12/15/2007	VARIOUS		79,127	79,127	79,127	79,127						79,127				3,716	06/01/2026
912810-FP-8	U.S. Treasury Bonds 5.375%		06/20/2007	Ferris Baker		2,021,094	2,000,000	2,156,875	2,156,828	(1,638)			(1,638)		2,155,190		(134,096)	(134,096)	92,355	02/15/2031
912810-EH-7	UNITED STATES TREAS BDS		08/22/2007	VARIOUS		160,444	125,000	157,720	156,704	(991)			(991)		155,713		4,731	4,731	10,058	02/15/2021
912810-EL-8	UNITED STATES TREAS BDS		08/28/2007	VARIOUS		836,470	635,000	851,098	840,589	(4,963)			(4,963)		835,626		844	844	33,078	11/15/2021
912810-EM-6	UNITED STATES TREAS BDS		09/21/2007	VARIOUS		3,257,852	2,600,000	3,309,273	3,282,848	(18,869)			(18,869)		3,263,979		(6,127)	(6,127)	192,525	08/15/2022
912810-EP-9	UNITED STATES TREAS BDS		09/06/2007	VARIOUS		1,446,967	1,175,000	1,443,711	1,440,082	(6,200)			(6,200)		1,433,882		13,085	13,085	77,859	02/15/2023
912810-FM-5	UNITED STATES TREAS BDS		02/28/2007	Ferris Baker		1,207,344	1,000,000	1,214,688	1,214,424	(812)			(812)		1,213,612		(6,268)	(6,268)	18,992	05/15/2030
912810-FT-0	UNITED STATES TREAS BDS		10/24/2007	Ferris Baker		5,825,391	6,000,000	5,729,258	4,788,328	704			704		5,730,008		95,383	95,383	137,831	02/15/2036
912810-FS-2	UNITED STATES TREAS BDS TIPS		06/07/2007	Barclays Capital		163,768	175,000	165,764	164,111	247	1,761		2,008		166,119		(2,351)	(2,351)	3,221	01/15/2026
912828-AN-0	UNITED STATES TREAS NTS		03/07/2007	VARIOUS		14,807,226	15,000,000	14,742,773	14,752,704	50,959			50,959		14,803,663		3,563	3,563	145,442	11/15/2007
912828-BG-4	UNITED STATES TREAS NTS		12/10/2007	Ferris Baker		2,497,574	2,500,000	2,437,695	2,446,150	30,690			30,690		2,476,840		20,913	20,913	107,745	08/15/2008
912828-CH-1	UNITED STATES TREAS NTS		09/12/2007	VARIOUS		11,839,219	12,000,000	11,841,563	11,866,691	25,129			25,129		11,866,691		(27,472)	(27,472)	317,582	05/15/2009
912828-CR-9	UNITED STATES TREAS NTS		02/13/2007	VARIOUS		5,930,859	6,000,000	5,915,625	5,917,057	15,494			15,494		5,932,551		(1,691)	(1,691)	82,956	08/15/2007
912828-CX-6	UNITED STATES TREAS NTS		09/20/2007	Ferris Baker		4,858,125	5,000,000	4,834,375	4,835,135	30,757			30,757		4,865,892		(7,767)	(7,767)	130,758	10/15/2009
912828-DB-3	UNITED STATES TREAS NTS		09/04/2007	Ferris Baker		4,885,273	5,000,000	4,848,242	4,848,918	24,462			24,462		4,873,380		11,893	11,893	109,946	11/15/2009
912828-DE-7	UNITED STATES TREAS NTS		03/22/2007	VARIOUS		2,240,793	2,300,000	2,193,895	2,213,427	5,998			5,998		2,219,424		21,369	21,369	22,558	12/15/2009
912828-EE-6	UNITED STATES TREAS NTS		01/11/2007	VARIOUS		604,541	625,000	608,081	609,742	40			40		609,782		(5,241)	(5,241)	10,827	08/15/2015
912828-EG-1	UNITED STATES TREAS NTS		12/10/2007	Ferris Baker		1,018,281	1,000,000	994,414	994,522	918			918		994,936		23,345	23,345	28,850	09/15/2010
912828-EW-6	UNITED STATES TREAS NTS		03/13/2007	Ferris Baker		4,997,656	5,000,000	4,946,680	4,946,744	918			918		4,947,662		49,994	49,994	129,282	02/15/2016
912828-FG-0	UNITED STATES TREAS NTS		01/23/2007	VARIOUS		1,049,745	1,050,000	1,047,744	1,048,356	21			21		1,048,377		1,368	1,368	5,604	05/31/2008
912828-FP-0	UNITED STATES TREAS NTS		01/11/2007	Ferris Baker		2,503,223	2,500,000	2,519,531	2,517,790	(175)			(175)		2,517,615		(14,393)	(14,393)	51,333	08/15/2009
912828-FS-4	UNITED STATES																			

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date
31396E-RC-2	FEDERAL HOME LN MTG 5.500% 9/15/		06/27/2007	VARIOUS		510,042	510,036	515,743	515,031		(1,298)		(1,298)		513,734		(3,692)	(3,692)	15,264	09/15/2024
31403D-DB-2	FEDERAL NATL MTG AS 6.000% 6/01/		12/25/2007	PRINCIPAL RECEIPT		185,448	185,448	187,259	187,198		(1,750)		(1,750)		185,448				5,255	06/01/2035
31335P-C4-5	FHLMC 680091		12/15/2007	VARIOUS		49,232	49,232	50,332	49,294		(61)		(61)		49,232				2,078	07/17/2008
3128KQ-CJ-9	FHLMC GOLD #A50457 6.000% 7/01/		12/15/2007	PRINCIPAL RECEIPT		25,666	25,666	25,148	25,150		516		516		25,666				1,054	07/01/2036
3128M1-CK-3	FHLMC GOLD #611974 5.500% 5/01/		06/28/2007	VARIOUS		1,073,398	1,089,622	1,080,854	1,081,009		922		922		1,081,930		(8,532)	(8,532)	33,175	05/01/2021
31292H-GP-3	FHLMC Gold Pool #C01106		12/15/2007	PRINCIPAL RECEIPT		7,382	7,382	7,471	7,468		(86)		(86)		7,382				215	12/01/2030
31294J-KE-7	FHLMC Gold Pool #E00293		12/15/2007	PRINCIPAL RECEIPT		103,205	103,205	106,374	104,277		(1,072)		(1,072)		103,205				3,659	04/01/2009
31283K-F7-8	FHLMC Gold Pool #G11090		12/15/2007	PRINCIPAL RECEIPT		116,443	116,443	120,719	119,540		(3,097)		(3,097)		116,443				3,548	02/01/2015
3128JW-BB-2	FHLMC PC 1YR LIBOR VR		12/15/2007	PRINCIPAL RECEIPT		860,671	860,671	837,809	837,742		22,929		22,929		860,671				20,069	08/01/2034
3128MT-6K-9	FHLMC PC GOLD 10/20 11		12/15/2007	PRINCIPAL RECEIPT		12,986	12,986	13,155	12,986		(168)		(168)		12,986				184	09/01/2037
3128UN-AX-0	FHLMC PC GOLD 10/20 11		12/15/2007	PRINCIPAL RECEIPT		25,697	25,697	25,252	25,252		446		446		25,697				641	02/01/2037
3128UN-CE-0	FHLMC PC GOLD 10/20 11		12/15/2007	PRINCIPAL RECEIPT		58,608	58,608	59,460	58,608		(852)		(852)		58,608				494	09/01/2037
31294L-PZ-0	FHLMC PC GOLD CASH 15		12/15/2007	PRINCIPAL RECEIPT		938,222	938,222	953,908	954,016		(15,794)		(15,794)		938,222				27,345	12/01/2016
31288B-6V-0	FHLMC PC GOLD CASH 30		12/15/2007	PRINCIPAL RECEIPT		250,210	250,210	253,729	253,738		(3,527)		(3,527)		250,210				4,686	11/01/2032
3128M1-BA-6	FHLMC PC GOLD COMB 15		12/15/2007	PRINCIPAL RECEIPT		140,855	140,855	137,690	137,724		3,131		3,131		140,855				3,752	04/01/2021
3128M1-CR-8	FHLMC PC GOLD COMB 15		12/15/2007	VARIOUS		417,887	416,862	404,535	404,704		2,031		2,031		406,735		10,353	10,353	19,954	04/01/2021
3128M1-PE-3	FHLMC PC GOLD COMB 15		06/28/2007	VARIOUS		640,800	650,873	648,679	648,682		169		169		648,850		(8,051)	(8,051)	19,963	09/01/2021
3128MB-EG-8	FHLMC PC GOLD COMB 15		12/15/2007	PRINCIPAL RECEIPT		297,047	297,047	298,196	297,047		(1,149)		(1,149)		297,047				5,888	03/01/2022
3128MB-FN-2	FHLMC PC GOLD COMB 15		12/15/2007	PRINCIPAL RECEIPT		12,991	12,991	12,804	12,804		187		187		12,991				211	09/01/2021
312964-TT-6	FHLMC PC GOLD COMB 15		12/15/2007	PRINCIPAL RECEIPT		162,000	162,000	162,708	162,669		(669)		(669)		162,000				5,843	02/01/2019
312966-CD-4	FHLMC PC GOLD COMB 15		03/15/2007	VARIOUS		1,727,339	1,747,057	1,728,085	1,728,612		938		938		1,729,550		(2,211)	(2,211)	22,531	04/01/2019
31283H-6C-4	FHLMC PC GOLD COMB 30		12/15/2007	PRINCIPAL RECEIPT		739,029	739,029	753,232	753,276		(14,247)		(14,247)		739,029				23,884	02/01/2032
31283H-6D-2	FHLMC PC GOLD COMB 30		12/15/2007	PRINCIPAL RECEIPT		352,462	352,462	360,310	360,261		(7,799)		(7,799)		352,462				11,679	12/01/2031
3128KQ-KT-0	FHLMC PC GOLD COMB 30		11/15/2007	VARIOUS		688,073	698,101	682,748	682,809		1,459		1,459		684,268		3,805	3,805	34,730	03/01/2036
3128MJ-A5-9	FHLMC PC GOLD COMB 30		12/15/2007	PRINCIPAL RECEIPT		287,723	287,723	283,272	283,278		4,446		4,446		287,723				8,107	12/01/2034
31297H-FF-1	FHLMC PC GOLD COMB 30		12/15/2007	PRINCIPAL RECEIPT		31,874	31,874	32,268	32,278		(404)		(404)		31,874				877	12/01/2034
31295M-ZH-0	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		11,585	11,585	11,589	11,589		(4)		(4)		11,585				1,609	09/01/2032
31295M-ZL-1	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		371	371	369	369		2		2		371				38	09/01/2032
31295M-6K-9	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		54	54	54	54						54				410	09/01/2032
31342A-6Z-7	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		1,637	1,637	1,591	1,591		47		47		1,637				2,322	10/01/2033
31342A-J9-1	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		589	589	585	585		4		4		589				913	02/01/2033
31342A-MN-6	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		8,063	8,063	7,975	7,974		89		89		8,063				1,733	04/01/2033
31342A-PY-9	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		7,609	7,609	7,497	7,496		113		113		7,609				2,101	04/01/2033
31349S-C9-2	FHLMC PC GUAR ADJ 30YR		12/15/2007	PRINCIPAL RECEIPT		47,753	47,753	46,200	46,200		1,554		1,554		47,753				286	10/01/2033
31349S-J7-9	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		11,763	11,763	11,781	11,781		(18)		(18)		11,763				1,564	01/01/2034
31349S-KF-9	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		41,841	41,841	41,642	41,642		199		199		41,841				1,738	02/01/2034
31349S-NH-2	FHLMC PC GUAR ADJ 30YR		01/15/2007	PRINCIPAL RECEIPT		27,076	27,076	26,879	26,879		197		197		27,076				1,814	03/01/2034
3128NC-LA-0	FHLMC PC 11 HYBRD ARM		12/15/2007	PRINCIPAL RECEIPT		150,540	150,540	148,311	148,311		2,229		2,229		150,540				1,779	09/01/2035
3128QJ-WQ-5	FHLMC PC 11 HYBRD ARM		12/15/2007	PRINCIPAL RECEIPT		42,910	42,910	43,376	43,376		(466)		(466)		42,910				1,013	02/01/2037
31290K-VZ-9	FHLMC Pool #555132		12/15/2007	VARIOUS		8,622	8,622	8,792	8,819		(178)		(178)		8,641		(19)	(19)	366	07/01/2020
31349S-RV-7	FHLMC Gr Tr Series 2001-T4 C1 A		01/15/2007	PRINCIPAL RECEIPT		2,732	2,732	2,705	2,705		27		27		2,732				2,193	04/01/2034
31294F-5N-2	FHLMC Pool #C38953		09/15/2007	VARIOUS		112,299	110,592	110,489	110,470		18		18		110,488		1,811	1,811	5,169	01/01/2025
31340M-UW-3	FHLMC Pool # 181497		12/15/2007	VARIOUS		10,633	10,633	10,599	10,568		61		61		10,629		4	4	345	12/01/2009
31337E-SS-6	FHLMC Remic 1832 F 6.5%		12/15/2007	PRINCIPAL RECEIPT		722,756	722,756	713,356	718,434		4,322		4,322		722,756				24,660	03/15/2011
31397A-K6-9	FHLMC REMIC SERIES 5.500% 4/15/		12/15/2007	PRINCIPAL RECEIPT		90,881	90,881	90,132	90,155		726		726		90,881				2,516	04/15/2029
31396H-E3-9	FHLMC REMIC SERIES 3113		06/27/2007	VARIOUS		583,926	588,938	586,131	586,310		413		413		586,723		(2,797)	(2,797)	16,189	11/15/2025
31396R-BJ-5	FHLMC REMIC SERIES 3150		01/09/2007	VARIOUS		1,816,250	2,000,000	1,757,813	1,771,825		557		557		1,772,382		43,868	43,868	10,250	05/15/2026
31392H-ZB-0	FHLMC REMIC SERIES T-051		12/25/2007	PRINCIPAL RECEIPT		136,447	136,447	138,494	138,493		(2,045)		(2,045)		136,447				4,205	09/25/2043
31392M-EM-0	FHLMC REMIC SERIES T0041		12/25/2007	PRINCIPAL RECEIPT		126,588	126,588	131,493	126,721		(133)		(133)		126,588				4,259	07/25/2032
312908-LN-4	FHLMC SERIES 1197 6.75%		02/15/2007	PRINCIPAL RECEIPT		6,221	6,221	6,214	6,256		(35)		(35)		6,221				43	02/15/2007
31392D-P9-7	FNMA 2002-W8 A2 7%		12/25/2007	PRINCIPAL RECEIPT		86,029	86,029	90,250	86,421		(391)		(391)		86,029				3,033	06/25/2042
31359S-R6-9	FNMA Tr Series 2001-T4 C1 A		12/25/2007	PRINCIPAL RECEIPT		97,467	97,467	100,543	99,113		(1,646)		(1,646)		97,467				3,299	07/25/2028
31402D-KW-9	FNMA PASS-THRU ADJ LIBOR		12/25/2007	PRINCIPAL RECEIPT		250,994	250,994	244,798	244,798		6,196		6,196		250,994				2,121	08/01/2034
31409U-WM-3	FNMA PASS-THRU ADJ LIBOR		12/25/2007	PRINCIPAL RECEIPT		7,993	7,993	8,061	8,061		(68)		(68)							

