



ANNUAL STATEMENT
For the Year Ended December 31, 2010
OF THE CONDITION AND AFFAIRS OF THE
TRIAD GUARANTY INSURANCE CORPORATION

NAIC Group Code 0421, NAIC Company Code 24350, Employer's ID Number 56-1570971
Organized under the Laws of Illinois, State of Domicile or Port of Entry Illinois
Country of Domicile United States
Incorporated/Organized 07/30/1987, Commenced Business 08/07/1987
Statutory Home Office 111 South Wacker Street, Chicago, IL 60606
Main Administrative Office 101 South Stratford Road, Winston-Salem, NC 27104
Mail Address Post Office Box 2300, Winston-Salem, NC 27102-2300
Primary Location of Books and Records 101 South Stratford Road, Winston-Salem, NC 27104
Internet Web Site Address www.triadguaranty.com
Statutory Statement Contact Randall Keith Shields, 336-723-1282-1155

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Officers include Kenneth Wayne Jones (CEO and Chief Financial Officer), Earl Franklin Wall (Secretary), and Kenneth Stephen Dwyer (Chief Accounting Officer).

OTHER OFFICERS

Table with 4 columns: Name, Title, Name, Title. Other officer: Shirley Aldridge Gaddy (SVP).

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Name, Name, Name. Directors/Trustees include Howard Anthony Davis, Kenneth Stephen Dwyer #, Mark Raphael Goodman, Kenneth Wayne Jones, William Thomas Ratliff III, and Jerome Francis Schutzbach.

State of North Carolina
County of Forsyth

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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.

Signature of Kenneth Wayne Jones, CEO and Chief Financial Officer

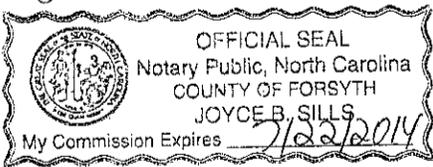
Signature of Earl Franklin Wall, Secretary

Signature of Kenneth Stephen Dwyer, Chief Accounting Officer

Subscribed and sworn to before me this 4th day of February, 2011

Signature of Joyce B. Sills, Notary Public, 07/22/2014

- 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



ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	769,319,565		769,319,565	724,532,377
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	10,178,989		10,178,989	6,793,210
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$37,246,092 , Schedule E-Part 1), cash equivalents (\$2,999,214 , Schedule E-Part 2) and short-term investments (\$33,499,507 , Schedule DA).....	73,744,813		73,744,813	43,273,075
6. Contract loans (including \$premium notes)				
7. Derivatives				
8. Other invested assets (Schedule BA)				
9. Receivables for securities	41,814		41,814	
10. Securities lending reinvested collateral assets.....				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	853,285,181		853,285,181	774,598,662
13. Title plants less \$charged off (for Title insurers only).....				
14. Investment income due and accrued	8,027,403		8,027,403	8,670,662
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	12,609,842		12,609,842	16,816,752
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$earned but unbilled premiums).....	14,772,375		14,772,375	
15.3 Accrued retrospective premiums.....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	10,909,914		10,909,914	9,719,321
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	11,706,978		11,706,978	12,886,830
18.2 Net deferred tax asset.....				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software.....	1,828,216	1,754,643	73,573	66,008
21. Furniture and equipment, including health care delivery assets (\$)	197,493	197,493		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	43,795		43,795	38,751
24. Health care (\$) and other amounts receivable.....				
25. Aggregate write-ins for other than invested assets	4,187,009	4,149,585	37,424	4,185,381
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	917,568,205	6,101,721	911,466,484	826,982,367
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....				
28. Total (Lines 26 and 27)	917,568,205	6,101,721	911,466,484	826,982,367
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Prepaid expenses.....	1,952,810	1,952,810		
2502. Accounts receivable.....	2,234,200	2,196,776	37,424	4,185,381
2503. Prepaid fraud insurance.....				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	4,187,009	4,149,585	37,424	4,185,381

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	565,786,910	587,917,301
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	15,817,694	21,816,808
4. Commissions payable, contingent commissions and other similar charges		5,849
5. Other expenses (excluding taxes, licenses and fees)	13,793,107	9,327,303
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,170,257	1,205,877
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$78,273 and including warranty reserves of \$)	8,979,142	11,795,644
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,909,420	4,886,119
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others	47,474,969	18,506,064
15. Remittances and items not allocated.....	130,744	32,909
16. Provision for reinsurance (Schedule F, Part 7)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Derivatives		
21. Payable for securities		
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	29,474,514	48,674,370
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	685,536,758	704,168,244
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	685,536,758	704,168,244
29. Aggregate write-ins for special surplus funds	415,657,496	168,385,980
30. Common capital stock	3,500,000	3,500,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds	6,675,000	4,450,000
33. Surplus notes	25,000,000	25,000,000
34. Gross paid in and contributed surplus	105,215,928	105,215,928
35. Unassigned funds (surplus)	(330,118,698)	(183,737,782)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	225,929,726	122,814,126
38. Totals (Page 2, Line 28, Col. 3)	911,466,484	826,982,370
DETAILS OF WRITE-INS		
2501. Rescinded premium payable.....	29,474,514	47,473,282
2502. Interest Due IRS.....		1,201,088
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	29,474,514	48,674,370
2901. Deferred Payment Obligation including carrying charges.....	415,657,496	168,385,980
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	415,657,496	168,385,980
3201. Unapproved interest due on Surplus Note.....	6,675,000	4,450,000
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	6,675,000	4,450,000

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	200,336,881	189,205,787
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	345,478,547	752,959,924
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	10,358,443	24,400,261
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	29,777,443	31,798,914
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Lines 2 through 5)	385,614,433	809,159,099
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(185,277,553)	(619,953,312)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	26,462,859	36,845,588
10. Net realized capital gains (losses) less capital gains tax of \$	11,810,785	(9,756,936)
11. Net investment gain (loss) (Lines 9 + 10)	38,273,644	27,088,652
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$		
13. Finance and service charges not included in premiums		
14. Aggregate write-ins for miscellaneous income	22,786	12,955,514
15. Total other income (Lines 12 through 14)	22,786	12,955,514
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(146,981,122)	(579,909,146)
17. Dividends to policyholders		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(146,981,122)	(579,909,146)
19. Federal and foreign income taxes incurred		(2,793,643)
20. Net income (Line 18 minus Line 19) (to Line 22)	(146,981,122)	(577,115,503)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	122,814,125	88,027,429
22. Net income (from Line 20)	(146,981,122)	(577,115,503)
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	3,385,779	(3,492,658)
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	(267,067,664)	207,652,911
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	266,507,092	(203,716,426)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		24,575,926
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1. Paid in		
32.2. Transferred from surplus (Stock Dividend)		
32.3. Transferred to surplus		
33. Surplus adjustments:		
33.1. Paid in		
33.2. Transferred to capital (Stock Dividend)		
33.3. Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus	247,271,516	586,882,446
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	103,115,601	34,786,696
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	225,929,726	122,814,125
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		12,347,813
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)		607,701
1401. Other Income - Disposal of Fixed Assets.....		
1402. Other Income - Service Fees on Information Technology.....	22,786	
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	22,786	12,955,514
3701. Deferred Payment Obligation.....	247,271,516	168,385,980
3702. Increase in Contingency Reserve.....	(109,556,124)	(87,317,201)
3703. Decrease in Contingency Reserve.....	109,556,124	87,317,201
3798. Summary of remaining write-ins for Line 37 from overflow page		418,496,466
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	247,271,516	586,882,446

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance.....	166,021,468	202,776,296
2. Net investment income.....	36,840,754	42,250,783
3. Miscellaneous income.....	35,158	12,904,974
4. Total (Lines 1 through 3).....	202,897,380	257,932,053
5. Benefit and loss related payments.....	148,206,002	366,662,929
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	22,676,364	28,107,598
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	(1,179,853)	7,736,009
10. Total (Lines 5 through 9).....	169,702,513	402,506,536
11. Net cash from operations (Line 4 minus Line 10).....	33,194,866	(144,574,483)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	434,704,823	275,755,113
12.2 Stocks.....	20,444	1,746,731
12.3 Mortgage loans.....		
12.4 Real estate.....		1,155,525
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(36,439)	43,819
12.7 Miscellaneous proceeds.....		
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	434,688,828	278,701,188
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	468,251,278	176,704,486
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		599,503
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	41,815	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	468,293,093	177,303,989
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14).....	(33,604,265)	101,397,199
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		
16.6 Other cash provided (applied).....	30,881,136	15,049,751
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	30,881,136	15,049,751
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	30,471,738	(28,127,533)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	43,273,075	71,400,608
19.2 End of year (Line 18 plus Line 19.1).....	73,744,813	43,273,075