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	For eign	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 (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	Maturity Date
314047-VM-2	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		201,942	201,942	195,758	195,965		5,978		5,978		201,942				4,658	06/01/2019
31405F-4M-1	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		24,588	24,588	24,505	24,506		82		82		24,588				553	09/01/2019
31405K-BZ-3	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		206,597	206,597	207,178	207,129		(532)		(532)		206,597				6,571	09/01/2019
31407D-YK-5	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		29,954	29,954	29,776	29,777		177		177		29,954				879	07/01/2020
31407F-BY-5	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		44,909	44,909	43,667	43,667		1,242		1,242		44,909				263	08/01/2020
31410F-ZZ-4	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		35,531	35,531	35,020	35,531		511		511		35,531				531	07/01/2020
31410F-ZN-8	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		23,008	23,008	22,677	22,677		331		331		23,008				348	07/01/2020
31410U-S2-9	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		650,362	650,362	660,042	660,070		(9,708)		(9,708)		650,362				19,030	08/01/2021
31411A-JN-6	FNMA PASS-THRU INT 15 YEAR		12/25/2007	PRINCIPAL RECEIPT		957,300	957,300	972,557	972,817		(15,517)		(15,517)		957,300				29,549	11/01/2021
31371K-ZZ-3	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		69,951	69,951	69,642	69,951		308		308		69,951				1,874	03/01/2033
31371K-KL-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2007	VARIOUS		248,616	244,601	246,435	247,400		(386)		(386)		247,014		1,602		11,624	02/01/2032
31384V-2H-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2007	VARIOUS		230,339	226,757	224,772	224,371		388		388		224,759		5,580		10,691	07/01/2029
31385X-M8-7	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		284,535	284,535	262,795	262,924		21,611		21,611		284,535				6,417	10/01/2033
31401M-EA-5	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		202,593	202,593	207,912	207,931		(5,338)		(5,338)		202,593				5,023	06/01/2033
31402C-4H-2	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		464,600	464,600	449,319	449,307		15,293		15,293		464,600				12,163	04/01/2034
31402C-PL-0	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		5,515	5,515	5,292	5,292		224		224		5,515				23	11/01/2033
31402C-U6-7	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		114,133	114,133	109,407	109,415		4,718		4,718		114,133				2,793	03/01/2034
31402U-WA-5	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		35,759	35,759	34,826	35,759		933		933		35,759				352	01/01/2035
31402R-AQ-2	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		305,683	305,683	313,922	313,934		(8,251)		(8,251)		305,683				9,628	12/01/2032
31402R-AS-8	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		413,872	413,872	425,674	425,946		(12,074)		(12,074)		413,872				12,871	08/01/2035
31402R-H2-8	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		124,730	124,730	125,890	125,892		(1,162)		(1,162)		124,730				3,571	12/01/2032
31406G-FD-6	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		89,274	89,274	86,763	86,771		2,503		2,503		89,274				2,112	02/01/2035
31407A-MC-2	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	VARIOUS		1,667,900	1,684,127	1,665,444	1,665,382		1,568		1,568		1,666,950		950	950	91,082	07/01/2035
31407Y-KQ-1	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		2,195	2,195	2,248	2,248		(53)		(53)		2,195				12	12/01/2035
31408G-SE-8	FNMA PASS-THRU LNG 30 YEAR		02/25/2007	VARIOUS		12,101,939	12,251,167	12,184,168	12,184,163		909		909		12,185,072		(83,133)	(83,133)	159,649	03/01/2036
31408H-3H-6	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		68,732	68,732	67,991	67,991		741		741		68,732				693	02/01/2036
31409J-A9-1	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		24,468	24,468	24,261	24,261		206		206		24,468				248	05/01/2036
31410F-Y6-6	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		36,984	36,984	35,299	35,299		1,684		1,684		36,984				454	11/01/2035
31410G-AF-0	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		64,748	64,748	60,428	60,428		4,320		4,320		64,748				784	08/01/2036
31410G-BE-2	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		64,827	64,827	62,247	62,247		2,580		2,580		64,827				873	11/01/2036
31410G-JS-3	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		56,841	56,841	56,681	56,681		160		160		56,841				480	04/01/2035
31410V-MB-3	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		197	197	202	202		(5)		(5)		197				1	01/01/2037
31411Y-WC-3	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		22,074	22,074	22,606	22,606		(532)		(532)		22,074				120	06/01/2037
31412L-G4-6	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		264	264	271	271		(6)		(6)		264				1	04/01/2037
31412X-DN-1	FNMA PASS-THRU LNG 30 YEAR		12/25/2007	PRINCIPAL RECEIPT		124	124	127	127		(3)		(3)		124				1	06/01/2037
31371M-GM-4	FNMA PASS-THRU LNG 10 7-10YR		12/25/2007	PRINCIPAL RECEIPT		56,627	56,627	55,713	55,713		914		914		56,627				1,441	01/01/2037
31410G-NB-5	FNMA PASS-THRU LNG 10 7-10YR		12/25/2007	PRINCIPAL RECEIPT		9,024	9,024	8,997	8,997		27		27		9,024				43	10/01/2037
31385J-HW-1	FNMA PASS-THRU MEGA MULTI 7		12/25/2007	PRINCIPAL RECEIPT		125,163	125,163	129,510	129,078		(3,915)		(3,915)		125,163				5,078	07/01/2012
31385X-HZ-3	FNMA PASS-THRU MEGA MULTI 7		12/25/2007	PRINCIPAL RECEIPT		15,945	15,945	15,481	15,481		463		463		15,945				349	06/01/2013
31402C-SS-7	FNMA PASS-THRU MEGA MULTI 7		12/25/2007	PRINCIPAL RECEIPT		169,256	169,256	163,405	163,588		5,688		5,688		169,256				5,591	04/01/2014
31402D-FV-7	FNMA PASS-THRU INT 15 YEAR 725680		12/25/2007	PRINCIPAL RECEIPT		440,773	440,773	463,328	460,053		(19,281)		(19,281)		440,773				13,988	07/01/2017
31378H-UH-2	FNMA Pass thru Pool # 399384		12/25/2007	PRINCIPAL RECEIPT		88,052	88,052	90,089	89,255		(1,202)		(1,202)		88,052				4,698	09/01/2012
31363W-H4-0	FNMA POOL #100250 7.5%		05/25/2007	PRINCIPAL RECEIPT		16,885	16,885	17,603	16,844		41		41		16,885				221	07/15/2007
31371K-T9-2	FNMA POOL #254476 5.5%		12/25/2007	PRINCIPAL RECEIPT		100,937	100,937	101,253	101,225		(288)		(288)		100,937				2,783	09/01/2032
31374G-MV-6	FNMA POOL #313672		03/25/2007	PRINCIPAL RECEIPT		181,760	181,760	195,052	181,452		309		309		181,760				2,440	06/01/2007
31384V-ML-3	FNMA POOL #535063 6.50%		12/25/2007	PRINCIPAL RECEIPT		123,395	123,395	127,289	126,175		(2,781)		(2,781)		123,395				4,098	12/01/2014
31385V-UE-7	FNMA POOL #555081 6.329%		12/25/2007	PRINCIPAL RECEIPT		51,496	51,496	57,032	54,526		(3,030)		(3,030)		51,496				2,245	03/01/2012
31387A-3Y-9	FNMA POOL #578715		09/25/2007	VARIOUS		126,162	124,769	126,796	126,248		(306)		(306)		125,941		221	221	5,733	09/01/2016
31387C-LV-1	FNMA POOL #580040		09/25/2007	VARIOUS		173,184	172,413	171,820	171,843		58		58		171,901				7,373	06/01/2031
31387D-3Q-0	FNMA POOL #581407		12/25/2007	PRINCIPAL RECEIPT		3,000	3,000	3,052	3,050		(50)		(50)		3,000		1,283	1,283	73	06/01/2031
31387F-SF-2	FNMA POOL #582918		09/25/2007	VARIOUS		46,325	45,487	45,438	45,432		(1)		(1)		45,431		894	894	2,297	06/01/2031
31389M-CQ-8	FNMA POOL #629279 6.50%		09/25/2007	VARIOUS		72,189	71,037	72,213	72,169		(166)		(166)		72,002		187	187	3,395	02/01/2032
31390J-RP-8	FNMA POOL #647694		09/25/2007	VARIOUS		289,063	285,820	291,001	290,012		(778)		(778)		289,233		(170)	(170)	12,622	05/01/2017
31405P-LQ-1	FNMA POOL #795135 4.602% 10/01/1		12/25/2007	PRINCIPAL RECEIPT		178,597	178,597	174,293	174,293		4,301									

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date	
31392E-S8-4	FINMA REMIC TRUST 2002-W10		12/25/2007	PRINCIPAL RECEIPT		253,677	253,677	253,361	253,361		316		316		253,677				6,176	08/25/2042	
31392D-H7-0	FINMA REMIC TRUST 2002-W6		12/25/2007	PRINCIPAL RECEIPT		212,449	212,449	233,030	225,372		(12,923)		(12,923)		212,449				8,053	06/25/2042	
31394C-3M-0	FINMA REMIC TRUST 2005-23		12/25/2007	PRINCIPAL RECEIPT		179,313	179,313	178,136			1,177		1,177		179,313				2,164	10/25/2032	
36225E-BM-3	GNMA PASS-THRU M ADJ HYBRID		12/20/2007	PRINCIPAL RECEIPT		47,530	47,530	45,881			1,649		1,649		47,530				747	02/20/2037	
36202E-J6-5	GNMA PASS-THRU M SINGLE FAMILY		12/20/2007	PRINCIPAL RECEIPT		340,850	340,850	332,968			7,882		7,882		340,850				9,107	06/20/2036	
36200N-YM-7	GNMA PASS-THRU X SINGLE FAMILY		12/15/2007	PRINCIPAL RECEIPT		149,593	149,593	149,721			(130)		(130)		149,593				3,873	04/15/2035	
36291R-NM-8	GNMA PASS-THRU X SINGLE FAMILY		12/15/2007	PRINCIPAL RECEIPT		868,008	868,008	870,314			(2,350)		(2,350)		868,008				23,384	11/15/2034	
36225A-4V-9	GNMA POOL #780836 8.25% 4/15/		12/15/2007	PRINCIPAL RECEIPT		25,169	25,169	26,737			(1,225)		(1,225)		25,169				1,141	04/15/2020	
38375J-B7-9	GNMA REMIC TRUST 2007-18		12/20/2007	PRINCIPAL RECEIPT		221,414	221,414	219,615			1,799		1,799		221,414				2,484	05/20/2035	
38375J-M9-3	GNMA REMIC TRUST 2007-27		12/20/2007	PRINCIPAL RECEIPT		15,387	15,387	15,416			(29)		(29)		15,387				64	09/20/2036	
3199999	- Bonds - Special Revenues					44,883,135	45,276,749	45,024,688	42,870,442	0	(80,622)	0	(80,622)	0	44,918,230	0	(35,095)	(35,095)		1,120,108	XXX
007634-AA-6	AEGON FUNDING CORP		05/09/2007	VARIOUS		432,399	425,000	435,302	434,853		(169)		(169)		434,684		(2,284)	(2,284)		10,114	12/15/2020
013817-AB-7	Alcoa Inc. 7.375%		01/30/2007	Ferris Baker		531,405	500,000	531,895	514,303		(291)		(291)		514,012		(17,393)	(17,393)		18,438	08/01/2010
01450D-AE-4	ALESCO PREFERRED 6.67277% 7/15/		03/26/2007	VARIOUS		2,506,250	2,500,000	2,496,875	2,496,919		(133)		(133)		2,496,786		9,464	9,464		77,785	07/15/2037
01959E-AA-6	ALLIED WORLD ASSURN 7.500% 8/01/		03/20/2007	VARIOUS		1,082,790	1,000,000	1,087,890	1,087,257		(1,471)		(1,471)		1,085,786		(2,996)	(2,996)		49,375	08/01/2016
02148H-AR-2	ALTERNATIVE LOAN TR 6.000% 11/25/		12/25/2007	VARIOUS		24,375	24,375	24,604	24,602		(153)		(153)		24,449		(74)	(74)		1,301	11/25/2036
02342T-AD-1	AMDOCS LTD.		04/02/2007	VARIOUS		703,500	700,000	649,255	653,201		636		636		653,837		49,663	49,663		1,944	03/15/2024
02582J-CE-8	AMERICAN EXPRESS MASTER 2002-6		05/25/2007	VARIOUS		700,219	700,000	701,531	700,911		(585)		(585)		700,326		(108)	(108)		17,536	03/15/2010
031162-AN-0	AMGEN INC.		07/09/2007	VARIOUS		1,130,738	1,250,000	1,296,094	1,293,510		(5,635)		(5,635)		1,287,874		(157,137)	(157,137)		1,480	02/01/2011
031162-AQ-3	AMGEN INC.		07/09/2007	VARIOUS		949,666	1,075,000	1,072,313	1,072,326		227		227		1,072,553		(122,887)	(122,887)		3,818	02/01/2013
032166-AQ-3	AMSOUTH BK N A BIRMINGHAM ALA.		02/09/2007	VARIOUS		967,300	1,000,000	953,560	956,808		613		613		957,421		9,879	9,879		17,918	04/01/2013
036377-AJ-8	ANSLEY PK ABS CDO 6.77442% 10/01/		11/14/2007	VARIOUS		40,000	2,000,000	1,000,000	2,000,000			1,000,000	(1,000,000)		1,000,000		(960,000)	(960,000)		100,239	10/01/2046
00206R-AD-4	AT&T INC.		11/01/2007	VARIOUS		122,077	115,000	114,503			(6)		(6)		114,498		7,580	7,580		1,370	09/01/2037
064057-BD-3	BANK NEW YORK INC.		02/22/2007	BNY Capital		1,992,760	2,000,000	2,026,220	2,026,132		(250)		(250)		2,025,882		(33,122)	(33,122)		26,278	12/01/2017
060505-AQ-7	Bank of America Corp. 6.25%		05/10/2007	VARIOUS		522,360	500,000	508,430	505,120		(299)		(299)		504,821		17,539	17,539		18,229	04/15/2012
060505-DH-4	BANK OF AMERICA CORPORATION		11/01/2007	VARIOUS		219,773	215,000	214,516			7		7		214,523		5,250	5,250		2,616	09/01/2017
069688-AA-7	BARTRAM TRAIL CDC INC.		01/18/2007	Ferris Baker		4,795,583	4,881,000	4,876,119	4,876,246		9		9		4,876,255		(80,672)	(80,672)		150,633	07/01/2032
07012E-AE-0	BASKETBALL PPTY LTD.		02/23/2007	VARIOUS		1,901,024	1,736,795	1,974,475	1,967,758		(1,075)		(1,075)		1,966,683		(65,659)	(65,659)		28,477	03/01/2025
07386H-L9-0	BEAR STEARNS ALT-A 2006-3		01/01/2007	VARIOUS		7,302,954	7,239,607	7,302,954	7,302,737		0		0		7,302,737		217	217		21,848	05/25/2036
07388D-AC-2	BEAR STEARNS ARM TR 2006-2		12/25/2007	PRINCIPAL RECEIPT		3,052	3,052	2,977			74		74		3,052		0	0		14	07/25/2036
079860-AK-8	BELLSOUTH CORP.		02/02/2007	VARIOUS		956,350	1,000,000	906,350	906,822		99		99		906,921		49,429	49,429		13,667	11/15/2034
086516-AF-8	BEST BUY INC 2.250% 1/15/		03/02/2007	VARIOUS		1,835,128	1,660,000	2,021,719	2,013,686		(3,493)		(3,493)		2,010,193		(175,066)	(175,066)		23,520	01/15/2022
091797-AM-2	BLACK & DECKER CORP.		05/10/2007	VARIOUS		926,460	1,000,000	926,840	927,992		2,635		2,635		930,627		(4,167)	(4,167)		25,597	11/01/2014
12189P-AG-7	Burlington Northern Santa Fe 8.25%		07/01/2007	VARIOUS		59,118	59,118	59,118	59,118		0		0		59,118		0	0		3,658	01/15/2021
13342B-AB-1	CAMERON INTERNATIONAL CORP.		10/12/2007	VARIOUS		334,138	215,000	221,719	221,654		(208)		(208)		221,446		112,691	112,691		4,384	06/15/2026
136385-AL-5	CANADIAN NAT RES LTD.		07/11/2007	VARIOUS		112,648	120,000	120,263			(1)		(1)		120,262		(7,614)	(7,614)		2,438	03/15/2038
14040H-AL-9	CAPITAL ONE FINL CORP.		04/27/2007	VARIOUS		954,810	1,000,000	941,680	943,180		1,117		1,117		944,297		10,513	10,513		3,760	02/21/2017
144141-CT-3	CAROLINA PWR & LT CO.		05/10/2007	Ferris Baker		2,067,721	2,090,000	2,067,324	2,069,454		926		926		2,070,380		(2,659)	(2,659)		17,408	09/15/2013
156700-AH-9	Centurytel Inc. 4.75%		08/15/2007	Convertible Debentures		413,222	400,000	414,500	413,400		(178)		(178)		413,222		0	0		19,000	08/01/2032
161443-AF-3	CHASE AUTO OWNER TR 2005-B		03/05/2007	VARIOUS		598,383	600,000	599,982	599,989		2		2		599,991		(1,608)	(1,608)		6,534	07/15/2009
16162W-HL-6	CHASE MORTGAGE FIN CO 2004-S1		12/25/2007	PRINCIPAL RECEIPT		188,639	188,639	182,331	182,723		5,915		5,915		188,639		0	0		4,057	02/25/2019
17303C-AY-7	CITIBANK CR CD MASTER TR 98-2		05/25/2007	VARIOUS		602,109	600,000	614,719	610,025		(3,837)		(3,837)		606,188		(4,079)	(4,079)		31,662	01/15/2010
17310B-AW-4	CITICORP MTG SEC REMIC 2006-3		07/25/2007	VARIOUS		7,634,861	7,834,626	7,815,040	7,815,030		655		655		7,815,685		(180,824)	(180,824)		224,564	06/25/2021
172967-DR-9	CITIGROUP INC.		11/26/2007	VARIOUS		1,403,265	1,500,000	1,401,225			42		42		1,401,267		1,998	1,998		23,990	08/25/2036
17307G-YO-5	CITIGROUP MTG LN TR 2005-5		01/09/2007	VARIOUS		11,181,359	11,150,000	11,184,844	11,183,737		(187)		(187)		11,183,550		(2,190)	(2,190)		76,192	08/25/2035
17309K-AR-8	CITIMORTGAGE ALT LN TR 2006-A3		07/25/2007	VARIOUS		2,278,911	2,334,538	2,335,267	2,335,268		(432)		(432)		2,334,836		(55,925)	(55,925)		65,639	07/25/2021
20030N-AU-6	COMCAST CORP NEW		11/01/2007	VARIOUS		77,729	75,000	74,819			2		2		74,822		2,907	2,907		1,496	11/15/2017
20046P-AB-4	COMMONW C1		12/15/2007	PRINCIPAL RECEIPT		49,349	49,349	53,093	52,849		(3,500)		(3,500)		49,349		0	0		2,118	08/15/2033
202795-HE-3	COMMONWEALTH EDISON 6.150% 3/15/		05/10/2007	VARIOUS		750,000	750,000	763,500	762,794		(765)		(765)		762,029		(12,029)	(12,029)		30,750	03/15/2012
20825C-AL-8	CONOCOPHILLIPS		03/15/2007	VARIOUS		500,005	500,000	500,000	500,000		0		0		500,000		5	5		11,924	04/11/2007
210371-AK-6	CONSTELLATION ENERGY GROUP INC.		05/10/2007	VARIOUS		932,680	1,000,000	933,220	934,105		2,215		2,215		936,321		(3,641)				

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date
254067-AG-6	Dillard's Inc. 6.69%		08/01/2007	MATURITY		1,000,000	1,000,000	803,740	977,958		22,042		22,042		1,000,000				66,900	08/01/2007
233228-GB-8	DLJ COMMERCIAL MTG 1999-CG3		12/10/2007	PRINCIPAL RECEIPT		16,443	16,443	17,635	17,612		(1,169)		(1,169)		16,443				982	10/10/2032
260543-BJ-1	DOW CHEM CO		02/13/2007	VARIOUS		284,570	250,000	290,668	288,552		(92)		(92)		288,460		(3,890)	(3,890)	5,378	11/01/2029
285661-AD-6	ELECTRONIC DATA SYS NEW		01/25/2007	VARIOUS		775,783	775,000	723,337	734,758		264		264		735,022		40,760	40,760	24,456	08/01/2013
29364W-AG-3	ENTERGY LOUISIANA 5.830% 11/01/07		06/25/2007	Ferris Baker		1,992,500	2,000,000	2,007,200	2,004,001		(2,294)		(2,294)		2,001,707		(9,207)	(9,207)	76,762	11/01/2010
268766-BY-7	EOP Oper Ltd. Partnership 5.875%		02/08/2007	Goldman Sachs & Co.		1,562,805	1,500,000	1,504,337	1,503,386		(51)		(51)		1,503,335		59,470	59,470	49,938	01/15/2013
268766-BZ-4	EOP OPER LTD PARTNERSHIP		02/08/2007	Citibank CP/IPA		1,100,000	1,100,000	1,084,692	1,086,965		154		154		1,087,119		12,881	12,881	20,900	03/15/2014
31331F-AX-9	Federal Express 6.72%		07/01/2007	VARIOUS		48,076	48,076	54,020	53,091		(3,980)		(3,980)		49,112		(1,035)	(1,035)	1,953	01/15/2022
32052J-AB-4	FIRST HORIZON ALT 2006-FA4		06/12/2007	VARIOUS		2,907,484	3,170,000	3,078,367	3,079,080		1,543		1,543		3,080,623		(173,138)	(173,138)	102,484	08/25/2036
32052L-AC-7	FIRST HORIZON MTG PA 6.000% 8/25/07		01/09/2007	VARIOUS		6,381,950	6,371,000	6,372,991	6,372,860		(41)		(41)		6,372,819		9,131	9,131	43,535	08/25/2036
341081-EV-5	FLORIDA PWR & LT 5.650% 2/01/07		02/28/2007	Ferris Baker		2,020,000	2,000,000	1,985,760	1,985,926		28		28		1,985,954		34,046	34,046	67,172	02/01/2037
349631-AD-3	FORTUNE BRANDS INC.		02/28/2007	Ferris Baker		2,340,000	2,000,000	2,384,730	2,382,317		(2,424)		(2,424)		2,379,893		(39,893)	(39,893)	52,708	11/15/2021
302570-AL-0	FPL Group Capital Inc. 7.375%		06/25/2007	Ferris Baker		517,000	500,000	544,155	517,279		(3,267)		(3,267)		514,013		2,987	2,987	21,203	06/01/2009
369550-AM-0	GENERAL DYNAMICS CORP.		05/10/2007	Ferris Baker		1,004,810	1,000,000	1,015,120	1,014,065		(469)		(469)		1,013,596		(8,786)	(8,786)	40,313	08/15/2015
369626-S3-9	GENERAL ELEC CAP COR 5.500% 10/06/07		05/10/2007	Ferris Baker		1,478,250	1,500,000	1,426,500	1,428,166		1,721		1,721		1,429,887		48,363	48,363	50,188	10/06/2017
369626-O9-8	GENERAL ELEC CAP CORP MTN BE		10/31/2007	VARIOUS		395,800	400,000	388,168	391,709		2,701		2,701		394,410		1,390	1,390	14,044	06/15/2009
369626-ZY-3	General Electric Cap. Corp. 5.45%		05/10/2007	Ferris Baker		2,022,560	2,000,000	2,044,580	2,029,541		(1,506)		(1,506)		2,028,035		(5,475)	(5,475)	90,833	01/15/2013
361849-KN-1	GMAC COML MTG SECS 2000-C1		12/15/2007	PRINCIPAL RECEIPT		13,726	13,726	14,999	14,894		(1,167)		(1,167)		13,726				541	03/15/2033
361849-ET-5	GMAC COML MTGE SECS 1999-C1		12/15/2007	PRINCIPAL RECEIPT		25,830	25,830	26,509	26,448		(618)		(618)		25,830				932	05/15/2033
361849-MK-5	GMAC COML MTGE SECS 2000-C2		12/16/2007	PRINCIPAL RECEIPT		19,218	19,218	20,894	20,891		(1,673)		(1,673)		19,218				1,044	08/16/2033
381416-ER-1	GOLDMAN SACHS GROUP INC.		01/08/2007	BNY Capital		2,039,140	2,000,000	2,034,040	2,033,651		(51)		(51)		2,033,600		5,540	5,540	35,778	10/01/2016
362334-CN-2	GSR MTG LN TR 2006-2F		09/25/2007	VARIOUS		6,096,807	6,244,616	6,216,321	6,216,384		1,709		1,709		6,218,094		(121,286)	(121,286)	282,179	02/25/2036
362337-AG-2	GTE NORTH		06/25/2007	Ferris Baker		506,250	500,000	486,885	496,555		864		864		497,419		8,831	8,831	22,713	11/01/2008
406216-AM-3	HALLIBURTON CO		01/11/2007	VARIOUS		439,250	290,000	342,254	342,254		(92)		(92)		342,162		97,088	97,088	4,424	07/15/2023
421933-AG-7	HEALTH MGMT ASSOC INC NEW		01/29/2007	Exchange		394,763	450,000	385,125	391,882		278		278		392,160		2,602	2,602		01/28/2022
427866-AP-3	HERSHEY COMPANY 5.450% 9/01/07		02/23/2007	VARIOUS		2,001,760	2,000,000	1,996,480	1,996,571		89		89		1,996,610		5,150	5,150	54,500	09/01/2016
428236-AF-0	Hewlett Packard Co. 5.50%		07/01/2007	MATURITY		1,300,000	1,300,000	1,297,400	1,299,708		292		292		1,300,000				71,500	07/01/2007
437076-AS-1	HOME DEPOT INC.		01/04/2007	VARIOUS		74,693	75,000	73,950	73,950		0		0		73,951		743	743	245	12/16/2036
43812W-AC-3	HONDA AUTO RECV 2005-5		03/09/2007	VARIOUS		622,119	625,000	624,904	624,960		8		8		624,969		(2,850)	(2,850)	6,723	08/15/2009
438120-AC-4	HONDA AUTO RECV 2006-2		05/08/2007	VARIOUS		650,787	650,000	649,912	650,502		(106)		(106)		650,397		391	391	13,302	07/21/2010
459902-AM-4	International Game Technology Zero		02/01/2007	Convertible Debentures		971,823	1,000,000	675,045	685,094		828		828		685,922		285,902	285,902		01/29/2033
460146-AD-5	INTL PAPER CO		03/07/2007	VARIOUS		881,400	904,000	881,400	881,489		596		596		882,086		(686)	(686)	15,057	11/15/2012
466306-AM-7	JP MORGAN MTG TR 2007-A1		12/25/2007	PRINCIPAL RECEIPT		64,577	64,577	63,136	63,136		1,440		1,440		64,577				1,293	07/25/2035
52517P-SX-5	LEHMAN BROS HLDGS INC MTN BE		11/02/2007	VARIOUS		59,948	60,000	59,950	59,950		5		5		59,950		(2)	(2)	424	09/26/2014
52517P-P9-6	LEHMAN BROS HLDGS INC MTN BE		09/11/2007	Ferris Baker		464,600	505,000	504,369	504,369		5		5		504,374		(39,774)	(39,774)	23,791	12/19/2036
52902T-AN-6	LEXINGTON CAP FDG 6.92341% 5/06/07		07/17/2007	VARIOUS		420,158	991,442	956,741	957,618		1,820		1,820		959,438		(539,280)	(539,280)	56,168	05/06/2042
564055-AL-5	MANOR CARE INC NEW		07/25/2007	VARIOUS		702,192	700,000	703,038	702,590		(397)		(397)		702,192				7,438	08/01/2035
564055-AM-3	MANOR CARE INC NEW		07/27/2007	VARIOUS		757,316	513,000	617,856	610,628		(16,281)		(16,281)		594,347		162,969	162,969	10,296	08/01/2035
574599-BD-7	MASCO CORP.		02/22/2007	BNY Capital		1,018,880	1,000,000	1,001,560	1,001,541		(17)		(17)		1,001,524		17,356	17,356	24,500	10/03/2016
577778-BN-2	MAY DEPARTMENT STORES CO. NOTE 8%		01/16/2007	VARIOUS		548,055	500,000	499,505	499,714		2		2		499,716		48,339	48,339	444	07/15/2012
55266L-AX-4	MBIA GLOBAL FDG LLC MTN 144A		11/28/2007	VARIOUS		1,058,063	1,350,000	1,243,674	1,250,458		5,790		5,790		1,256,248		(198,185)	(198,185)	89,280	07/01/2018
55264T-DP-3	MBNA CC MASTER TR 2006-1A		06/14/2007	VARIOUS		619,238	625,000	624,347	624,496		104		104		624,600		(5,361)	(5,361)	15,312	07/15/2011
55264T-CP-4	MBNA MASTER CC TR II 2004-4A		02/07/2007	VARIOUS		597,328	600,000	583,125	592,794		2,478		2,478		595,272		2,056	2,056	2,565	09/15/2009
614810-AA-7	MONTPELIER RE HLDGS LTD.		03/07/2007	Ferris Baker		989,000	1,000,000	968,040	968,956		692		692		969,648		19,352	19,352	35,219	08/15/2013
616880-BM-1	MORGAN J P 6.7%		06/25/2007	Ferris Baker		500,625	500,000	473,215	496,291		2,118		2,118		498,409		2,216	2,216	22,054	11/01/2007
61749C-AM-3	MORGAN STANLEY MTG 6.00077% 5/25/07		12/25/2007	PRINCIPAL RECEIPT		210,571	210,571	210,702	210,762		(191)		(191)		210,571				4,965	05/25/2036
620078-AR-0	MOTOROLA INC.		06/25/2007	Ferris Baker		217,764	207,000	231,782	224,799		(2,035)		(2,035)		222,764		(5,000)	(5,000)	9,777	11/15/2010
61744C-WY-4	MS HED LN TR 2006-1		01/25/2007	VARIOUS		363,645	363,645	363,645	363,645		0		0		363,645				1,906	12/25/2035
624756-AA-0	MUELLER INDS INC 6.000% 11/01/07		03/07/2007	VARIOUS		1,590,480	1,692,000	1,565,100	1,569,059		2,165		2,165		1,571,224		19,256	19,256	36,942	11/01/2014
649080-AA-9	New YV Generation V 4.929%		02/01/2007	Lehman Brothers		49,148	49,148	49,148	49,148		0		0		49,148					01/15/2021
65475B-AC-8	NISSAN AUTO RECV 2005-C		03/05/2007	VARIOUS		570,643	575,000	567,992	570,976		747		747		571,723		(1,081)	(1,081)	5,421	07/15/200