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire				
2.	Allied lines				
3.	Farmowners multiple peril				
4.	Homeowners multiple peril				
5.	Commercial multiple peril				
6.	Mortgage guaranty	197,519,899	11,795,349	8,978,901	200,336,347
8.	Ocean marine				
9.	Inland marine				
10.	Financial guaranty				
11.1	Medical professional liability-occurrence				
11.2	Medical professional liability-claims-made				
12.	Earthquake				
13.	Group accident and health				
14.	Credit accident and health (group and individual)				
15.	Other accident and health				
16.	Workers' compensation				
17.1	Other liability - occurrence				
17.2	Other liability - claims-made				
17.3	Excess workers' Compensation				
18.1	Products liability-occurrence				
18.2	Products liability-claims-made				
19.1,19.2	Private passenger auto liability				
19.3,19.4	Commercial auto liability				
21.	Auto physical damage				
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety				
26.	Burglary and theft				
27.	Boiler and machinery				
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance-nonproportional assumed property				
32.	Reinsurance-nonproportional assumed liability				
33.	Reinsurance-nonproportional assumed financial lines	480	295	241	534
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	197,520,379	11,795,644	8,979,142	200,336,881
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)				

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire					
2. Allied lines					
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril					
6. Mortgage guaranty	4,880,426	4,098,476			8,978,901
8. Ocean marine					
9. Inland marine					
10. Financial guaranty					
11.1 Medical professional liability-occurrence					
11.2 Medical professional liability-claims-made					
12. Earthquake					
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability-occurrence					
17.2 Other liability-claims-made					
17.3 Excess workers' Compensation					
18.1 Products liability-occurrence					
18.2 Products liability-claims-made					
19.1,19.2 Private passenger auto liability					
19.3,19.4 Commercial auto liability					
21. Auto physical damage					
22. Aircraft (all perils)					
23. Fidelity					
24. Surety					
26. Burglary and theft					
27. Boiler and machinery					
28. Credit					
29. International					
30. Warranty					
31. Reinsurance-nonproportional assumed property					
32. Reinsurance-nonproportional assumed liability					
33. Reinsurance-nonproportional assumed financial lines	241				241
34. Aggregate write-ins for other lines of business					
35. TOTALS	4,880,667	4,098,476			8,979,142
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Lines 35 through 37)					8,979,142
DETAILS OF WRITE-INS					
3401.					
3402.					
3403.					
3498. Sum. of remaining write-ins for Line 34 from overflow page					
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)					

(a) State here basis of computation used in each case. 1. Annual policies - monthly pro rata. Monthly policies - in month coverage is provided. 2. Per Illinois Regulation 203.50

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty	216,016,245			3,058,267	15,438,079	197,519,899
8. Ocean marine						
9. Inland marine						
10. Financial guaranty						
11.1 Medical professional liability-occurrence						
11.2 Medical professional liability-claims-made						
12. Earthquake						
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability-occurrence						
17.2 Other liability-claims-made						
17.3 Excess workers' Compensation						
18.1 Products liability-occurrence						
18.2 Products liability-claims-made						
19.1,19.2 Private passenger auto liability						
19.3,19.4 Commercial auto liability						
21. Auto physical damage						
22. Aircraft (all perils)						
23. Fidelity						
24. Surety						
26. Burglary and theft						
27. Boiler and machinery						
28. Credit						
29. International						
30. Warranty						
31. Reinsurance-nonproportional assumed property	XXX					
32. Reinsurance-nonproportional assumed liability	XXX					
33. Reinsurance-nonproportional assumed financial lines	XXX		480			480
34. Aggregate write-ins for other lines of business						
35. TOTALS	216,016,245		480	3,058,267	15,438,079	197,520,379
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Sum. of remaining write-ins for Line 34 from overflow page						
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty	591,853,961		224,245,023	367,608,938	565,776,910	587,907,301	345,478,547	172.4
8. Ocean marine								
9. Inland marine								
10. Financial guaranty								
11.1 Medical professional liability -occurrence								
11.2 Medical professional liability -claims-made								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability-occurrence								
17.2 Other liability-claims-made								
17.3 Excess workers' compensation								
18.1 Products liability-occurrence								
18.2 Products liability-claims-made								
19.1,19.2 Private passenger auto liability								
19.3,19.4 Commercial auto liability								
21. Auto physical damage								
22. Aircraft (all perils)								
23. Fidelity								
24. Surety								
26. Burglary and theft								
27. Boiler and machinery								
28. Credit								
29. International								
30. Warranty								
31. Reinsurance-nonproportional assumed property	XXX							
32. Reinsurance-nonproportional assumed liability	XXX							
33. Reinsurance-nonproportional assumed financial lines	XXX				10,000	10,000		
34. Aggregate write-ins for other lines of business								
35. TOTALS	591,853,961		224,245,023	367,608,938	565,786,910	587,917,301	345,478,547	172.4
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Sum. of remaining write-ins for Line 34 from overflow page								
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

**UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire									
2. Allied lines									
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril									
6. Mortgage guaranty	592,433,750		38,805,166	553,628,583	12,286,694		138,367	565,776,910	15,817,694
8. Ocean marine									
9. Inland marine									
10. Financial guaranty									
11.1 Medical professional liability-occurrence									
11.2 Medical professional liability-claims-made									
12. Earthquake									
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence									
17.2 Other liability - claims-made									
17.3 Excess workers' Compensation									
18.1 Products liability - occurrence									
18.2 Products liability - claims-made									
19.1,19.2 Private passenger auto liability									
19.3,19.4 Commercial auto liability									
21. Auto physical damage									
22. Aircraft (all perils)									
23. Fidelity									
24. Surety									
26. Burglary and theft									
27. Boiler and machinery									
28. Credit									
29. International									
30. Warranty									
31. Reinsurance-nonproportional assumed property	XXX				XXX				
32. Reinsurance-nonproportional assumed liability	XXX				XXX				
33. Reinsurance-nonproportional assumed financial lines	XXX				XXX	10,000		10,000	
34. Aggregate write-ins for other lines of business									
35. TOTALS	592,433,750		38,805,166	553,628,583	12,286,694	10,000	138,367	565,786,910	15,817,694
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Sum. of remaining write-ins for Line 34 from overflow page									
3499. Totals (Lines 3401 thru 3403 + 3498) (Line 34 above)									

(a) Including \$ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	(4,962,169)			(4,962,169)
1.2 Reinsurance assumed				
1.3 Reinsurance ceded				
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	(4,962,169)			(4,962,169)
2. Commission and brokerage:				
2.1 Direct, excluding contingent		69,454		69,454
2.2 Reinsurance assumed, excluding contingent		93		93
2.3 Reinsurance ceded, excluding contingent		1,397,473		1,397,473
2.4 Contingent-direct				
2.5 Contingent-reinsurance assumed				
2.6 Contingent-reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		(1,327,925)		(1,327,925)
3. Allowances to manager and agents				
4. Advertising		1,944		1,944
5. Boards, bureaus and associations		2,649		2,649
6. Surveys and underwriting reports	7,488,964			7,488,964
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	4,710,041	5,803,428		10,513,469
8.2 Payroll taxes	342,827	252,308		595,135
9. Employee relations and welfare	496,590	424,887		921,477
10. Insurance	5,225	20,689		25,914
11. Directors' fees		2,250		2,250
12. Travel and travel items	4,848	49,749		54,597
13. Rent and rent items	828,196	495,801		1,323,997
14. Equipment	101,757	152,508		254,265
15. Cost or depreciation of EDP equipment and software		1,438,405		1,438,405
16. Printing and stationery	15,395	77,840		93,236
17. Postage, telephone and telegraph, exchange and express	80,348	99,477		179,825
18. Legal and auditing		1,717,339	1,092,138	2,809,476
19. Totals (Lines 3 to 18)	14,074,191	10,539,275	1,092,138	25,705,604
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		4,682,252		4,682,252
20.2 Insurance department licenses and fees		372,344		372,344
20.3 Gross guaranty association assessments				
20.4 All other (excluding federal and foreign income and real estate)				
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		5,054,596		5,054,596
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	1,246,422	15,511,498	3,809	16,761,728
25. Total expenses incurred	10,358,443	29,777,443	1,095,946	41,231,833
26. Less unpaid expenses-current year	15,817,694	15,963,364		31,781,058
27. Add unpaid expenses-prior year	21,816,808	10,455,025	257,417	32,529,250
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	16,357,557	24,269,104	1,353,363	41,980,025
DETAILS OF WRITE-INS				
2401. Investigative Services.....	1,202,410			1,202,410
2402. Data processing.....		5,855,206		5,855,206
2403. Misc. consulting fees.....	1,638	102,194		103,832
2498. Summary of remaining write-ins for Line 24 from overflow page	42,373	9,554,097	3,809	9,600,280
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	1,246,422	15,511,498	3,809	16,761,728