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date	
81211K-AG-5	SEALED AIR CORP NEW				1,218,588	1,250,000	1,233,748	1,233,993		379		379		1,234,372		(15,784)	(15,784)	55,104	06/30/2033	
78443V-AA-0	SLM STUDENT LOAN TR 2007-1				1,761,855	1,761,855	1,761,855							1,761,855				53,087	04/25/2012	
843646-AG-5	SOUTHERN PWR CO				1,977,720	2,000,000	2,000,000	2,000,000						2,000,000		(22,280)	(22,280)	19,833	11/15/2036	
844741-AA-8	SOUTHWEST AIRLS CO 7.375% 3/01/				1,069,710	1,000,000	1,130,230	1,129,349		(584)		(584)		1,128,765		(59,055)	(59,055)	38,309	03/01/2027	
84603W-AC-8	SOVEREIGN LEASE PT 2000-1				4,510	4,510	7,022	6,982		(2,471)		(2,471)		4,510				562	06/30/2020	
852061-AD-2	SPRINT NEXTEL CORP				196,436	200,000	199,236	199,242		20		20		199,262		(2,826)	(2,826)	5,800	12/01/2016	
86361J-AN-0	STRUCTURED ADJ RATE 2006-8				169,820	169,820	170,085	170,080		(261)		(261)		169,820				4,079	09/25/2036	
86358E-EE-2	STRUCTURED ASSET 4.37875% 8/25/				99,731	353,009	356,980	371,677		(390)		(390)		371,287		(271,556)	(271,556)	8,917	08/25/2033	
88165F-AA-0	TEVA PHARMACEUTICAL FIN CO B.V.				595,350	630,000	604,763	605,022		51		51		605,073		(9,723)	(9,723)	5,268	02/01/2026	
89233P-ZC-3	TOYOTA MTR CRD CORP MTN BE				1,970,000	2,000,000	2,000,000	2,000,000						2,000,000		(30,000)	(30,000)	43,111	09/01/2016	
893830-AK-5	TRANSOCEAN SEDCO 7.375% 04/15/				1,107,000	1,000,000	1,120,110	1,117,644		(2,671)		(2,671)		1,114,973		(7,973)	(7,973)	43,021	04/15/2018	
902118-BG-2	TYCO INTL GROUP SA 3.125% 01/15/				1,082,080	700,000	975,658	974,016		(5,862)		(5,862)		968,154		113,926	113,926	18,210	01/15/2023	
907833-AF-4	UNION PACIFIC RR				27,583	27,583	27,583	27,583						27,583				945	01/02/2019	
907833-AG-2	UNION PACIFIC RR				47,782	47,782	47,782	47,782						47,782				1,520	01/02/2020	
907833-AJ-6	UNION PACIFIC RR CO 2000-1				14,505	14,505	17,713	17,255		(2,751)		(2,751)		14,505				1,160	01/10/2021	
910860-AK-4	United Mexican Sts MTN 6.375%				633,000	600,000	587,672	591,603		409		409		592,012		40,988	40,988	31,769	01/16/2013	
910860-AJ-7	UNITED MEXICAN STS MTN BE				177,016	150,000	178,219	177,085		(69)		(69)		177,016					09/24/2022	
91529V-AC-0	Unum Provident Corp. Note 7.625%				149,753	139,000	138,354	138,670		63		63		138,734		11,019	11,019	11,781	03/01/2011	
91529V-AD-8	Unum Provident Corp. 7.375%				990,000	900,000	721,775	726,995		1,534		1,534		728,529		261,480	261,480	63,609	06/15/2032	
903279-AC-1	USAA AUTO OWNER TR 2006-3				651,295	650,000	649,920	650,599		(127)		(127)		650,472		823	823	14,710	02/15/2011	
902905-AQ-1	USX-MARATHON GROUP 8.125% 07/15/				1,906,507	1,580,000	1,964,446	1,953,669		(1,909)		(1,909)		1,951,760		(45,253)	(45,253)	79,165	07/15/2023	
92344R-AB-8	VERIZON NEW ENG INC				950,190	1,000,000	912,920	916,076		3,633		3,633		919,710		30,480	30,480	29,556	09/01/2013	
929903-AJ-6	WACHOVIA CORP 2ND NEW				560,608	530,000	530,000	530,000						530,000		30,608	30,608	1,067	12/15/2010	
931142-BE-2	WAL MART 6.875% OF 8/09				513,750	500,000	490,005	496,509		599		599		497,108		30,645	30,645	30,365	08/10/2009	
92922F-RT-8	WAMU MTG CERT 2005-AR18				7,292,500	7,275,448	7,292,500	7,292,371						7,292,371		129	129	5,691	01/25/2036	
92925E-AA-1	WAMU MTG CERT 2006-AR16				992,001	992,001	993,551	993,551		(1,550)		(1,550)		992,001				21,411	12/25/2036	
939318-AA-9	WASHINGTON MUT CAP I				1,040,000	1,000,000	1,068,070	1,052,350		(4,273)		(4,273)		1,048,077		(8,077)	(8,077)	21,888	06/01/2027	
947076-AB-1	WEATHERFORD INTL INC				982,900	1,000,000	978,040	978,604		651		651		979,255		3,645	3,645	41,403	02/15/2016	
94981C-AF-6	WELLS FARGO MBS 2003-17				419,603	419,603	416,587	416,587		3,016		3,016		419,603				6,680	01/25/2034	
94982P-AA-7	WELLS FARGO MBS 2005-AR7				3,316,017	3,365,620	3,332,017	3,388		3,888		3,888		3,335,905		(19,888)	(19,888)	14,566	05/25/2035	
94985W-DN-8	WELLS FARGO MBS 2007-11				9,808	9,808	9,569	9,569		239		239		9,808				78	08/25/2037	
983024-AA-8	Wyeth 5.25%				1,004,618	1,000,000	1,029,102	1,022,908		(288)		(288)		1,022,620		(18,002)	(18,002)	21,526	03/15/2013	
4599999	Bonds - Industrial and Miscellaneous				212,737,466	217,188,072	215,190,554	204,444,643		49,771	1,000,000	(950,229)	0	215,350,349	0	(2,612,883)	(2,612,883)	5,023,349	XXX	
6099997	Bonds - Part 4				403,736,192	407,796,900	406,248,794	374,959,078		1,761	1,000,000	(901,619)	0	406,381,259	0	(2,645,067)	(2,645,067)	10,027,288	XXX	
6099998	Bonds - Part 5				429,788,836	417,413,681	428,062,991	428,062,991		2,960	0	2,960	0	428,065,952	0	1,722,884	1,722,884	8,419,958	XXX	
6099999	Total - Bonds				833,525,028	825,210,582	834,311,785	374,959,078		1,761	1,000,000	(898,659)	0	834,447,211	0	(922,183)	(922,183)	18,447,246	XXX	
524908-56-3	LEHMAN BROS HLDGS INC				2,094,814		2,094,814	2,146,560		(51,746)		(51,746)		2,094,814				121,873		
590215-47-1	MERRILL LYNCH & CO INC				46,000,000	25,000	1,825,185	1,503,271		321,914		321,914		1,825,185		586,111	586,111	105,570		
894206-30-7	Travelers Ppty Casualty Corp				103,000,000	2,632,938	2,566,498	2,692,420		(125,922)		(125,922)		2,566,498		66,440	66,440	57,938		
939322-84-8	Washington Mutual Capital Tr 5.375				1,116,912		1,564,149	1,838,640		(52,327)		(52,327)		1,564,149		(447,236)	(447,236)	87,612		
6299999	Preferred Stocks - Banks, Trust and Insurance Companies				8,255,960	XXX	8,050,645	8,180,891		(229,995)		(229,995)	0	8,050,645	0	205,314	205,314	372,993	XXX	
17308C-85-8	CITIGROUP FDG INC				397,440	25,000	461,760	524,448		62,688		62,688		461,760		(64,320)	(64,320)	27,292		
349573-AA-3	FORTIS INS N V GTD EXCH 144A08				745,000	1,000,000	961,331	933,497		(57,750)		(57,750)		875,747		175,388	175,388	28,869		
37247D-30-4	GENWORTH FINL INC				31,000,000		1,112,729	1,136,770		(24,041)		(24,041)		1,112,729				23,250		
806605-60-6	SCHERING PLOUGH CORP				2,557,498		1,790,434	1,934,260		(143,826)		(143,826)		1,790,434		467,064	467,064	51,000		
844030-80-9	SOUTHERN UN CO NEW				564,775	25,000	489,725	508,915		(19,190)		(19,190)		489,725		75,050	75,050	11,875		
6399999	Preferred Stocks - Industrial and Miscellaneous				5,383,577	XXX	4,815,979	5,037,890		(187,058)		(187,058)	0	4,730,394	0	653,183	653,183	142,285	XXX	
6599997	Preferred Stocks - Part 4				13,639,537	XXX	12,866,624	13,218,781		(417,053)		(417,053)	0	12,781,040	0	858,497	858,497	515,278	XXX	
6599998	Preferred Stocks - Part 5				508,364	XXX	607,300	607,300		0		0	0	607,300	0	(98,936)	(98,936)	15,550	XXX	
6599999	Total - Preferred Stocks				14,147,901	XXX	13,473,924	13,218,781		(417,053)		(417,053)	0	13,388,340	0	759,561	759,561	530,828	XXX	
07336-11-8	BCS Financial				1,676,232		676,232	1,541,355		(865,123)		(865,123)		676,232					XXX	
055361-10-0	BCSI Holdings				4,411,000		249,971	368,146		(118,175)		(118,175)		249,971					XXX	
750236-10-1	Radian Group, Inc				102,719		199,277	461,470		(262,193)		(262,193)		199,277		(96,558)	(96,558)	514	XXX	
759351-10-9	Reinsurance Group Of America				608,605		523,617	619,384		(95,767)		(95,767)		523,617		84,988	84,988	4,003	XXX	
6799999	Common Stocks - Banks, Trust and Insurance Companies				1,637,528	XXX	1,649,097	2,990,355		(1,146,022)		(1,146,022)	0	1,649,097	0	(11,570)	(11,570)	4,517	XXX	
J7030F-10-5	SEIKO EPSON CORP /JPY				62,840		69,660	69,660						69,660	2,901	(9,721)	(9,721)		XXX	
Y79946-10-2	SINGAPORE EXCHANGE LTD/SGD/				52,476		34,045	34,045												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (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	Maturity Date
075811-10-9	BECKMAN COULTER INC.		11/16/2007	VARIOUS	10,740,000	727,934		589,641	642,282	(52,612)			(52,612)		589,641		138,294	138,294	5,592	XXX
077347-30-0	BEL FUSE INC.		11/16/2007	Ferris Baker	18,620,000	553,396		545,130	647,790	(102,660)			(102,660)		545,130		8,265	8,265	4,096	XXX
081437-10-5	BEMIS INC.		11/16/2007	Ferris Baker	15,350,000	423,224		418,659	521,593	(102,934)			(102,934)		418,659		4,565	4,565	12,894	XXX
091826-10-7	Black Box Corp.		11/16/2007	Ferris Baker	12,170,000	439,167		453,200	511,018	(57,819)			(57,819)		453,200		(14,033)	(14,033)	2,921	XXX
096761-10-1	Bob Evans Farms		11/16/2007	Ferris Baker	17,590,000	535,411		427,066	601,930	(174,864)			(174,864)		427,066		108,346	108,346	7,388	XXX
099709-10-7	BORDERS GROUP INC.		09/10/2007	VARIOUS	28,830,000	405,788		565,849	644,351	(78,501)			(78,501)		565,849		(160,061)	(160,061)	9,514	XXX
109043-10-9	BRIGGS & STRATTON CORP.		06/25/2007	VARIOUS	10,210,000	316,352		265,186	275,160	(9,974)			(9,974)		265,186		51,166	51,166	6,580	XXX
120113-10-5	BUILDING MATLS HLDG CORP.		02/22/2007	VARIOUS	18,830,000	413,701		477,355	464,913	12,442			12,442		477,355		(63,654)	(63,654)	1,883	XXX
127097-10-3	CABOT OIL & GAS CORP.		06/26/2007	VARIOUS	19,840,000	853,059		547,949	693,836	(145,887)			(145,887)		547,949		305,110	305,110	9,622	XXX
147195-10-1	CASCADE CORP.		06/25/2007	VARIOUS	9,180,000	748,694		364,893	485,622	(120,729)			(120,729)		364,893		383,801	383,801	2,938	XXX
156700-10-6	CENTURYTEL INC COM.		11/16/2007	VARIOUS	13,690,000	566,891		498,068	597,705	(99,638)			(99,638)		498,068		68,823	68,823	3,312	XXX
191098-10-2	COCA COLA BOTTLING CO CONS.		11/19/2007	Ferris Baker	7,290,000	406,444		335,718	498,855	(163,137)			(163,137)		335,718		70,726	70,726	7,290	XXX
200641-10-8	COMMERCE GROUP INC MASS.		10/31/2007	VARIOUS	18,108,000	655,302		474,416	538,713	(64,297)			(64,297)		474,416		180,886	180,886	16,297	XXX
229669-10-6	CUBIC CORP.		11/16/2007	VARIOUS	23,350,000	908,979		414,693	506,695	(92,002)			(92,002)		414,693		494,286	494,286	4,203	XXX
232820-10-0	CYTEC INDS INC.		11/16/2007	Ferris Baker	8,820,000	534,098		464,070	498,418	(34,348)			(34,348)		464,070		70,028	70,028	3,528	XXX
238113-10-4	DATASCOPE CORP.		11/16/2007	Ferris Baker	14,810,000	515,937		448,447	539,676	(91,230)			(91,230)		448,447		67,491	67,491	20,734	XXX
247131-10-5	Delphi Finl Group Inc.		11/16/2007	Ferris Baker	13,628,000	518,997		324,685	551,389	(226,704)			(226,704)		324,685		193,412	193,412	3,543	XXX
281760-10-8	EDWARDS AG INC.		04/27/2007	VARIOUS	9,314,000	679,315		389,544	589,483	(199,939)			(199,939)		389,544		289,771	289,771	3,726	XXX
293389-10-2	Ennis Business Forms Inc.		11/16/2007	Ferris Baker	23,588,000	392,214		376,526	576,962	(200,436)			(200,436)		376,526		15,688	15,688	14,625	XXX
294549-10-0	EQUITABLE RES INC.		04/30/2007	VARIOUS	15,540,000	820,265		568,309	648,795	(80,486)			(80,486)		568,309		251,955	251,955	3,419	XXX
297602-10-4	ETHAN ALLEN INTERIORS INC.		11/16/2007	Ferris Baker	14,080,000	406,209		465,188	508,429	(43,241)			(43,241)		465,188		(58,979)	(58,979)	11,546	XXX
30239F-10-6	FBL FINL GROUP INC.		11/16/2007	Ferris Baker	15,170,000	569,805		406,883	592,844	(185,961)			(185,961)		406,883		162,922	162,922	5,461	XXX
318522-30-7	FIRST AMERICAN CORP.		11/16/2007	Ferris Baker	13,420,000	445,466		490,447	545,926	(55,478)			(55,478)		490,447		(44,981)	(44,981)	11,273	XXX
337930-10-1	FLAGSTAR BANCORP INC.		03/20/2007	VARIOUS	39,620,000	542,369		594,672	587,961	6,711			6,711		594,672		(52,303)	(52,303)	1,104	XXX
360921-10-0	FURNITURE BRANDS INTL INC.		03/05/2007	VARIOUS	24,250,000	403,648		453,889	393,578	60,312			60,312		453,889		(50,241)	(50,241)	3,880	XXX
361268-10-5	G & K SVCS INC.		11/16/2007	Ferris Baker	15,080,000	613,715		564,972	586,461	(21,489)			(21,489)		564,972		48,743	48,743	2,564	XXX
Y2692M-10-3	GENERAL MARITIME CORP.		11/16/2007	Ferris Baker	14,590,000	333,622		407,207	513,422	(3,238)	102,978		(3,238)		407,207		(73,585)	(73,585)	249,781	XXX
402307-10-2	GULF ISLAND FABRICATION INC.		11/16/2007	VARIOUS	19,981,000	654,166		535,504	737,299	(201,795)			(201,795)		535,504		118,663	118,663	7,343	XXX
431294-10-7	HILB ROGAL & HAMILTON CO.		11/16/2007	Ferris Baker	11,754,000	489,593		383,765	495,078	(111,314)			(111,314)		383,765		105,828	105,828	3,056	XXX
45245A-10-7	Imation Corp.		10/31/2007	VARIOUS	13,600,000	312,022		333,608	631,448	(338,725)	159,115		(297,840)		333,608		(21,586)	(21,586)	6,256	XXX
45254P-10-2	IMPAC MTG HLDGS INC.		03/27/2007	VARIOUS	59,260,000	316,882		551,572	521,488	30,084			30,084		551,572		(234,690)	(234,690)	14,815	XXX
461203-10-1	INVACARE CORP.		03/05/2007	VARIOUS	22,420,000	426,981		514,479	550,411	(35,932)			(35,932)		514,479		(87,497)	(87,497)	2,800	XXX
480074-10-3	JONES APPAREL GROUP INC.		09/11/2007	VARIOUS	17,460,000	338,009		563,150	583,688	(20,538)			(20,538)		563,150		(225,142)	(225,142)	8,504	XXX
481138-10-5	JOURNAL REGISTER CO.		06/25/2007	VARIOUS	76,870,000	366,886		591,729	561,151	30,578			30,578		591,729		(224,843)	(224,843)	3,750	XXX
488044-10-8	Kellwood Co.		11/16/2007	Ferris Baker	19,020,000	340,591		324,291	618,530	(151,294)	142,945		(151,294)		324,291		16,300	16,300	10,808	XXX
514936-10-3	LANDAMERICA FINL GROUP COM.		11/16/2007	VARIOUS	8,070,000	404,570		366,650	509,298	(21,803)			(21,803)		366,650		37,920	37,920	6,209	XXX
523768-10-9	LEE ENTERPRISES INC.		06/25/2007	VARIOUS	21,100,000	447,667		579,552	655,366	(75,814)			(75,814)		579,552		(131,885)	(131,885)	11,394	XXX
524660-10-7	LEGGETT & PLATT INC.		11/16/2007	Ferris Baker	22,280,000	445,016		426,885	532,492	7,958	113,565		(105,607)		426,885		18,131	18,131	15,596	XXX
536797-10-3	LITHIA MTRS INC.		11/16/2007	Ferris Baker	16,720,000	279,975		285,243	480,867	(98,272)	97,352		(195,624)		285,243		(5,268)	(5,268)	9,363	XXX
552676-10-8	M D C HLDGS INC.		11/16/2007	Ferris Baker	10,970,000	407,765		553,455	625,839	(72,383)			(72,383)		553,455		(145,690)	(145,690)	10,970	XXX
553058-10-1	M/I HOMES INC.		03/07/2007	VARIOUS	10,410,000	313,503		368,557	397,558	(29,001)			(29,001)		368,557		(55,054)	(55,054)	260	XXX
55261R-10-8	MAF BANCORP INC.		05/02/2007	VARIOUS	12,670,000	688,517		529,849	566,222	(36,373)			(36,373)		529,849		158,668	158,668	6,588	XXX
579489-10-5	MCCLATCHY CO.		02/23/2007	VARIOUS	13,790,000	522,649		560,986	597,107	(36,121)			(36,121)		560,986		(38,337)	(38,337)	2,482	XXX
591520-20-0	METHODE ELECTRS INC.		11/19/2007	VARIOUS	46,470,000	603,264		380,042	503,270	(123,228)			(123,228)		380,042		223,222	223,222	8,710	XXX
55272X-10-2	MFA MTG INVTs INC.		11/16/2007	Ferris Baker	74,970,000	597,841		443,636	576,519	(132,883)			(132,883)		443,636		154,205	154,205	24,740	XXX
60886R-10-3	MONACO COACH CORP.		11/19/2007	VARIOUS	41,020,000	441,041		489,591	580,843	(91,252)			(91,252)		489,591		(48,550)	(48,550)	6,336	XXX
628464-10-9	MYERS INDS INC.		05/02/2007	VARIOUS	28,590,000	642,673		338,738	447,719	(108,982)			(108,982)		338,738		303,935	303,935	3,002	XXX
629579-10-3	NACCO INDS INC.		11/16/2007	Ferris Baker	3,830,000	345,807		407,258	523,178	44,113	160,033		(115,920)		407,258		(61,451)	(61,451)	5,668	XXX
6435EV-10-8	NEW CENTY FINL CORP MD COM.		03/02/2007	VARIOUS	2,420,000	36,544		83,193	76,745	6,745			6,745		83,193		(46,649)	(46,649)	15,109	XXX
646025-10-6	NEW JERSEY RES CORP.		11/16/2007	Ferris Baker	9,940,000	477,403		437,831	482,885	(45,054)			(45,054)		437,831		39,572	39,572	15,109	XXX
648053-10-6	NEW PLAN EXCEL RLTY TR INC.		04/20/2007	VARIOUS	18,550,000	615,496		474,077	509,754	(35,677)			(35,677)		474,077		141,420	141,420	11,003	XXX
654086-10-7	Nicor Inc.		11/16/2007	Ferris Baker	11,140,000	460,816	</													