(a) Includes management fees of \$ to affiliates and \$945,995 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a).....500,201	.....634,840
1.1 Bonds exempt from U.S. tax	(a).....5,117,285	.....4,963,925
1.2 Other bonds (unaffiliated)	(a).....32,001,608	.....31,367,102
1.3 Bonds of affiliates	(a).....	.....
2.1 Preferred stocks (unaffiliated)	(b).....	.....
2.11 Preferred stocks of affiliates	(b).....	.....
2.2 Common stocks (unaffiliated)	.....	.....
2.21 Common stocks of affiliates	.....	.....
3. Mortgage loans	(c).....	.....
4. Real estate	(d).....	.....
5. Contract loans	.....	.....
6. Cash, cash equivalents and short-term investments	(e).....849,462	.....859,429
7. Derivative instruments	(f).....	.....
8. Other invested assets	.....	.....
9. Aggregate write-ins for investment income	.....	.....
10. Total gross investment income	38,468,556	37,825,296
11. Investment expenses		(g).....1,095,947
12. Investment taxes, licenses and fees, excluding federal income taxes		(g).....(53,941)
13. Interest expense		(h).....
14. Depreciation on real estate and other invested assets		(i).....
15. Aggregate write-ins for deductions from investment income		.....10,320,431
16. Total deductions (Lines 11 through 15)		.....11,362,437
17. Net investment income (Line 10 minus Line 16)		26,462,859
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)		
1501. Carrying charge on Deferred Payment Obligation		.....10,320,431
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503) plus 1598 (Line 15 above)		10,320,431

- (a) Includes \$ 2,490,958 accrual of discount less \$ 3,089,642 amortization of premium and less \$ 3,774,641 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ 27,925 accrual of discount less \$ 16,048 amortization of premium and less \$ 22,592 paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	303,396	(43,623)	259,773		
1.1 Bonds exempt from U.S. tax	869,066	(137,409)	731,657		
1.2 Other bonds (unaffiliated)	15,218,543	(4,383,195)	10,835,348		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	20,444		20,444		
2.21 Common stocks of affiliates				3,385,779	
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	(9,346)	(27,093)	(36,439)		
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	16,402,103	(4,591,320)	11,810,783	3,385,779	
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)					

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			
6. Contract loans			
7. Derivatives			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets.....			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only).....			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection		38	38
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.			
15.3 Accrued retrospective premiums.....			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset.....		267,067,664	267,067,664
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software.....	1,754,643	2,963,940	1,209,297
21. Furniture and equipment, including health care delivery assets.....	197,493	341,002	143,509
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable.....			
25. Aggregate write-ins for other than invested assets	4,149,585	2,236,169	(1,913,416)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	6,101,721	272,608,813	266,507,092
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
28. Total (Lines 26 and 27)	6,101,721	272,608,813	266,507,092
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501. Prepaid expenses.....	1,952,810	2,163,060	210,250
2502. Accounts receivable.....	2,196,776	50,896	(2,145,880)
2503. Prepaid fraud insurance.....		22,213	22,213
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	4,149,585	2,236,169	(1,913,416)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

a. Accounting Practices

The accompanying financial statements of Triad Guaranty Insurance Corporation (“the Company”) have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Illinois.

The Illinois Director of Insurance (the “Illinois Director”) issued a Corrective Order (“Order”) to the Company on April 1, 2009. Under this Order, effective June 1 2009, all valid claims under Triad’s mortgage guaranty insurance policies were paid 60% in cash and 40% by the creation of a deferred payment obligation (“DPO”). The DPO is represented by a separate entry in the Company’s financial statement and accrues a carrying charge based on the investment yield earned by the Company. Payments of the carrying charge and the DPO will be subject to the Company’s future financial performance and will require approval of the Illinois Director. The Company’s loss reserves were also adjusted to reflect only the estimated cash payment for claims under this Order. This practice is prescribed by the Illinois Director and is not addressed in the NAIC’s *Accounting Practices and Procedures Manual* (“SAP”).

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and this prescribed practice by the Illinois Director is shown below.

	2010
Net income, Illinois basis	\$(146,981,123)
State prescribed practice (incurred losses)	
Change in direct loss reserves	
State prescribed practice (investment income)	
Interest on deferred payment obligation	10,320,432
Net income, NAIC SAP	\$(136,660,691)
Statutory surplus, Illinois basis	\$ 225,930,026
State prescribed practices (surplus)	
Investment income	12,377,730
Loss reserves	(403,146,962)
Deferred payment obligation	(415,657,496)
Statutory surplus, NAIC SAP	\$ (580,496,702)

b. Use of Estimates

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

c. Accounting Policies

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established for annual and single premium production to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance.

Expenses incurred in connection with servicing existing insurance business are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are carried at amortized cost using the interest method.
- (3) Common stocks are carried at market except for investments in 100% owned subsidiaries, which are carried on the equity basis.
- (4) Preferred stocks are stated in accordance with the guidance provided in SSAP No.32.
- (5) The Company owns no mortgage loans.
- (6) Loan-backed securities are carried at amortized cost using the interest method. The Company uses the prospective adjustment method to value all securities, including loan-backed securities.
- (7) The reporting entity has one subsidiary, Triad Guaranty Assurance Corporation. This subsidiary is carried on the equity basis.
- (8) The reporting entity has no ownership in joint ventures, partnerships or limited liability companies.
- (9) The Company had no call options or other derivatives written at year-end 2010 or 2009.
- (10) Anticipated investment income is not utilized as a factor in premium deficiency calculations.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from frequency and severity factors applied to each delinquent loan that the Company refers to as case reserves, and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates, and the ultimate liability may be in excess of or less than the amount provided. Effective March 31, 2009, the reserve for losses has been reduced to reflect the current anticipated cash payments until such time as the Illinois Director determines that the company can pay the DPO. Management periodically reviews the methods for making its estimates; with any adjustments reflected in the period adjustments are made.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company has no pharmaceutical rebate receivables.

2. Accounting Changes and Corrections of Errors

On April 1, 2009, the Illinois Department of Insurance issued a second corrective order to the Company effective March 31, 2009. Among other directives under this order, the Company was directed to adjust its March 31, 2009 reserves to reflect the ultimate cash settlement on existing defaults determined in accordance with Statutory Accounting Principles by the amount attributable to the deferred payment amount and record this initial entry on its statutory financial statements as an adjustment to capital and surplus. The Company recorded an increase in its capital and surplus account of \$418,496,466 as a result of compliance with this order.

3. Business Combinations and Goodwill

The Company has not entered into any business combinations and has no goodwill.

NOTES TO FINANCIAL STATEMENTS

4. Discontinued Operations

The Company has no discontinued operations.

5. Investments

- a. The Company does not have any mortgage loan investments.
- b. The Company does not have any restructured debt investments.
- c. The Company does not have any reverse mortgage investments.
- d. Loan-Backed Securities:
 - (1) The Company uses a proprietary model for loss assumptions and widely accepted models for prepayment assumptions in valuing mortgage-back and asset-backed securities with inputs from major third party data providers. It combines the effects of interest rates, volatility, and pre-payment speeds based on various scenario (Monte Carlo) simulations with credit loss analysis and resulting effective analytics (spreads, duration, convexity) and cash-flows on a monthly basis. Model assumptions are specific to asset class and collateral types and are regularly evaluated and adjusted where appropriate.
 - (2) An OTTI is recognized on any security whose market value is less than its amortized cost because the Company may not have the ability to hold the security for a period of time sufficient to recover the amortized cost basis.
 - (3) The Company does not have investments where an OTTI was recognized to the discounted cash flows because the company does not expect to recover the amortized cost basis of the investment.
 - (4) The Company does not have investments held showing Unrealized Losses - Greater and Less than 1 year.
 - (5) There are a number of factors that are considered in determining if there is not an other-than-temporary-impairment on an investment, including but not limited to, debt burden, credit ratings, sector, liquidity, financial flexibility, company management, expected earnings and cash flow stream, and economic prospects associated with the investment
- e. The Company does not have any repurchase agreement investments and/or Securities Lending Transactions.
- f. The Company does not have investments in real estate. However, the Company may, at its option, acquire real estate to mitigate losses on insured mortgages. When the Company purchases real estate to mitigate losses, the properties are listed on the Assets page under Properties Held for Sale and reported at the lower of cost or net realizable value, net of encumbrances. The Company utilizes broker purchase opinions or, if applicable, accepted sale offers to determine fair market value for the properties purchased and held for sale and periodically compares net estimated proceeds from sales with acquired cost to write down the properties to the lower of cost or net realizable value. Impairment losses resulting from net write downs are reported as a component of losses incurred on the Statement of Income as are net gains/losses from the disposal of properties held for sale. Impairment losses totaled \$147,803 in 2009, while net losses from property disposals were \$9,120 in 2009.
- g. The Company does not have investments in low-income housing tax credits.

6. Joint Ventures, Partnerships and Limited Liability Companies

The Company does not have any investments in joint ventures, partnerships or limited liability companies.

7. Investment Income

No amount of due and accrued investment income was excluded from surplus.

8. Derivative Instruments

The Company had no derivative investments at year-end 2010 or 2009.

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of the net deferred tax asset (liability) at December 31 are as follows:

		12/31/2010		
		(1)	(2)	(3) (Col 1+2)
		<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
1. a	Gross Deferred Tax Assets	\$ 157,019,074	\$ 4,871,277	\$ 161,890,351
b	Statutory Valuation Allowance Adjustment	156,155,472	4,871,277	161,026,749
c	Adjusted Gross Deferred Tax Assets	863,602	-	863,602
d	Deferred Tax Liabilities	863,602	-	863,602
e	Subtotal (Net Deferred Tax Assets)	-	-	-
f	Deferred Tax Assets Nonadmitted	-	-	-
g	Net Admitted Adjusted Deferred Tax Assets	\$ -	\$ -	\$ -
2.	The Company has elected to not admit deferred tax assets pursuant to paragraph 10.e. SSAP No. 10R, <i>Income Taxes - Revised, A Temporary Replacement of SSAP No. 10.</i>			
3.	Not applicable			
4.	Admission Calculation Components (SSAP No. 10R, paragraph 10.a, 10b., and 10.c.):			
a.	10.a.	\$ -	\$ -	\$ -
b.	10.b. (the lesser of 10.b.i and 10.b.ii below)	-	-	-
c.	10.b.i.	-	-	-
d.	10.b.ii	-	-	-
e.	10.c.	863,602	-	863,602
f.	Total (paragraph 10.a. + 10.b. + 10.c.) (4a+4b+4e)	\$ 863,602	\$ -	\$ 863,602
	Admission Calculation Components (SSAP No. 10R Paragraph 10.e.):			
g.	10.e.i.	\$ -	\$ -	\$ -
h.	10.e.ii. (the lesser of 10.e.ii.a. and 10.e.ii.b. below)	-	-	-
i.	10.e.ii.a.	-	-	-
j.	10.e.ii.b.	NA	NA	-
k.	10.e.iii.	-	-	-
l.	Total (10.e.i. + 10.e.ii. + 10.e.iii.) (4g+4h+4k)	\$ -	\$ -	\$ -
	Information used in SSAP No. 10R, paragraph 10.d.:			
m	Total Adjusted Capital	N/A	N/A	\$ -
n	Authorized Control Level			0%
5. a	SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:			
a	Admitted Deferred Tax Assets	\$ 863,602	\$ -	\$ 863,602
b	Admitted Assets			911,466,484
c	Adjusted Statutory Capital & Surplus			225,856,453
d	10% of Adjusted Statutory Capital & Surplus			22,585,645
e	15% of Adjusted Statutory Capital & Surplus			33,878,468
f	Statutory Capital & Surplus (including DTAs per 10.a., 10.b. and 10.c.)			225,930,026
g	Total Adjusted Capital from DTAs			\$ -
	Increases due to SSAP No. 10R, paragraph 10.e.			
h	Admitted Deferred Tax Assets	\$ -	\$ -	\$ -
i	Admitted Assets			-
j	Statutory Capital & Surplus			\$ -

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes (cont)

		12/31/2009		
		(4)	(5)	(6)
		<u>Ordinary</u>	<u>Capital</u>	<u>(Col 4+5)</u> <u>Total</u>
1. a	Gross Deferred Tax Assets	\$ 262,532,658	\$ 5,573,754	\$ 268,106,412
b	Statutory Valuation Allowance Adjustment	-	-	-
c	Adjusted Gross Deferred Tax Assets	262,532,658	5,573,754	268,106,412
d	Deferred Tax Liabilities	1,038,749	-	1,038,749
e	Subtotal (Net Deferred Tax Assets)	261,493,909	5,573,754	267,067,663
f	Deferred Tax Assets Nonadmitted	261,493,909	5,573,754	267,067,663
g	Net Admitted Adjusted Deferred Tax Assets	\$ -	\$ -	\$ -
2.	The Company has elected to not admit deferred tax assets pursuant to paragraph 10.e. SSAP No. 10R, <i>Income Taxes - Revised, A Temporary Replacement of SSAP No. 10.</i>			
3.	Not applicable			
4.	Admission Calculation Components (SSAP No. 10R, paragraph 10.a, 10.b., and 10.c.):			
a.	10.a.	\$ -	\$ -	\$ -
b.	10.b. (the lesser of 10.b.i and 10.b.ii below)	-	-	-
c.	10.b.i.	-	-	-
d.	10.b.ii	-	-	-
e.	10.c.	1,038,749	-	1,038,749
f.	Total (paragraph 10.a. + 10.b. + 10.c.) (4a+4b+4e)	\$ 1,038,749	\$ -	\$ 1,038,749
	Admission Calculation Components (SSAP No. 10R Paragraph 10.e.):			
g.	10.e.i.	\$ -	\$ -	\$ -
h.	10.e.ii. (the lesser of 10.e.ii.a. and 10.e.ii.b. below)	-	-	-
i.	10.e.ii.a.	-	-	-
j.	10.e.ii.b.	NA	NA	-
k.	10.e.iii.	-	-	-
l.	Total (10.e.i. + 10.e.ii. + 10.e.iii.) (4g+4h+4k)	\$ -	\$ -	\$ -
	Information used in SSAP No. 10R, paragraph 10.d.:			
m.	Total Adjusted Capital	N/A	N/A	\$ -
n.	Authorized Control Level			0%
	SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:			
5. a	Admitted Deferred Tax Assets	\$ 1,038,749	\$ -	\$ 1,038,749
b	Admitted Assets			826,982,369
c	Adjusted Statutory Capital & Surplus			122,814,126
d	10% of Adjusted Statutory Capital & Surplus			12,281,413
e	15% of Adjusted Statutory Capital & Surplus			18,422,119
f	Statutory Capital & Surplus (including DTAs per 10.a., 10.b. and 10.c.)			88,027,429
g	Total Adjusted Capital from DTAs			\$ -
	Increases due to SSAP No. 10R, paragraph 10.e.			
h	Admitted Deferred Tax Assets	\$ -	\$ -	\$ -
i	Admitted Assets			-
j	Statutory Capital & Surplus			\$ -