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value				16	17	18	19	20	21	
										11	12	13	14							15
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (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	Maturity Date
74727D-10-8	QAD INC COM		11/16/2007	Ferris Baker	70,890,000	596,568		539,965	594,767	(54,802)			(54,802)		539,965		56,603	56,603	5,317	XXX
758932-10-7	REGIS CORP MUNN COM		11/16/2007	Ferris Baker	16,290,000	470,465		571,579	644,107	(72,528)			(72,528)		571,579		(101,114)	(101,114)	2,606	XXX
Q81437-10-7	RIO TINTO LIMITED /AUD/	D	11/06/2007	HSBC Securities	997,000	99,919		82,050		0			0		82,050	8,605	9,264	17,869		XXX
770196-10-3	ROBBINS & MYERS INC		10/31/2007	VARIOUS	12,020,000	819,520		272,987	551,958	(278,971)			(278,971)		272,987		546,532	546,532	2,933	XXX
785905-10-0	SABRE HLDGS CORP		04/02/2007	VARIOUS	24,310,000	793,507		489,517	775,246	(285,729)			(285,729)		489,517		303,990	303,990	3,160	XXX
808194-10-4	Schulman A Inc		11/16/2007	Ferris Baker	23,830,000	522,787		377,962	530,218	(152,256)			(152,256)		377,962		144,825	144,825	14,060	XXX
829073-10-5	SIMPSON MANUFACTURING CO INC		11/16/2007	Ferris Baker	19,960,000	564,992		534,072	631,734	(97,662)			(97,662)		534,072		30,920	30,920	7,585	XXX
832696-40-5	SMUCKER J M CO		11/16/2007	Ferris Baker	7,840,000	401,202		317,361	380,005	(62,643)			(62,643)		317,361		83,840	83,840	9,251	XXX
835456-10-2	SONIC AUTOMOTIVE INC		11/16/2007	VARIOUS	24,600,000	622,673		526,751	714,384	(187,633)			(187,633)		526,751		95,922	95,922	9,760	XXX
847220-20-9	Spartech Corp		11/19/2007	Ferris Baker	18,530,000	257,043		316,122	485,857	(169,735)	64,353		(105,382)		316,122		(59,079)	(59,079)	10,006	XXX
852891-10-0	Stancorp Financial Group		11/16/2007	Ferris Baker	10,520,000	539,890		426,723	473,926	(47,203)			(47,203)		426,723		113,167	113,167	7,574	XXX
859152-10-0	STERIS CORP		11/16/2007	Ferris Baker	23,240,000	631,996		531,722	584,951	(53,229)			(53,229)		531,722		100,274	100,274	5,113	XXX
874161-10-2	TALBOTS INC		11/16/2007	Ferris Baker	18,100,000	253,036		325,800	436,210	(35,448)		74,962	(110,410)		325,800		(72,764)	(72,764)	8,455	XXX
879369-10-6	TELEFLEX INC		11/16/2007	VARIOUS	9,538,000	598,142		497,807	615,773	(117,966)			(117,966)		497,807		100,335	100,335	8,962	XXX
881609-10-1	TESORO CORP		10/31/2007	VARIOUS	13,480,000	987,181		574,825	584,038	(9,213)			(9,213)		574,825		412,356	412,356	2,728	XXX
902681-10-5	UGI CORP NEW		11/16/2007	Ferris Baker	19,430,000	484,802		430,297	530,050	(99,753)			(99,753)		430,297		54,505	54,505	14,038	XXX
904708-10-4	Unifirst Corp. Mass.		11/20/2007	Ferris Baker	16,490,000	615,540		441,883	633,381	(191,498)			(191,498)		441,883		173,657	173,657	2,474	XXX
913543-10-4	UNIVERSAL FST PRODS INC		11/16/2007	Ferris Baker	9,110,000	286,658		272,389	424,708	2,817	155,136		(152,319)		272,389		14,269	14,269	501	XXX
913903-10-0	UNIVERSAL HELATH SVCS		11/16/2007	Ferris Baker	8,918,000	446,742		424,271	494,325	(70,053)			(70,053)		424,271		22,471	22,471	2,140	XXX
920355-10-4	VALSPAR CORP		11/16/2007	Ferris Baker	18,718,000	486,442		455,268	517,366	(62,097)			(62,097)		455,268		31,173	31,173	9,733	XXX
929251-10-6	W HLDG CO INC		07/11/2007	VARIOUS	83,910,000	220,264		447,156	500,104	(52,948)			(52,948)		447,156		(226,892)	(226,892)	9,280	XXX
92924F-10-6	WGL HLDGS INC		11/16/2007	Ferris Baker	18,225,000	600,370		516,883	593,771	(76,887)			(76,887)		516,883		83,487	83,487	24,877	XXX
981475-10-6	WORLD FUEL SVCS CORP		11/16/2007	Ferris Baker	12,000,000	378,390		419,509	533,520	(114,011)			(114,011)		419,509		(41,119)	(41,119)	1,800	XXX
689999	- Common Stocks - Industrial and Miscellaneous					49,494,133	XXX	44,204,636	53,426,513	(7,993,712)	0	1,413,920	(9,407,631)	0	44,204,636	13,097	5,276,400	5,289,497	1,019,400	XXX
922040-10-0	Vanguard Institutional Index Fund		08/01/2007	Vanguard Group	95,172,241	13,044,118		10,326,154	12,333,371	(2,007,217)			(2,007,217)		10,326,154		2,717,964	2,717,964	275,221	XXX
709999	- Common Stocks - Mutual Fund					13,044,118	XXX	10,326,154	12,333,371	(2,007,217)	0	0	(2,007,217)	0	10,326,154	0	2,717,964	2,717,964	275,221	XXX
729997	- Common Stocks - Part 4					64,175,778	XXX	56,179,887	68,750,238	(11,146,950)	0	1,609,155	(12,756,106)	0	56,179,887	13,097	7,982,794	7,995,891	1,299,138	XXX
729998	- Common Stocks - Part 5					29,503,595	XXX	32,118,852		0	0	1,224,810	(1,224,810)	0	30,894,042	66,674	(1,457,122)	(1,390,447)	104,104	XXX
729999	- Total - Common Stocks					93,679,373	XXX	88,298,739	68,750,238	(11,146,950)	0	2,833,965	(13,980,916)	0	87,073,929	79,771	6,525,672	6,605,444	1,403,242	XXX
739999	- Total - Preferred and Common Stocks					107,827,274	XXX	101,772,663	81,969,019	(11,564,003)	264,164	3,118,817	(14,418,657)	0	100,462,269	79,771	7,285,233	7,365,005	1,934,070	XXX
749999	Totals					941,352,302	XXX	936,084,448	456,928,097	(11,562,242)	363,744	4,118,817	(15,317,316)	0	934,909,480	79,771	6,363,050	6,442,822	20,381,316	XXX