NOTES TO FINANCIAL STATEMENTS

9. **Income Taxes (cont)**

		Change		
		(7)	(8)	(9)
		(Col 1-4)	(Col 2-5)	(Col 7+8)
		<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
1. a	Gross Deferred Tax Assets	\$(105,513,584)	\$ (702,477)	\$ (106,216,061)
b	Statutory Valuation Allowance Adjustment	156,155,472	4,871,277	161,026,749
c	Adjusted Gross Deferred Tax Assets	(261,669,056)	(5,573,754)	(267,242,810)
d	Deferred Tax Liabilities	(175,147)	-	(175,147)
e	Subtotal (Net Deferred Tax Assets)	(261,493,909)	(5,573,754)	(267,067,663)
f	Deferred Tax Assets Nonadmitted	(261,493,909)	(5,573,754)	(267,067,663)
g	Net Admitted Adjusted Deferred Tax Assets	\$ -	\$ -	\$ -
2.	The Company has elected to not admit deferred tax assets pursuant to paragraph 10.e. SSAP No. 10R, <i>Income Taxes - Revised, A Temporary Replacement of SSAP No. 10.</i>			
3.	Not applicable			
4.	Admission Calculation Components (SSAP No. 10R, paragraph 10.a, 10b., and 10.c.):			
a.	10.a.	\$ -	\$ -	\$ -
b.	10.b. (the lesser of 10.b.i and 10.b.ii below)	-	-	-
c.	10.b.i.	-	-	-
d.	10.b.ii	-	-	-
e.	10.c.	(175,147)	-	(175,147)
f.	Total (paragraph 10.a. + 10.b. + 10.c.) (4a+4b+4e)	\$ (175,147)	\$ -	\$ (175,147)
	Admission Calculation Components (SSAP No. 10R Paragraph 10.e.):			
g.	10.e.i.	\$ -	\$ -	\$ -
h.	10.e.ii. (the lesser of 10.e.ii.a. and 10.e.ii.b. below)	-	-	-
i.	10.e.ii.a.	-	-	-
j.	10.e.ii.b.	NA	NA	-
k.	10.e.iii.	-	-	-
l.	Total (10.e.i. + 10.e.ii. + 10.e.iii.) (4g+4h+4k)	\$ -	\$ -	\$ -
	Information used in SSAP No. 10R, paragraph 10.d.:			
m	Total Adjusted Capital	N/A	N/A	\$ -
n	Authorized Control Level			-
	SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:			
5. a	Admitted Deferred Tax Assets	\$ (175,147)	\$ -	\$ (175,147)
b	Admitted Assets			84,484,115
c	Adjusted Statutory Capital & Surplus			103,042,327
d	10% of Adjusted Statutory Capital & Surplus			10,304,233
e	15% of Adjusted Statutory Capital & Surplus			15,456,349
f	Statutory Capital & Surplus (including DTAs per 10.a., 10.b. and 10.c.)			137,902,597
g	Total Adjusted Capital from DTAs			\$ -
	Increases due to SSAP No. 10R, paragraph 10.e.			
h	Admitted Deferred Tax Assets	\$ -	\$ -	\$ -
i	Admitted Assets			-
j	Statutory Capital & Surplus			\$ -

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes (cont)

6. The company does not have any tax planning strategies related to the admission of DTAs under SSAP 10.

B.. The company has no deferred tax liabilities not recognized as described in FAS 109 paragraph 31.

C. The significant components of income taxes incurred and the changes in deferred tax assets and liabilities are:

	(1)	(2)	(3)	
	12/31/2010	12/31/2009	(Col 1-2) Change	
Current Income Tax				
1. 1a	Federal	\$ -	\$ (2,793,643)	\$ 2,793,643
1b	Foreign	-	-	-
1c	Subtotal	-	(2,793,643)	2,793,643
1d	Federal Income Tax on Net Capital Gains	-	-	-
1e	Utilization of Capital Loss Carryforwards	-	-	-
1f	Other	-	-	-
1f	Federal and Foreign Income Taxes Incurred	\$ -	\$ (2,793,643)	\$ 2,793,643
Deferred Tax Assets:				
2. 1a	Ordinary:			
1a1	Discounting of Unpaid Losses	\$ 8,475,695	\$ 8,903,006	\$ (427,311)
1a	Unearned Premium Reserve	1,926,949	899,903	1,027,046
1a3	Investments	-	315,000	(315,000)
1a4	Deferred Acquisition Costs	-	-	-
1a5	Policyholder Dividends Accrual	-	-	-
1a6	Fixed Assets	615,517	756,756	(141,239)
1a7	Compensation & Benefits Accrual	270,184	195,833	74,351
1a8	Pension Accrual	-	-	-
1a9	Receivables - Nonadmitted	-	-	-
1a10	Net Operating Loss Carryforward	143,944,095	103,468,980	40,475,115
1a11	Tax Credit Carryforward	-	-	-
1a1	Deferred Payment Obligation	-	146,473,763	(146,473,763)
1a13	Contract underwriting remedies	1,706,250	690,781	1,015,469
1a15	Other	4,951,661	828,636	4,123,025
1a99	Subtotal	161,890,351	262,532,658	(100,642,307)
1b	Statutory Valuation Allowance Adjustment	161,026,749	-	(161,026,749)
1c	Nonadmitted	-	261,493,909	261,493,909
1d	Admitted Ordinary Deferred Tax Assets	863,602	1,038,749	(175,147)
1e	Capital:			
1 e1	Investments	4,871,277	5,573,754	(702,477)
1 e7	Other	-	-	-
1d99	Subtotal	4,871,277	5,573,754	(702,477)
1f	Statutory Valuation Allowance Adjustment	4,871,277	-	4,871,277
1g	Nonadmitted	-	5,573,754	(5,573,754)
1h	Admitted Capital Deferred Tax Assets (2.1d99 - 2.1f - 2.1g)	-	-	-
1i	Admitted Deferred Tax Assets (2.1d + 2.1h)	\$ 863,602	\$ 1,038,749	\$ (175,147)
Deferred Tax Liabilities:				
2a	Ordinary:			
2a1	Investments	\$ -	\$ -	\$ -
2a2	Fixed Assets	683,143	841,792	(158,649)
2a3	Deferred and Uncollected Premium	-	-	-
2a4	Prepaid Expenses	180,459	196,957	(16,498)
2a7	Other	-	-	-
2a99	Subtotal	863,602	1,038,749	(175,147)
2b	Capital:			
2b1	Investments	-	-	-
2b99	Subtotal	-	-	-
2c	Deferred Tax Liabilities (2.2a99 + 2.2b99)	863,602	1,038,749	(175,147)
3a	Net Admitted Deferred Tax Assets/Liabilities (2.1i - 2.2c)	\$ -	\$ -	\$ -

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes (cont)

D. Among the more significant book to tax adjustments were the following

	<u>Tax effect</u>	Effective Tax Rate
Provision computed at statutory rate	\$ (51,443,393)	35.00%
Tax exempt income deduction	(1,467,377)	2.85%
NOL Carryforward	44,924,916	-87.33%
Use of NOL in consolidation	8,467,026	-16.46%
Other	(481,172)	0.94%
Total	<u>\$ -</u>	0.00%

E. (1) The Company has an operating loss carry forward of \$411,268,843 million to offset future net income subject to income taxes expiring as follows:

<u>Tax Year</u>	<u>Amount</u>	<u>Expires in</u>
2008	\$ 187,534,631	2028
2009	95,377,311	2029
2010	128,356,901	2030
	<u>\$ 411,268,843</u>	

(2) The Company does not have any income taxes incurred in the current or preceding year that are available for recoupment in the event of future net losses. During 2009, the Company filed to recover approximate \$11.7 million of income taxes paid relating to tax years 2006, 2007, and 2008.

(3) The Company does not have any tax deposits under Section 6603.

F. (1) The Company's federal income tax return is consolidated with the following entities:

Triad Guaranty Inc. (parent company)
Triad Guaranty Assurance Corporation (wholly owned subsidiary)

(2) Under a written agreement, the Company pays to or receives from the parent that percentage of the total tax liability or refund that the tax, if computed on a separate return, would bear to the total amount of the taxes if computed for each separately.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

- a.) The Company is a subsidiary of Triad Guaranty Inc., an insurance holding company. The Company has one mortgage insurance subsidiary, Triad Guaranty Assurance Corporation, and owns 100 percent of the shares of the company. Collateral Holdings Ltd. (CHL), a mortgage banking and real estate lending firm, owns approximately 17% of Triad Guaranty Inc., the Company's parent. CHL and its subsidiaries are considered to be affiliated companies in terms of definitions of SSAP No. 25. Triad Re Insurance Corporation, a wholly-owned sponsored captive reinsurance company was organized as a subsidiary of the Company under the insurance laws of the state of Vermont in November 1999. During 2009, the only participating reinsurer in Triad Re commuted its captive reinsurance agreement. As a result, Triad Re was liquidated in the fourth quarter of 2009.
- b.) The Company issued a \$25,000,000 surplus debenture to its parent, Triad Guaranty Inc., on January 29, 1998 (see Note 13, paragraph 11).
- c.) The Company had no transactions with any affiliates other than for reinsurance and cost allocation transactions.
- d.) The Company cannot recognize any interest payable on the surplus note until the Department of Insurance in Illinois, the Company's domiciliary state, authorizes interest payments. The Company was issued a corrective order from the Illinois Department of Insurance that prohibits the payment of interest. There were no other material amounts due from or to related parties as of the balance sheet dates presented other than for reinsurance transactions in the normal course of business.
- e.) The Company has not made any guarantees or undertakings for the benefit of its parent, or any affiliates or subsidiaries that result in a material contingent exposure of the Company's or any related party's assets or liabilities.
- f.) There is a capital management agreement between the Company and its parent, Triad Guaranty Inc., to provide capital raising and strategic planning services in which the Company will reimburse its parent for specific costs incurred on behalf of the Company. Amounts reimbursed are subject to approval by the Illinois Department of Insurance under the first corrective order. Amounts incurred for reimbursement to the parent company under the capital management agreement totaled \$1,494,081 and \$2,248,386 in 2010 and 2009, respectively which included Directors fees, D&O insurance coverage, legal fees, and consulting fees among others.
- g.) All outstanding shares of the Company are owned by the parent company, Triad Guaranty Inc., an insurance holding company domiciled in the State of Delaware.
- h.) The Company does not own any shares of an upstream intermediate or ultimate parent, either directly or indirectly via a downstream subsidiary, controlled or affiliated entity (SCA).
- i.) The Company does not have any investments in an SCA that exceeds 10% of admitted assets.
- j.) The Company recognized an impairment write down for its investments in Triad Re Insurance Corporation of \$204,284 in the first quarter of 2009. Triad Re was dissolved in the fourth quarter of 2009.
- k.) The Company does not have any investments in a foreign insurance subsidiary.
- l.) The Company does not have any investment in a downstream noninsurance holding company.

NOTES TO FINANCIAL STATEMENTS

11. Debt

- a.) The Company does not have any capital notes or other debt obligations other than the surplus note described in Note 13 (11) below.
- b.) The Company does not have any agreements with the Federal Home Loan Bank (FHLB).

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

The Company has no defined benefit retirement plan or postretirement benefit plan. The Company does have a defined contribution 401(k) Plan. Under this plan, employees can elect to defer a portion of their wages with the Company matching a percentage of the employee deferral. Company matching in 2010 was 100% of the first 3% of employee deferrals to the 401(k) plan and 50% of the next 2% of employee deferrals. The total amount employees were allowed to defer in 2010 in the 401(k) plan was \$16,500, except for employees 50 or older who could defer an additional \$5,500. The Company's match in 2010 and 2009 was \$262,841 and \$451,271, respectively.

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

- (1) The Company has 1,000,000 shares of common stock authorized, with 350,000 shares issued and outstanding as of December 31, 2010. The shares have a par value of \$10 per share.
- (2) The Company has no preferred stock outstanding.
- (3) Section 27 of the Illinois Insurance code ("the Code") permits dividends to be paid only out of earned surplus. In addition, Section 131.20a requires prior approval of extraordinary dividends. An extraordinary dividend is defined as any dividend or distribution of cash or other property whose fair market value, together with that of other dividends or distributions made within a period of twelve consecutive months, exceeds the greater of (a) 10 percent of the Company's policyholders' surplus or (b) the Company's net income for the calendar year preceding the date of the dividend. Section 31.16 requires that the Company notify the Director of the Illinois Department of Insurance within 5 business days after any dividend is declared. In addition to these statutory limitations on dividends, Section 202.30(b)(10) of the Regulations provides that a mortgage guaranty insurer may not declare any dividends except from undivided profits remaining on hand over and above the amount of its policyholder reserve. The amount of the required policyholder reserve is determined pursuant to the procedures contained in Section 202.30(b)(7) of the Regulations.
- (4) Capital restriction requirements by the Illinois Department of Insurance currently prohibit the Company from making any dividend payments.
- (5) In August 2008, the Company entered into a corrective order with the Illinois Department of Insurance as part of the Company's run-off plan. The corrective order prohibits dividend payments to the Company's parent, Triad Guaranty Inc., as well as interest and principal payments on the Company's \$25 million surplus note without prior approval of the Illinois Department of Insurance. In addition, the corrective order prohibits the Company from making any payments or entering into any transaction that transfers assets to or liabilities from affiliated parties or from entering into certain transactions with unaffiliated parties without approval from the Illinois Department of Insurance.
- (6) Restrictions have been placed on the unassigned surplus funds by the Illinois Department of Insurance (see Note 13. (5) above).
- (7) The Company is not a mutual or similarly organized company.
- (8) The Company held no shares of stock for special purposes.
- (9) There were no changes in the balances of any special surplus funds from the prior period.
- (10) The portion of unassigned funds (surplus) represented by cumulative unrealized gains and losses was \$5,143,006.
- (11) The Company has the following Surplus Note:

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Date Issued	Interest Rate	Par Value (Face Amount of Note)	Carrying Value of Note Outstanding	Interest Paid Current Year	Total Interest Paid	Unapproved Interest	Date of Maturity
	January 29, 1998	8.90%	\$25,000,000	\$25,000,000	\$0	\$22,138,765	6,675,000	January 10, 2028

The surplus note was issued to the parent company. Payment of interest on the surplus note may be made only with the prior approval of the Director of the Illinois Department of Insurance.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations (Cont.)

- (12) The Company has had no quasi-reorganizations.
- (13) The Company has had no quasi-reorganizations.

14. Contingencies

- a. The Company does not have any contingent commitments.
- b. The Company has not received any assessments.
- c. The Company did not have any gain contingencies.
- d. The Company has no claims related extra contractual obligations and bad faith losses stemming from lawsuits.
- e. Various lawsuits have been filed against the Company in the ordinary course of the Company's business. Contingent liabilities, if any, arising from such litigation are not considered material in relation to the financial position of the Company. The Company does not have any assets it considers to be other than temporarily impaired.

15. Leases

A. Lessee Operating Lease

- (1) The Company leases office facilities and office equipment under various operating lease agreements. Rental expense for all leases totaled approximately \$410,829 and \$653,096 in 2010 and 2009, respectively.

NOTES TO FINANCIAL STATEMENTS

15. Leases (cont)

(2) Future minimum payments under noncancelable operating leases at December 31, 2010 are as follows:

Year ending December 31:	
2011	1,335,439
2012	1,238,597
Thereafter	<u> -</u>
	2,574,036

(3) The Company is not involved in any material sales-leaseback transactions.

B. Lessor Lease

(1) The Company subleases a portion of its office facilities.

(2) Future minimum payments receivable under noncancelable leasing arrangements as of December 31, 2010 are as follows:

Year ending December 31:	
2011	412,970
2012	382,538
Thereafter	<u> -</u>
	795,508

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

The Company has no financial instruments with off-balance sheet risk or with concentrations of credit risk.

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

The Company did not have any transfers of receivables reported as sales, transfer and servicing of financial assets, or wash sales.

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

The Company has no insured accident and health plans.

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

The Company does not operate under Managing General Agents/Third Party Administrators.

20. Fair Value Measurements

A. The Company did not have any assets measured at fair value on a recurring basis.

B. The Company had the following assets measured at fair value on a nonrecurring basis:

(1) The fair value hierarchy that prioritizes the inputs to valuation methods used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1: Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2: Quoted prices in markets that are not active, or inputs that are observable either directly or indirectly, for substantially the full term of the asset or liability.

Level 3: Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (i.e., supported with little or no market activity).

Fair Value at Reporting Date Using

<i>(dollars in thousands)</i>	Fair Value at Reporting Date Using			
	December 31, 2010	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets				
Bonds	\$ 176,785	\$ -	\$ 176,612	\$ 173
Other	-	-	-	-
Total	\$ 176,785	\$ -	\$ 176,612	\$ 173

(2) Investments that are required to be carried at fair value are measured based on assumptions used by market participants in pricing the security. The most appropriate valuation methodology is selected based on the specific characteristics of the fixed maturity or equity security, and the Company consistently applies the valuation methodology to measure the security's fair value. Fair value measurement is based on a market approach, which utilizes prices and other relevant information generated by market transactions involving identical or comparable securities. Sources of inputs to the market approach include third-party pricing services, independent broker quotations or pricing matrices. Observable and unobservable inputs are used in the Company's valuation methodologies. Observable inputs include benchmark yields, reported trades, broker-dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data. In addition, market indicators, industry and economic events are monitored and further market data is acquired if certain triggers are met. For certain security types, additional inputs may be used, or some of the inputs described above may not be applicable. For broker-quoted only securities, quotes from market makers or broker-dealers are obtained from sources recognized to be market participants. In order to validate the pricing information and broker-dealer quotes, the Company relies on, where possible, procedures that include comparisons with similar observable positions, comparisons with subsequent sales, discussions with senior business leaders and brokers and observations of general market movements for those security classes. For those securities trading in less liquid or illiquid markets with limited or no pricing information, unobservable inputs are used in order to measure the fair value of these securities. In cases where this information is not available, such as for privately placed securities, fair value is estimated using an internal pricing matrix. This matrix relies on judgment concerning the discount rate used in calculating expected future cash flows, credit quality, industry sector performance and expected maturity.