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 5

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal Date	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends	
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)	16 Total Foreign Exchange Change in B./A. C.V.						
3133XD-PS-4	FEDERAL HOME LN BKS.		03/05/2007	Ferris Baker	11/05/2007	Ferris Baker	2,000,000	1,994,063	2,003,890	1,996,320			2,257					7,570	7,570	89,160	27,493
3133XG-H4-9	FEDERAL HOME LN BKS.		03/08/2007	Ferris Baker	10/09/2007	Ferris Baker	3,000,000	3,010,313	3,006,445	3,006,137			(4,175)					308	308	104,208	14,948
3133XG-NJ-9	FEDERAL HOME LN BKS.		02/28/2007	Ferris Baker	10/09/2007	Ferris Baker	3,500,000	3,517,773	3,527,070	3,513,699			(4,074)					13,371	13,371	186,667	81,181
3133XH-RJ-3	FEDERAL HOME LN BKS.		01/11/2007	VARIOUS	08/21/2007	Ferris Baker	1,000,000	979,270	955,664	979,842			572					(24,178)	(24,178)	40,417	10,278
3134A3-U4-6	FEDERAL HOME LN MTG CORP.		06/11/2007	Ferris Baker	08/21/2007	Ferris Baker	1,000,000	1,125,703	1,151,758	1,125,150			(553)					26,608	26,608	29,813	16,688
3134A4-VC-5	FEDERAL HOME LN MTG CORP.		01/11/2007	VARIOUS	05/10/2007	Ferris Baker	2,000,000	1,917,500	1,922,891	1,920,073			2,573					2,817	2,817	28,681	
3134A4-VH-4	FEDERAL HOME LN MTG CORP.		05/10/2007	Ferris Baker	10/09/2007	Ferris Baker	3,000,000	2,984,648	2,995,430	2,988,478			3,829					6,952	6,952	112,927	56,271
3137EA-AA-7	FEDERAL HOME LN MTG CORP.		02/28/2007	Ferris Baker	10/09/2007	Ferris Baker	2,500,000	2,500,684	2,507,715	2,500,478			(206)					7,237	7,237	79,557	6,094
3137EA-AB-5	FEDERAL HOME LN MTG CORP.		12/03/2007	Ferris Baker	12/10/2007	Ferris Baker	2,500,000	2,611,450	2,583,887	2,610,859			(591)					(26,973)	(26,973)	19,575	17,083
3137EA-AH-2	FEDERAL HOME LN MTG CORP.		03/05/2007	Ferris Baker	11/05/2007	Ferris Baker	2,000,000	2,004,297	2,009,609	2,002,467			(1,830)					7,142	7,142	114,722	48,056
3137EA-AK-5	FEDERAL HOME LN MTG CORP.		01/11/2007	VARIOUS	11/07/2007	Ferris Baker	2,000,000	1,989,160	2,018,750	1,992,181			3,021					26,569	26,569	97,639	19,528
3137EA-AL-3	FEDERAL HOME LN MTG CORP.		03/08/2007	Ferris Baker	10/09/2007	Ferris Baker	5,000,000	5,017,383	5,020,313	5,012,063			(5,320)					8,250	8,250	184,722	39,583
3137EA-AP-4	FEDERAL HOME LN MTG CORP.		03/08/2007	Ferris Baker	10/09/2007	Ferris Baker	5,000,000	5,016,211	5,034,180	5,013,136			(3,075)					21,044	21,044	164,531	23,021
3137EA-AQ-2	FEDERAL HOME LN MTG CORP.		03/05/2007	Ferris Baker	10/09/2007	Ferris Baker	3,000,000	2,998,008	3,005,273	2,998,580			572					6,694	6,694	87,083	2,375
31359M-2M-4	FEDERAL NATL MTG ASSN.		03/07/2007	VARIOUS	10/09/2007	Ferris Baker	3,000,000	2,995,440	2,997,422	2,996,352			912					1,070	1,070	125,563	35,875
31359M-2S-1	FEDERAL NATL MTG ASSN.		03/05/2007	Ferris Baker	06/12/2007	Ferris Baker	5,000,000	4,982,617	4,910,938	4,984,213			1,596					(73,275)	(73,275)	113,056	50,747
31359M-5Z-2	FEDERAL NATL MTG ASSN.		05/10/2007	Ferris Baker	11/07/2007	Ferris Baker	3,000,000	2,992,852	3,032,226	2,994,021			1,169					38,206	38,206	96,979	26,521
31359M-7X-5	FEDERAL NATL MTG ASSN.		05/14/2007	Ferris Baker	07/11/2007	Ferris Baker	4,000,000	3,985,781	3,839,375	3,985,954			173					(146,580)	(146,580)	36,111	3,333
31359M-FJ-7	FEDERAL NATL MTG ASSN.		06/20/2007	Ferris Baker	08/21/2007	Ferris Baker	3,000,000	3,529,219	3,602,344	3,527,246			(1,972)					75,097	75,097	130,031	95,000
31359M-FP-3	FEDERAL NATL MTG ASSN.		06/20/2007	Ferris Baker	08/21/2007	Ferris Baker	3,000,000	3,580,195	3,658,008	3,578,094			(2,102)					79,914	79,914	59,813	24,167
31359M-GK-3	FEDERAL NATL MTG ASSN.		05/10/2007	Ferris Baker	06/20/2007	Ferris Baker	3,000,000	3,560,039	3,344,297	3,558,689			(1,350)					(214,392)	(214,392)	22,083	
31359M-X4-0	FEDERAL NATL MTG ASSN.		02/28/2007	Ferris Baker	10/09/2007	Ferris Baker	2,500,000	2,503,027	2,504,200	2,501,854			(1,173)					2,346	2,346	71,875	59,028
31359M-YN-7	FEDERAL NATL MTG ASSN.		03/06/2007	Ferris Baker	11/07/2007	Ferris Baker	2,000,000	1,966,172	1,998,359	1,972,318			6,146					26,041	26,041	63,278	5,667
31359M-ZL-0	FEDERAL NATL MTG ASSN.		05/10/2007	Ferris Baker	05/10/2007	Ferris Baker	3,000,000	2,990,508	3,068,203	2,991,940			1,432					76,263	76,263	141,708	59,375
3134A2-UJ-5	EHLMC 5.125%		05/10/2007	Ferris Baker	06/12/2007	Ferris Baker	3,000,000	3,005,508	2,990,039	3,005,179			(329)					(15,140)	(15,140)	25,625	12,813
31359M-EU-3	FHMA 6.25%		05/10/2007	Ferris Baker	06/20/2007	Ferris Baker	3,000,000	3,396,211	3,192,422	3,395,142			(1,069)					(202,720)	(202,720)	20,833	
912810-FG-8	U.S. Treasury Bond 5.25%		12/19/2007	Ferris Baker	12/19/2007	Ferris Baker	16,500,000	17,521,874	17,665,234	17,520,071			(1,804)					145,163	145,163	356,251	282,106
912810-FP-8	U.S. Treasury Bonds 5.375%		09/20/2007	Ferris Baker	12/19/2007	Ferris Baker	12,500,000	13,125,840	13,405,673	13,123,687			(2,153)					281,986	281,986	258,978	164,886
912810-ET-1	UNITED STATES TREAS BDS.		06/28/2007	VARIOUS	07/09/2007	VARIOUS	675,000	852,346	849,973	852,158			(187)					(2,186)	(2,186)	20,616	19,052
912810-EW-4	UNITED STATES TREAS BDS.		06/20/2007	Ferris Baker	09/10/2007	Ferris Baker	8,000,000	8,624,101	9,287,500	8,619,391			(4,711)					668,109	668,109	277,826	166,409
912810-FE-3	UNITED STATES TREAS BDS.		07/06/2007	Ferris Baker	07/17/2007	Ferris Baker	16,000,000	16,398,828	16,635,625	16,398,399			(429)					237,226	237,226	359,779	325,746
912810-FF-0	UNITED STATES TREAS BDS.		12/10/2007	Ferris Baker	12/10/2007	Ferris Baker	17,500,000	18,194,335	18,566,796	18,191,794			(2,542)					375,003	375,003	307,974	149,346
912810-FJ-2	UNITED STATES TREAS BDS.		12/19/2007	Ferris Baker	12/20/2007	Ferris Baker	11,500,000	13,582,734	13,623,535	13,576,944			(5,790)					46,591	46,591	281,132	195,318
912810-FM-5	UNITED STATES TREAS BDS.		09/20/2007	Ferris Baker	12/19/2007	Ferris Baker	12,500,000	14,656,484	14,879,062	14,648,787			(7,696)					230,275	230,275	294,340	180,707
912810-FT-0	UNITED STATES TREAS BDS.		08/10/2007	VARIOUS	08/21/2007	VARIOUS	3,090,000	2,839,533	2,871,076	2,839,651			118					31,426	31,426	4,857	1,469
912810-PT-9	UNITED STATES TREAS BDS.		11/01/2007	VARIOUS	12/17/2007	VARIOUS	18,920,000	17,765,567	17,742,263	17,766,232			665					(23,969)	(23,969)	355,073	309,326
912810-PU-6	UNITED STATES TREAS BDS.		12/10/2007	Ferris Baker	12/20/2007	VARIOUS	15,000,000	15,578,906	16,251,328	15,578,402			(504)					672,926	672,926	313,197	274,268
912828-AP-5	UNITED STATES TREAS NTS.		08/21/2007	Ferris Baker	12/19/2007	Ferris Baker	7,125,000	7,049,575	7,282,529	7,053,826			4,251					228,703	228,703	173,036	78,220
912828-DE-7	UNITED STATES TREAS NTS.		02/09/2007	VARIOUS	03/22/2007	VARIOUS	3,700,000	3,571,367	3,604,754	3,576,122			4,755					28,632	28,632	36,288	21,702
912828-DU-1	UNITED STATES TREAS NTS.		05/10/2007	Ferris Baker	05/18/2007	Ferris Baker	3,000,000	2,940,469	2,925,938	2,940,875			406					(14,937)	(14,937)	2,527	
912828-EB-2	UNITED STATES TREAS NTS.		03/22/2007	VARIOUS	07/31/2007	VARIOUS	9,500,000	9,462,891	9,499,297	9,499,142			36,251					155	155	181,172	55,931
912828-EE-6	UNITED STATES TREAS NTS.		12/10/2007	Ferris Baker	12/10/2007	Ferris Baker	4,000,000	4,067,187	4,108,594	4,066,983			(204)					41,611	41,611	61,440	55,435
912828-EL-0	UNITED STATES TREAS NTS.		07/25/2007	Ferris Baker	09/20/2007	Ferris Baker	5,000,000	4,972,070	5,007,227	4,975,289			3,219					31,937	31,937	79,059	45,177
912828-FO-8	UNITED STATES TREAS NTS.		04/27/2007	VARIOUS	06/19/2007	VARIOUS	150,000	152,004	147,604	151,979			(25)					(4,375)	(4,375)	2,525	1,495
912828-FR-6	UNITED STATES TREAS NTS.		05/10/2007	Ferris Baker	05/18/2007	Ferris Baker	2,000,000	2,000,391	1,996,172	2,000,384			(6)					(4,212)	(4,212)	22,255	20,136
912828-FX-3	UNITED STATES TREAS NTS.		08/21/2007	Ferris Baker	10/09/2007	Ferris Baker	7,125,000	7,214,063	7,192,353	7,208,959			(5,103)					(16,606)	(16,606)	134,320	90,442
912828-GE-4	UNITED STATES TREAS NTS.		01/31/2007	VARIOUS	05/15/2007	VARIOUS	3,000,000	2,996,719	2,999,020	2,996,806			87					2,213	2,213	9,023	404
912828-GF-1	UNITED STATES TREAS NTS.		02/13/2007	VARIOUS	03/22/2007	VARIOUS	6,000,000	5,985,469	6,066,910	5,985,722			253					81,188	81,188	42,107	12,597
912828-GG-9	UNITED STATES TREAS NTS.		08/06/2007	Ferris Baker	09/20/2007	Ferris Baker	8,000,000	8,056,602	8,059,687	8,054,572			(2,030)					5,115	5,115		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 5