(3) Prices received from third parties are not adjusted; however, the third parties' valuation methodologies and related inputs are analyzed and additional evaluations are performed to determine the appropriate level within the fair value hierarchy.

The observable and unobservable inputs to the Company's valuation methodologies are based on a set of standard inputs that are generally used to evaluate all of our available-for-sale securities. The standard inputs used are benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data. Depending on the type of security or the daily market activity, standard inputs may be prioritized differently or may not be available for all available-for-sale securities on any given day.

NOTES TO FINANCIAL STATEMENTS

21. Other Items

- A. The Company does not have any Extraordinary Items.
- B. The Company does not have any Troubled Debt Restructuring: Debtors.
- C. The Company does not have any Other Disclosures.
- D. The Company has no Uncollectible Assets.
- E. The Company has no Business Interruption Insurance Recoveries.
- F. The Company has no State Transferable Tax Credits.
- G. Subprime Mortgage Related Risk Exposure.

Subprime Mortgage Exposures

This disclosure is provided pursuant to Note 20 to SSAP No. 1-Disclosure of Accounting Policies, Risks and Uncertainties, and Other Disclosures ("SSAP No. 1") adopted on December 2, 2007. This disclosure relates specifically to "subprime mortgage" related risk exposure and related risk management practices of Triad Guaranty Insurance Corporation (the "Company"), which is a direct writer of private mortgage guaranty insurance coverage on residential mortgage loans in the United States.

For purposes of this disclosure, the Company defines the credit quality of its portfolio primarily based upon FICO or credit scores. The Company has four different classifications of credit quality of the loans that we insure: 1) subprime, 2) A-minus, 3) Alt-A, and 4) prime. Subprime is defined as FICO scores less than 575. A-minus is defined as FICO scores greater than or equal to 575 and less than or equal to 619. Alt-A is defined as loans with FICO scores equal to or greater than 620 written with reduced or no documentation. Prime loans are all loans that are not subprime, A-minus or Alt-A. At December 31, 2010, the Company had the following insurance in force amounts and percentages based on the credit classifications described above.

Credit Quality Classification	Insurance In Force (in Millions)	Percentage
Prime	\$26,281	67.1%
Alt-A	11,658	29.8%
A-Minus	1,051	2.7%
Subprime	147	0.4%
Total	\$39,137	100.0%

In addition to the different classifications of the insurance portfolio based upon credit quality noted above, the Company has identified other characteristics that include increased risk. Examples of these increased risk characteristics would include loans that have the potential for negative amortization (eg. pay option arms), loans with a LTV ratio greater than 95%, and loans made on second homes and condominiums.

2. Direct Exposure – Mortgage Loans

The Company has no direct exposure to mortgage loans except as described in 1. above as a private mortgage guaranty insurance provider.

3. Direct Exposure – Other Investment Classes (Securities Investments)

<i>(000)Thousand's</i>	Actual Cost	Book/Adjusted Carrying Value	Fair Value	OTTI Losses Recognized
Residential mortgage-backed securities	64,898	64,570	67,607	328
Commercial mortgage-backed securities	21,959	21,954	21,956	5
Government sponsored entities	17,935	17,890	18,151	45
Total	104,792	104,414	107,714	378

The Company has a significant investment in an affiliated insurer. The investment, Triad Guaranty Assurance Corporation, is a domestic mortgage guaranty reinsurer that does not participate in mortgage lending and whose subprime exposure should not have a significant effect on the investment.

4. Underwriting Risk on Mortgage Guaranty Insurance Policies Issued by the Company

The Company's private mortgage guaranty insurance business faces significant direct and indirect exposure to subprime mortgage risk. If the homeowner defaults, private mortgage insurance reduces and, in some instances, eliminates the loss to the insured lending institution. The Company has direct exposure in providing mortgage insurance coverage on subprime mortgage loans, and it has indirect exposure to the extent its insurance on other mortgage loans is affected by conditions in the housing and mortgage markets that result from the performance of subprime mortgages, whether or not insured under mortgage insurance coverage.

The Company is operating in run-off and is no longer issuing mortgage insurance policies.

- (a) The Company believes that mortgage credit risk was materially affected by the following underwriting factors:
 1. the borrower's credit strength, including the borrower's credit history, debt-to-income ratios, and cash reserves; and
 2. the loan product, which includes the ratio of the original principal balance of the loan to the value of the property at origination (the "LTV"), the type of loan instrument (including whether the instrument provides for fixed or variable payments and the amortization schedule), the type of property, the purpose of the loan, and the borrower's documentation for the loan.

Excluding other factors, claim incidence increases for loans with lower FICO credit scores compared to loans with higher FICO credit scores; for reduced documentation loans compared to loans with full underwriting documentation; for loans with higher LTV ratios compared to loans with lower LTV ratios; for adjustable rate mortgage loans during a prolonged period of rising interest rates compared to fixed rate loans in such a rate environment; for loans that permit the deferral of principal amortization compared to loans that require principal amortization with each monthly payment; for loans in which the original loan amount exceeds the conforming loan limit compared to loans below such limit; and for cash out refinance loans compared to rate and term refinance loans.

There are also other types of loan characteristics relating to the individual loan or borrower which affect the risk potential for a loan, including the origination practices of the lender and the condition of the housing market in the area in which the property is located. The presence of a number of higher-risk characteristics in a loan materially increases the likelihood of a claim on such a loan unless there are other characteristics to lower the risk.

- (b) The Company's premium rates vary, not only on the basis of the level of coverage provided, but also on the perceived risk of a claim on the insured loan and, thus, take into account the LTV, the loan type (fixed payment versus non-fixed payment) and mortgage term, the location of the borrower's credit score within a range of credit scores, and whether the loan is a reduced documentation loan.

NOTES TO FINANCIAL STATEMENTS

21. Other Items (Cont.)

The Company charges higher premium rates to reflect the increased risk of claim incidence that it perceives is associated with certain types of loans, although not all higher risk characteristics are reflected in the premium rate. There can be no assurance that the Company's premium rates adequately reflect the increased risk, particularly in a period of economic recession or decline in housing values.

To recognize the liability for unpaid losses related to outstanding reported defaults (known as the "default inventory"), the Company, similar to other private mortgage guaranty insurers, establishes loss reserves, representing the estimated percentage of defaults which will ultimately result in a claim (known as the "claim rate") and the estimated severity of the claims which will arise from the defaults included in the default inventory (known as the "severity rate"). In accordance with industry accounting practices, the Company does not establish loss reserves for future claims on insured loans which are not currently in default.

The Company also establishes reserves to provide for the estimated costs of settling claims, including legal and other fees, and general expenses of administering the claims settlement process ("loss adjustment expenses"), and for losses and loss adjustment expenses from defaults which have occurred, but which have not yet been reported to the Company ("IBNR").

The Company's reserving process is based upon the assumption that past experience provides a reasonable basis for estimating future events. However, estimation of loss reserves is inherently judgmental. Conditions that have affected the development of the loss reserves in the past may not necessarily affect development patterns in the future, in either a similar manner or degree.

SSAP No. 1 requires disclosures illustrating exposure related to the subprime mortgage sector and specifically requires disclosure of the related losses paid, losses incurred, case reserves, and IBNR reserves for subprime loans for the current year. The Company's reserving process is not designed to segregate prime loan reserves from subprime loan reserves, as defined in this disclosure. However, the Company does capture losses paid for subprime loans.

To provide reserve and incurred information required by SSAP No. 1, the Company has calculated subprime related case and IBNR reserves for its primary insurance, using the proportionate number of subprime default inventory compared to the total number of default inventory and multiplied that factor by the Company's total case and IBNR reserves, to arrive at subprime case and IBNR reserves as shown in the tables below. The information shown below is on a direct basis and does not reflect amounts ceded to reinsurers.