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

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/ Adjusted Carrying Value at Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other than Temporary Impairment Recognized	Total Change In B./A. C.V. (12 + 13 - 14)	Total Foreign Exchange Change in B./A. C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
912828-HA-1	UNITED STATES TREAS NTS		09/25/2007	VARIOUS	12/19/2007	VARIOUS	10,910,000	11,074,865	11,320,593	11,072,063		(2,802)		(2,802)			248,530	248,530	143,375	21,474
912828-HH-6	UNITED STATES TREAS NTS		12/19/2007	Ferris Baker	12/20/2007	Ferris Baker	7,000,000	7,072,461	7,126,055	7,072,444		(16)		(16)			53,610	53,610	33,510	31,875
912810-EQ-7	US Treasury 6.25%		03/14/2007	VARIOUS	04/23/2007	VARIOUS	125,000	145,796	143,965	145,704		(92)		(92)			(1,739)	(1,739)	1,468	691
0399999	Bonds - U.S. Governments						309,580,000	318,633,653	321,729,694	318,643,699	0	10,046	0	10,046	0	0	3,085,995	3,085,995	6,455,372	3,489,890
509498-EG-2	LAKE CNTY TENN GO		01/08/2007	VARIOUS	06/20/2007	VARIOUS	2,750,000	2,744,500	2,533,025	2,744,534		34		34			(211,509)	(211,509)	72,921	3,392
2499999	Bonds - Political Subdivisions						2,750,000	2,744,500	2,533,025	2,744,534	0	34	0	34	0	0	(211,509)	(211,509)	72,921	3,392
314030-DA-4	ENMA PASS-THRU LNG 30 YEAR		06/07/2007	VARIOUS	11/25/2007	VARIOUS	1,412,569	1,384,138	1,383,149	1,385,297		1,159		1,159			(2,148)	(2,148)	33,380	2,478
314106-AE-3	ENMA PASS-THRU LNG 30 YEAR		06/21/2007	VARIOUS	11/25/2007	VARIOUS	814,632	780,808	780,808	763,001		1,511		1,511			17,807	17,807	18,071	2,829
314130-KC-0	ENMA PASS-THRU LNG 30 YEAR		08/03/2007	VARIOUS	09/25/2007	VARIOUS	871,727	867,709	865,751	867,708		(1)		(1)			(1,958)	(1,958)	6,097	1,889
3199999	Bonds - Special Revenue						3,098,928	3,013,337	3,029,708	3,016,006	0	2,669	0	2,669	0	0	13,702	13,702	57,548	7,196
01450B-AD-0	ALESCO PREFERRED FUN 6.500%		03/26/2007	VARIOUS	06/08/2007	BNY Capital	1,500,000	1,496,250	1,492,500	1,496,284		34		34			(3,784)	(3,784)	20,583	
023139-AF-5	AMBAC FINL GROUP INC		02/07/2007	VARIOUS	03/14/2007	VARIOUS	100,000	99,335	97,445	99,335		(1,890)		(1,890)			(1,890)	(1,890)	632	
037411-AR-6	APACHE CORP		01/23/2007	VARIOUS	03/01/2007	VARIOUS	100,000	99,301	102,933	99,302		1		1			3,631	3,631	667	
06739G-AD-1	BARCLAYS BANK PLC		09/20/2007	Barclays Capital	11/01/2007	Barclays Capital	75,000	75,000	78,685	75,000							3,685	3,685	635	
07386H-L9-0	BEAR STEARNS ALT-A 2006-3		01/01/2007	VARIOUS	03/25/2007	VARIOUS	7,148,965	7,211,518	7,184,963	7,210,841		(677)		(677)			(25,878)	(25,878)	113,095	21,574
079860-AD-4	BELLSOUTH CORP		02/02/2007	VARIOUS	05/10/2007	BNY Capital	1,000,000	1,053,930	1,072,820	1,053,681		(249)		(249)			19,139	19,139	40,104	21,389
084664-AR-2	BERKSHIRE HATHAWAY FIN CORP		08/24/2007	VARIOUS	11/06/2007	VARIOUS	2,985,000	2,916,136	2,944,732	2,921,564		5,428		5,428			23,168	23,168	38,992	15,049
02149V-AJ-8	CWALT INC 2007-3T1		02/22/2007	UBS Securities	05/22/2007	VARIOUS	14,000,000	14,157,500	13,849,063	14,156,403		(1,097)		(1,097)			(307,340)	(307,340)	266,000	63,000
12545C-AE-0	CWMSB CHL MGT TR 2007-10		06/12/2007	VARIOUS	08/23/2007	VARIOUS	9,000,000	8,727,188	8,550,000	8,729,419		2,232		2,232			(179,419)	(179,419)	130,500	21,000
260543-BJ-1	DOW CHEM CO		02/23/2007	VARIOUS	02/27/2007	Ferris Baker	1,000,000	1,162,470	1,100,000	1,162,432		(38)		(38)			(62,432)	(62,432)	24,788	23,969
29268B-AB-7	EHEL FIN INTL S A		09/13/2007	VARIOUS	11/01/2007	VARIOUS	100,000	99,811	102,988	99,813		2		2			3,175	3,175	799	
309601-AA-0	FARMERS INS EXCHANGE		02/23/2007	VARIOUS	09/24/2007	VARIOUS	2,000,000	2,452,660	2,269,420	2,443,961		(8,699)		(8,699)			(174,541)	(174,541)	156,208	56,063
341081-EU-7	FLORIDA PWR & LT CO		04/27/2007	VARIOUS	06/11/2007	Ferris Baker	1,000,000	947,120	889,300	947,212		92		92			(57,912)	(57,912)	15,450	9,150
343254-AJ-7	FLORIDA WINDSTORM UNDERWRITING		01/23/2007	VARIOUS	02/07/2007	Ferris Baker	6,403,000	7,349,038	7,476,909	7,346,427		(2,611)		(2,611)			130,482	130,482	208,961	190,801
38141G-EU-4	GOLDMAN SACHS GROUP INC		01/08/2007	BNY Capital	03/05/2007	BNY Capital	2,000,000	2,005,900	1,982,240	2,005,833		(67)		(67)			(23,593)	(23,593)	18,125	313
402479-BY-4	GULF POWER CO		06/05/2007	VARIOUS	06/06/2007	VARIOUS	2,000,000	1,999,080	2,000,000	1,999,080							920	920		
41283V-AC-7	HARLEY-DAVIDSON MTR TR 2007-2		05/15/2007	VARIOUS	12/11/2007	VARIOUS	700,000	699,943	696,500	699,954		11		11			(3,454)	(3,454)	19,734	
437076-AS-1	HOME DEPOT INC		02/23/2007	VARIOUS	03/06/2007	Ferris Baker	2,000,000	1,999,260	1,974,000	1,999,260							(25,260)	(25,260)	26,111	22,521
43813A-AC-8	HONDA AUTO RECV 2005-3		01/03/2007	VARIOUS	03/05/2007	VARIOUS	730,865	724,613	726,081	725,438		825		825			644	644	5,757	1,571
459200-GJ-4	INTERNATIONAL BUSINESS MACHS		09/11/2007	Barclays Capital	11/01/2007	VARIOUS	175,000	174,395	178,610	174,400		6		6			4,210	4,210	1,441	
45031U-AC-5	JSTAR FINL INC		04/25/2007	VARIOUS	11/30/2007	VARIOUS	1,000,000	1,028,560	845,000	1,026,420		(2,140)		(2,140)			(181,420)	(181,420)	63,194	24,375
48121C-YK-6	JPMORGAN CHASE BK NEW YORK N Y		09/19/2007	VARIOUS	11/01/2007	VARIOUS	250,000	249,718	253,703	249,720		2		2			3,983	3,983	1,750	
48123K-AA-4	JPMORGAN CHASE CAP XXI		01/26/2007	VARIOUS	05/18/2007	VARIOUS	150,000	148,994	149,601	148,994							607	607	2,918	
46631V-AA-9	JPMORGAN CHASE CAP XXV		09/21/2007	VARIOUS	11/01/2007	VARIOUS	250,000	248,540	246,450	248,541		1		1			(2,091)	(2,091)	1,889	
524908-XA-3	LEHMAN BROS HLDGS INC		05/08/2007	VARIOUS	12/11/2007	VARIOUS	100,000	100,000	89,629	100,000							(10,371)	(10,371)	3,368	
53079E-AM-6	LIBERTY MUT GROUP INC		05/10/2007	BNY Capital	08/27/2007	VARIOUS	1,000,000	1,083,240	965,500	1,082,966		(274)		(274)			(117,406)	(117,406)	40,625	18,750
564055-AM-3	MANOR CARE INC NEW		07/25/2007	Exchange	07/25/2007	VARIOUS	700,000	702,192	1,033,375	702,188		(4)		(4)			331,187	331,187	6,611	
565849-AD-8	MARATHON OIL CORP 6.000%		09/20/2007	VARIOUS	09/24/2007	VARIOUS	125,000	124,165	124,802	124,165							637	637		
590188-4M-7	MERRILL LYNCH & CO INC		02/22/2007	BNY Capital	03/05/2007	BNY Capital	2,000,000	2,067,700	2,059,280	2,067,496		(204)		(204)			(8,216)	(8,216)	37,644	33,947
65334H-AG-7	NEXEN INC		05/01/2007	VARIOUS	05/18/2007	VARIOUS	75,000	74,670	73,781	74,670							(889)	(889)	247	
694308-GJ-0	PACIFIC GAS & ELEC CO		11/15/2007	VARIOUS	12/20/2007	VARIOUS	2,000,000	1,955,300	1,898,420	1,955,356		56		56			(56,936)	(56,936)	37,056	25,456
713448-BF-4	PEPSICO INC		07/02/2007	VARIOUS	10/15/2007	VARIOUS	2,000,000	1,982,400	2,009,300	1,983,314		914		914			25,986	25,986	42,058	12,875
744320-AC-6	PRUDENTIAL FINL INC		05/21/2007	VARIOUS	05/23/2007	VARIOUS	3,604,784	3,604,784	3,604,548	3,604,506		(279)		(279)			42	42	11,474	602
7591EP-AE-0	REGIONS FINANCIAL CORP NEW		12/05/2007	VARIOUS	12/20/2007	VARIOUS	1,000,000	997,000	1,010,610	997,001		1		1			13,609	13,609	3,278	
786514-BP-3	SAFEMAY INC		08/13/2007	VARIOUS	11/05/2007	VARIOUS	1,000,000	999,420	1,041,160	999,429		9		9			41,731	41,731	14,288	
826200-AD-9	SIEMENS FIN NV		02/23/2007	BNY Capital	06/20/2007	VARIOUS	1,000,000	1,039,980	971,190	1,039,614		(366)		(366)			(68,424)	(68,424)	21,778	1,872
853250-AB-4	STANDARD CHARTERED BK		09/21/2007	VARIOUS	09/25/2007	VARIOUS	525,000	523,850	526,339	523,850							2,489	2,489	187	
910860-AS-7	UNITED MEXICAN STS MTR BE		01/30/2007	Exchange	06/08/2007	VARIOUS	170,774	177,016	182,960	177,016		(29)		(29)			5,974	5,974	8,150	
91324P-AR-3	UNITEDHEALTH GROUP INC		04/24/2007	Ferris Baker	08/21/2007	VARIOUS	2,000,000	1,951,160	1,836,000	1,951,371		211		211			(115,371)	(115,371)	51,233	13,533
92857W-AR-1	VODAFONE GROUP PLC NEW		03/09/2007	VARIOUS	05/11/2007	Ferris Baker	3,000,000	3,016,740	3,015,060	3,016,232		(508)		(508)			(1,172)	(1,172)	35,221	7,579
931142-CK-7	WAL MART STORES INC		10/12/2007	VARIOUS	12/20/2007	VARIOUS	1,500,000	1,585,710	1,579,110	1,585,514		(196)		(196)			(6,404)	(6,404)	33,042	14,354
92922F-8T-8	WAMU MGT CERT 2005-AR18		01/01/2007	VARIOUS	03/01/2007	VARIOUS	7,208,409	7,225,304	7,160,023											

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 5

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

1 CUSIP identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal Date	12-16 Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)	16 Total Foreign Exchange Change in B./A. C.V.					
939322-84-8	Washington Mutual Capital Tr 5.375		08/28/2007	VARIOUS	11/28/2007	VARIOUS	6,400,000	312,000	213,064	312,000				0			(98,936)	(98,936)	4,300	
6299999	Preferred Stocks - Banks, Trust and Insurance Companies							312,000	213,064	312,000	0	0	0	0	0	0	(98,936)	(98,936)	4,300	0
806605-60-6	SCHERING PLOUGH CORP		01/22/2007	VARIOUS	09/21/2007	Exchange	5,000,000	295,300	295,300	295,300				0			0	0	11,250	
6399999	Preferred Stocks - Industrial and Miscellaneous							295,300	295,300	295,300	0	0	0	0	0	0	0	0	11,250	0
6599998	Total - Preferred Stocks							607,300	508,364	607,300	0	0	0	0	0	0	(98,936)	(98,936)	15,550	0
750236-10-1	Radian Group, Inc		11/02/2007	VARIOUS	11/16/2007	Ferris Baker	38,670,000	566,840	464,036	566,840				0			(102,804)	(102,804)	945	0
6799999	Common Stocks - Banks, Trust and Insurance Companies							566,840	464,036	566,840	0	0	0	0	0	0	(102,804)	(102,804)	945	0
H0032X-13-5	ACTELION LTD /CHF/	C	09/17/2007	ABN Amro	11/16/2007	VARIOUS	4,476,000	238,892	211,697	238,892				0			(27,195)	(27,195)		
G03340-10-2	AMLIN /GBP/	D	11/30/2007	VARIOUS	12/14/2007	Exchange	21,363,000	137,290	134,393	137,290				0			(2,896)	(2,896)		
G16612-10-6	BT GROUP ORD /GBP/	D	11/26/2007	VARIOUS	11/28/2007	VARIOUS	54,880,000	346,238	320,650	346,238				0			(36,371)	(36,371)		
F12338-10-3	BUSINESS OBJECTS SA /EUR/	D	11/26/2007	VARIOUS	11/28/2007	JBS Securities	2,205,000	109,675	134,829	109,675				0			4,344	20,809	25,158	
G2018Z-14-3	CENTRICA PLC /GBP/	D	09/17/2007	ABN Amro	11/15/2007	HSBC Securities	22,170,000	164,943	165,016	164,943				0			(6,035)	73	1,534	
H3698D-41-9	CREDIT SUISSE GROUP /CHF/	C	09/17/2007	ABN Amro	11/06/2007	Credit Suisse First Bosto	1,961,000	124,885	121,827	124,885				0			(7,769)	(3,057)		
G26236-12-8	DAILY MAIL&GEN NEW A SHS /GBP/	D	09/17/2007	ABN Amro	11/06/2007	HSBC Securities	11,122,000	146,596	136,849	146,596				0			(6,405)	(16,153)	(9,748)	
B33432-12-9	DELHAIZE GROUP /EUR/	D	09/19/2007	Credit Suisse First Bosto	11/28/2007	VARIOUS	830,000	80,855	70,307	80,855				0			(4,628)	(15,176)	(10,548)	
W24713-12-0	ELECTROLUX AB SER B /SEK/	D	09/17/2007	ABN Amro	11/07/2007	SKANDINAVISKA ENS BANKEN	5,000,000	105,465	90,238	105,465				0			(6,445)	(21,672)	(15,227)	
B4405P-10-5	FORTIS RTS 10/9/07 /EUR/	D	09/25/2007	Rights	10/02/2007	ISI Group	6,099,000	33,937	33,937					0				33,937	33,937	
J4599L-10-2	MIZUHO FINANCIAL GROUP /JPY/	D	09/18/2007	Merrill Lynch	11/28/2007	DEUTSCHE-BANK SECURITIES	11,000,000	59,583	55,747	59,583				0			(6,998)	(3,836)		
H84046-13-7	SWISS REINSURANCE COMPANY/CHF/	C	11/26/2007	VARIOUS	11/28/2007	VARIOUS	2,951,000	227,767	212,109	227,767				0			(4,782)	(20,440)	(15,658)	
J86957-11-5	IOKYO ELECTRON LTD /JPY/	D	09/18/2007	Merrill Lynch	11/28/2007	DEUTSCHE-BANK SECURITIES	2,800,000	183,839	166,124	183,839				0			(9,755)	(27,470)	(17,715)	1,632
Q30506-10-9	AMERICAN WOODMARK CORP	D	04/30/2007	Ferris Baker	11/16/2007	Ferris Baker	16,030,000	562,000	400,915	562,000			164,616	(164,616)			3,531	3,531	2,405	
Q3073T-10-2	AMERIGROUP CORP	D	03/26/2007	VARIOUS	06/13/2007	VARIOUS	17,010,000	575,364	417,578	575,364				0			(157,786)	(157,786)		
Q3232P-40-5	AMSRG CORP	D	05/29/2007	VARIOUS	11/16/2007	Ferris Baker	23,860,000	582,046	626,273	582,046				0			44,227	44,227		
Q37023-10-8	ANTHRACITE CAP INC	D	08/03/2007	VARIOUS	11/16/2007	Ferris Baker	27,500,000	206,985	223,908	206,985				0			16,923	16,923	8,250	
Q52800-10-9	AUTOLIV INC	D	09/13/2007	VARIOUS	11/16/2007	Ferris Baker	7,630,000	435,980	450,150	435,980				0			14,170	14,170	2,976	
Q5367P-10-0	AVID TECHNOLOGY INC	D	11/05/2007	VARIOUS	11/16/2007	Ferris Baker	17,880,000	512,565	483,225	512,565				0			(29,340)	(29,340)		
Q55472-10-4	BLSYS GROUP INC	D	03/22/2007	VARIOUS	05/02/2007	VARIOUS	47,812,000	604,022	555,097	604,022				0			(48,924)	(48,924)		
Q96231-10-5	BLUEGREEN CORP	D	08/08/2007	VARIOUS	11/26/2007	Ferris Baker	60,020,000	638,251	442,315	638,251			182,526	(182,526)			(13,410)	(13,410)		
109043-10-9	BRIGGS & STRATTON CORP	D	03/05/2007	VARIOUS	06/25/2007	VARIOUS	6,200,000	177,428	192,114	177,428				0			(14,686)	(14,686)	1,364	
153435-10-2	CENTRAL EUROPEAN DIST CORP	D	03/07/2007	VARIOUS	11/16/2007	VARIOUS	18,880,000	496,297	878,622	496,297				0			382,325	382,325		
Q2226X-10-3	CENTRO PROPERTY GROUP /AUD/	D	09/17/2007	Citigroup Global Markets	12/18/2007	VARIOUS	8,301,000	54,777	4,542	54,777				0		1,481	(51,717)	(50,236)		
156700-10-6	CENTURYTEL INC COM	D	08/15/2007	Convertible Debentures	09/25/2007	VARIOUS	9,887,530	413,222	453,715	413,222				0			40,493	40,493		
198516-10-6	COLUMBIA SPORTSWEAR CO	D	06/26/2007	VARIOUS	06/16/2007	Ferris Baker	8,550,000	578,950	404,903	578,950				0			(174,047)	(174,047)	2,565	
216648-40-2	COOPER COS INC	D	03/23/2007	VARIOUS	11/16/2007	Ferris Baker	11,220,000	522,566	490,267	522,566				0			(32,299)	(32,299)	337	
23330X-10-0	DRS TECHNOLOGIES INC	D	03/22/2007	VARIOUS	11/16/2007	Ferris Baker	10,380,000	555,493	590,370	555,493				0			34,877	34,877	886	
292562-10-5	ENCORE WIRE CORP	D	06/15/2007	VARIOUS	11/16/2007	Ferris Baker	19,160,000	568,680	338,944	568,680				0			(229,736)	(229,736)	766	
297425-10-0	ESTERLINE TECHNOLOGIES CORP	D	11/02/2007	VARIOUS	11/16/2007	Ferris Baker	8,890,000	479,990	462,385	479,990				0			(17,605)	(17,605)		
33582V-10-8	FIRST NIAGARA FINL GP INC	D	03/22/2007	VARIOUS	11/16/2007	Ferris Baker	38,920,000	558,575	489,695	558,575				0			(68,880)	(68,880)	15,957	
336453-10-5	FIRST ST BANCORPORATION	D	09/19/2007	VARIOUS	11/16/2007	Ferris Baker	26,400,000	497,118	374,566	497,118				0			(122,552)	(122,552)	2,376	
302941-10-9	ETI CONSULTING INC	D	06/26/2007	VARIOUS	11/16/2007	VARIOUS	15,990,000	583,317	884,656	583,317				0			301,338	301,338		
360921-10-0	FURNITURE BRANDS INTL INC	D	09/14/2007	VARIOUS	11/19/2007	Ferris Baker	48,940,000	525,439	576,855	525,439				0			51,416	51,416	7,830	
370334-10-4	GENERAL MILS INC	D	10/15/2007	Exchange	12/04/2007	VARIOUS	35,950,200	2,094,814	2,161,121	2,094,814				0			66,306	66,306		
37247D-10-6	GENWORTH FINL INC	D	05/16/2007	Exchange	06/07/2007	VARIOUS	32,956,100	1,112,729	1,148,323	1,112,729				0			35,594	35,594		
373200-20-3	Georgia Gulf Corp	D	11/12/2007	VARIOUS	12/13/2007	Ferris Baker	56,240,000	833,086	458,003	833,086			173,872	(173,872)			(201,211)	(201,211)	7,364	
42210P-10-2	HEADWATERS INC	D	08/03/2007	VARIOUS	11/16/2007	VARIOUS	52,100,000	1,047,874	775,146	1,047,874				0			(272,728)	(272,728)		
42330P-10-7	HELIX ENERGY SOLUTIONS GRP INC	D	06/26/2007	VARIOUS	11/16/2007	VARIOUS	13,850,000	558,595	580,635	558,595				0			22,040	22,040		
45245A-10-7	Jmaton Corp	D	09/24/2007	VARIOUS	11/01/2007	VARIOUS	7,500,000	186,119	165,346	186,119			2,144	(2,144)			(18,629)	(18,629)		
45254P-10-2	JMPAC MTC HLDGS INC	D	06/25/2007	VARIOUS	08/06/2007	VARIOUS	95,310,000	593,594	133,455	593,594				0			(460,139)	(460,139)		
459902-10-2	JINTERNATIONAL GAME TECHNOLOGY	D	02/01/2007	Convertible Debentures	02/14/2007	VARIOUS	7,597,100	336,703	319,609	336,703				0			(17,094)	(17,094)		
480074-10-3	JONES APPAREL GROUP INC	D	08/03/2007	VARIOUS	09/11/2007	VARIOUS	8,360,000	176,176	160,343	176,176				0			(15,833)	(15,833)		
488044-10-8	Kellwood Co	D	09/11/2007	VARIOUS	11/19/2007	Ferris Baker	10,490,000	180,880	176,153	180,880			2,026	(2,026)			(2,702)	(2,702)		
514936-10-3	LANDAMERICA FINL GROUP COM	D	09/24/2007	VARIOUS	11/16/2007	Ferris Baker	7,800,000	377,513	196,975	377,513			73,469	(73,469)			(107,069)	(107,069)		
536797-10-3	LITHIA MTRS INC	D	08/03/2007	VARIOUS	11/23/2007	Ferris Baker	11,230,000	216,907	188,045	216,907			25,324	(25,324)			(3,539)	(3,539)	1,572	
570535-10-4	MARKEL CORP	D	05/18/2007	VARIOUS	11/16/2007	Ferris Baker	1,180,000	568,285	570,988	568,285				0			2,702	2,702		
58449L-10-0	MEDICAL ACTION INDS INC	D	09/17/2007	VARIOUS	11/16/20															

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE D - PART 5

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal Date	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends		
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)	16 Total Foreign Exchange Change in B./A. C.V.							
60855R-10-0	MOLINA HEALTHCARE INC.		06/26/2007	VARIOUS	11/16/2007	Ferris Baker	17,980,000	551,099	713,285	551,099							162,185	162,185				
615394-20-2	MOOG INC.		06/18/2007	VARIOUS	11/16/2007	Ferris Baker	12,860,000	558,256	552,992	558,256							(5,265)	(5,265)				
638522-10-2	NATIONAL WESTN LIFE INS CO		03/07/2007	VARIOUS	11/16/2007	Ferris Baker	2,341,000	532,213	463,133	532,213							(69,080)	(69,080)			843	
65105M-10-8	NEWCASTLE INVT CORP		07/19/2007	VARIOUS	11/16/2007	Ferris Baker	24,680,000	677,353	359,699	434,862			242,491	(242,491)			(75,163)	(75,163)			31,126	
680223-10-4	OLD REP INTL CORP		10/31/2007	VARIOUS	11/16/2007	Ferris Baker	10,210,000	155,186	150,580	155,186							(4,606)	(4,606)				
703481-10-1	PATTERSON UTI ENERGY INC.		09/14/2007	VARIOUS	11/16/2007	Ferris Baker	20,840,000	469,533	417,144	469,533							(52,389)	(52,389)				
716578-10-9	PETROLEUM DEV CORP		04/30/2007	VARIOUS	11/16/2007	Ferris Baker	11,390,000	610,560	568,588	610,560							(41,972)	(41,972)				
69344M-10-1	PWI Group, Inc.		10/31/2007	VARIOUS	11/16/2007	Ferris Baker	18,140,000	307,125	231,528	307,125							(75,597)	(75,597)				
744320-10-2	PRUDENTIAL FINL INC		05/25/2007	Exchange	06/06/2007	VARIOUS	2,120,100		213,028								213,028	213,028				
74838C-10-6	QUIKSILVER INC.		04/27/2007	VARIOUS	11/16/2007	Ferris Baker	42,580,000	581,430	482,197	581,430							(99,233)	(99,233)				
758750-10-3	REGAL BELOIT CORP.		10/31/2007	VARIOUS	11/16/2007	Ferris Baker	9,770,000	472,990	449,898	472,990							(23,092)	(23,092)				
E8471S-13-0	REPSOL YPF SA /EUR/		11/26/2007	BANCA SPA		VARIOUS	1,410,000	51,278	50,388	51,278						(287)	(604)	(891)				
778296-10-3	ROSS STORES INC.		09/13/2007	VARIOUS	11/16/2007	Ferris Baker	19,840,000	526,647	505,428	526,647							(21,219)	(21,219)				
806605-10-1	SCHERING PLOUGH CORP		09/21/2007	Exchange	09/22/2007	VARIOUS	11,233,000	295,300	361,478	295,300							66,178	66,178				
78427V-10-2	SI INTL INC.		03/22/2007	VARIOUS	11/19/2007	Ferris Baker	19,142,000	535,237	497,073	535,237							(38,164)	(38,164)				
847220-20-9	Spartech Corp		09/10/2007	VARIOUS	11/19/2007	Ferris Baker	8,010,000	152,938	108,198	136,651			16,288	(16,288)			(28,452)	(28,452)			1,081	
870738-10-1	SWIFT ENERGY CO.		11/05/2007	VARIOUS	11/16/2007	Ferris Baker	10,820,000	493,615	464,916	493,615							(28,699)	(28,699)				
874161-10-2	TALBOTS INC.		05/21/2007	VARIOUS	11/16/2007	Ferris Baker	10,740,000	226,611	150,144	193,320			33,291	(33,291)			(43,176)	(43,176)			1,396	
87305R-10-9	TIIM TECHNOLOGIES INC.		05/25/2007	VARIOUS	11/16/2007	VARIOUS	52,666,000	571,499	631,293	571,499							59,795	59,795				
909218-10-9	UNIT CORP		05/04/2007	VARIOUS	11/16/2007	Ferris Baker	9,460,000	553,087	434,356	457,864			95,223	(95,223)			(23,508)	(23,508)				
913543-10-4	UNIVERSAL FST PRODS INC.		07/06/2007	VARIOUS	11/16/2007	Ferris Baker	4,310,000	185,903	135,620	128,869			57,034	(57,034)			6,751	6,751				
958102-10-5	WESTERN DIGITAL CORP		09/13/2007	VARIOUS	11/16/2007	Ferris Baker	21,529,000	499,424	568,882	499,424							69,458	69,458				
984249-10-2	YRC WORLDWIDE INC.		06/26/2007	VARIOUS	11/16/2007	Ferris Baker	14,720,000	558,657	264,346	402,150							(137,804)	(137,804)				
6899999	Common Stocks - Industrial and Miscellaneous							30,997,651	28,452,467	29,772,841			0	0	1,224,810	(1,224,810)	0	66,674	(1,387,048)	(1,320,374)	103,159	0
922040-10-0	Vanguard Institutional Index Fund		06/25/2007	Vanguard Group	07/19/2007	Vanguard Group	4,132,410	554,361	587,092	554,361									32,730	32,730		0
7099999	Common Stocks - Mutual Funds							554,361	587,092	554,361			0	0	0	0	0	0	32,730	32,730		0
7299998	Total - Common Stocks							32,118,852	29,503,595	30,894,042			0	0	1,224,810	(1,224,810)	0	66,674	(1,457,122)	(1,390,447)	104,104	0
7399999	Subtotal-Stocks							32,726,152	30,011,959	31,501,342			0	0	1,224,810	(1,224,810)	0	66,674	(1,556,057)	(1,489,383)	119,654	0
7499999	Totals							460,789,144	459,800,794	459,567,293			0	2,960	1,224,810	(1,221,850)	0	66,674	166,827	233,501	8,539,612	4,124,407

E13.3

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Admitted Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book / Adjusted Carrying Value	9 Stock of Such Company Owned by Insurer on Statement Date		
								9 Number of Shares	10 % of Outstanding	
000000-00-0...	Services Benefit Plan Admin Service Cor[...] The GHMSI Companies...			3iiE	No		0	9,000,000	90.0	
	Access America			3iiB	No		0	25,000,000	100.0	
				3iiB	No			10,000,000	100.0	
1599999 - Common Stock - Non-Insurer Which Controls Insurer								0	XXX	XXX
13973#-10-2...	Capital Area Services Company, Inc.			3iiE	No		(228)	1,000,000	100.0	
63516#-10-1...	National Capital Admin Service, Inc.			3iiC	No	8,365,861		4,000,000	100.0	
63517@-10-2...	National Capital Insurance Agency			3iiC	No	6,102,448		20,000,000	100.0	
1799999 - Common Stock - Other Affiliates								14,468,081	XXX	XXX
1899999 - Total Common Stocks								14,468,081	XXX	XXX
1999999 Totals								14,468,081	XXX	XXX

- Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$
- Total amount of intangible assets nonadmitted: \$

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	5 Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
999999-99-8	CareFirst BlueChoice, Inc.	CFS Health Group, Inc.		4,000,000	40.0
13973#-10-2	Capital Area Services Company, Inc.	The GHMSI Companies		1,000,000	100.0
63516#-10-1	National Capital Admin Service, Inc.	The GHMSI Companies		4,000,000	100.0
63517@-10-2	National Capital Insurance Agency	The GHMSI Companies		20,000,000	100.0
999999-99-8	Capital Care, Inc.	CFS Health Group, Inc.		400,000	40.0
999999-99-8	The Dental Network	CFS Health Group, Inc.		5,000,000	40.0
999999-99-8	TDN Administrative Services, LLC	CFS Health Group, Inc.			401.0
0399999 Total				XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE Group Hospitalization and Medical Services, Inc.

SCHEDULE DA - PART 1

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

1	Codes		4	5	6	7	Change In Book/Adjusted Carrying Value				12	13	Interest					20	
	2	3					8	9	10	11			14	15	16	17	18		19
Description	Code	Foreign	Date Acquired	Name of Vendor	Maturity Date	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Par Value	Actual Cost	Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default	Non-Admitted Due and Accrued	Rate of	Effective Rate of	How Paid	Gross Amount Received	Paid for Accrued Interest
5499999 - Total - Issuer Obligations						.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	.0	.0
6099999 - Total - Bonds						.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	.0	.0
One Group U.S. Treas Mny Mkt.....			11/01/2007	Bankone.....	12/31/2008	1,834						1,834							
STI U.S. Treas MM Fund.....			10/01/2007	Suntrust Capital.....	12/31/2008	10,543,019						10,543,019	38,597					56,224	
7999999 - Exempt Money Market Mutual Funds						10,544,853	.0	.0	.0	.0	XXX	10,544,853	38,597	.0	XXX	XXX	XXX	56,224	.0
AIM Liquid Assets Portfolio.....			12/01/2007	Suntrust Capital.....	12/31/2008	14,000,000						14,000,000	61,666					184,413	
Ferris Baker Watts-Bear Stearns.....			11/01/2007	Ferris, Baker Watts.....	12/31/2008	60,456,785						60,456,785						514,517	
Plan Investment Money Mkt Fund.....			10/23/2002	Plan Investment Fund.....	12/31/2008	1,000,000						1,000,000							
8099999 - Class One Money Market Mutual Funds						75,456,785	.0	.0	.0	.0	XXX	75,456,785	61,666	.0	XXX	XXX	XXX	698,930	.0
8299999 Totals						86,001,638	0	0	0	0	XXX	86,001,638	100,263	0	XXX	XXX	XXX	755,155	0

E15

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part A - Section 3

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part B - Section 3

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Part C - Section 3

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DB - Part D - Section 3

NONE

Schedule DB - Part E - Section 1

NONE

Schedule E - Part 2

NONE

Schedule E - Part 3

NONE

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(http://www.naic.org/committees_e_app_blanks.htm)

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