The total gross reserves based upon the credit classifications of TGIC as of December 31, 2010 were as follows:

	<u>(in millions)</u>	<u>As a % of total</u>
Prime	\$ 638	53.4%
Alt-A	512	42.8%
A-Minus	40	3.3%
Subprime (A)	<u>7</u>	<u>0.5%</u>
Total	\$1,197	100%

Losses and reserves related as of December 31, 2010 were as follows:

<u>(in millions)</u>	<u>Total</u>	<u>Subprime</u>	<u>Subprime as a % of total</u>
Losses paid	\$ 607	\$4	0.7%
Incurred losses	1,804	11	1.2%
Case reserves	1,197	7	0.5%
IBNR reserves	0	0	0.0%

(A) For purposes of this disclosure, a "subprime mortgage" is defined as a mortgage loan with a FICO credit score below 575. IBNR reserves include unallocated LAE based on direct case reserves.

22. Events Subsequent

The Company is unaware of any subsequent event that would have a material effect on its financial condition. The lawsuits referenced in Contingencies (Note 14e) above are ongoing and subject to continuing review of materiality.

23. Reinsurance

- a. The Company has unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with the following individual reinsurers, authorized and unauthorized, that exceeds 3% of the Company's policyholder surplus. (amounts in thousands)

Fed ID	NAIC	Name	Aggregate
Number	Group Code		Amount
56-1905825	10217	Triad Guaranty Assurance Corp.	8,842

- b. The Company does not have any reinsurance recoverable in dispute.

- c. Reinsurance assumed and ceded

(1) Maximum amount of return commissions due reinsurers as of December 31, 2010:

	Assumed		Ceded		Net	
	Reinsurance		Reinsurance			
	(1)	(2)	(3)	(4)	(5)	(6)
	Premium	Commission	Premium	Commission	Premium	Commission
	<u>Reserve</u>	<u>Equity</u>	<u>Reserve</u>	<u>Equity</u>	<u>Reserve</u>	<u>Equity</u>
a) Affiliates	-	-	\$ 50,425	\$15,128	\$ (50,425)	\$ (15,128)
b) All others	\$241	\$52	27,848	538	(27,607)	(486)
c) Total	\$241	\$52	78,273	15,666	(78,032)	(15,614)

d) Direct unearned premium reserve: \$9,057,174

(2) The Company has no additional or return commissions predicated on loss experience or other types of profit sharing arrangements.

(3) The Company has no protected cells.

NOTES TO FINANCIAL STATEMENTS

23. Reinsurance (cont)

d. The Company has written off in the current year reinsurance balances due from the companies listed below of \$3,953,097, which is reflected as:

(1) Losses incurred	\$ -	
(2) Loss adjustment expenses incurred	\$ -	
(3) Premiums earned	\$ -	
(4) Other	\$ -	
(5) Company		Amount
Bank of America	\$ 843,322	
Cross Country Insurance Co.	\$ 280,690	
DRH FS Mortgage Re. LTD	\$2,747,078	
UGMP Reinsurance LTD.	\$ 82,007	

e. The Company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

(1) Losses incurred	\$ -	
(2) Loss adjustment expenses incurred	\$ -	
(3) Premiums earned	\$ -	
(4) Other	\$ -	
(5) Company		Amount
Balboa Reinsurance Co.	\$142,407,618	
North Star Mortgage Reinsurance Co.	\$ 46,249,257	
WTC Reinsurance LTD	\$ 757,768	
SBMC Reinsurance Limited	\$ 187,285	

f. The Company does not have any retroactive reinsurance agreements.

g. The Company does not have any reinsurance agreements accounted for as deposits.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

The Company does not have any retrospective rated contracts or contracts subject to redetermination.

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2010 were \$565,786,910. As of December 31, 2010 \$309,522,739.61 has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$309,873,563 as a result of re-estimation of unpaid losses and loss adjustment expenses adjusted for paid claims during 2009 relating to 2008 and prior. Therefore, there has been a \$31,479,001 unfavorable prior-year development since December 31, 2009 to December 31, 2010. Reserves are established using estimated claims rates (frequency) and claim amounts (severity) to estimate ultimate losses. Management periodically reviews the loss reserve process and refines its methodology as appropriate. The reserving process gives effect to current economic conditions and profiles delinquencies by such factors as policy year, originations within bulk and flow channels, and the number of months a policy has been in default. The Company does not adjust premiums based on claim activity.

26. Intercompany Pooling Arrangements

The Company has no intercompany pooling arrangements.

27. Structured Settlements

The Company has no structured settlements.

28. Health Care Receivables

The Company has no health care receivables.

29. Participating Policies

The Company has no participating policies.

30. Premium Deficiency Reserves

The Company has no premium deficiency reserves.

31. High Deductibles

The Company had no reserve credit recorded for high deductibles on unpaid claims.

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

The Company does not discount unpaid losses or unpaid loss adjustment expenses.

33. Asbestos/Environmental Reserves

The Company has no known potential exposure to asbestos and/or environmental claims.

34. Subscriber Savings Accounts

The Company has no subscriber savings accounts.

35. Multiple Peril Crop Insurance

The Company has no multiple peril crop insurance exposure.

36. Financial Guaranty Insurance

The Company has no financial guaranty insurance exposure.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] N/A []
- 1.3 State Regulating?..... Illinois.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2007
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2007
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).06/03/2009
- 3.4 By what department or departments? Illinois Department of Insurance.....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
 - 4.11 sales of new business? Yes [] No [X]
 - 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
 - 4.21 sales of new business? Yes [] No [X]
 - 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [X] No []
- 6.2 If yes, give full information The Company's insurance license has been suspended by Alaska, Arkansas, Florida (also expired), Oklahoma, Tennessee, and West Virginia while the Company is in runoff.
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
 - 7.21 State the percentage of foreign control
 - 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....
.....
.....
.....
.....

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?.....
Ernst & Young, LLP 202 Centreport Drive, Suite 200, Greensboro, NC 27409.....
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:.....
- 10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Reporting Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:.....
- 10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.6 If the response to 10.5 is yes, provide information related to this exemption:.....
- 10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.8 If the response to 10.7 is no or n/a, please explain:.....
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?.....
Jonathan M. Guy, FCAS, MAAA, Triad Guaranty Insurance Corporation, 101 S. Stratford Rd., Winston Salem, NC 27104, VP Lead Actuary.
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?..... Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved.....
- 12.13 Total book/adjusted carrying value..... \$.....
- 12.2 If yes, provide explanation.....
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:.....
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).....

GENERAL INTERROGATORIES

BOARD OF DIRECTORS

- 15. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
- 16. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
- 17. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

- 18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 - 19.11 To directors or other officers \$.....
 - 19.12 To stockholders not officers .. \$.....
 - 19.13 Trustees, supreme or grand (Fraternal only) \$.....
- 19.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
 - 19.21 To directors or other officers .. \$.....
 - 19.22 To stockholders not officers ... \$.....
 - 19.23 Trustees, supreme or grand (Fraternal only) \$.....
- 20.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 20.2 If yes, state the amount thereof at December 31 of the current year:
 - 20.21 Rented from others \$.....
 - 20.22 Borrowed from others \$.....
 - 20.23 Leased from others \$.....
 - 20.24 Other \$.....
- 21.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 21.2 If answer is yes:
 - 21.21 Amount paid as losses or risk adjustment \$.....
 - 21.22 Amount paid as expenses \$.....
 - 21.23 Other amounts paid \$.....
- 22.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....

INVESTMENT

- 23.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 23.3)..... Yes [X] No []
- 23.2 If no, give full and complete information, relating thereto
- 23.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 23.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?..... Yes [] No [] NA [X]
- 23.5 If answer to 23.4 is yes, report amount of collateral for conforming programs. \$.....
- 23.6 If answer to 23.4 is no, report amount of collateral for other programs. \$.....
- 23.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?..... Yes [] No [] NA [X]
- 23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?..... Yes [] No [] NA [X]
- 23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?..... Yes [] No [] NA [X]

GENERAL INTERROGATORIES

24.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 20.1 and 23.3). Yes [] No [X]

24.2 If yes, state the amount thereof at December 31 of the current year:

	24.21 Subject to repurchase agreements	\$.....
	24.22 Subject to reverse repurchase agreements	\$.....
	24.23 Subject to dollar repurchase agreements	\$.....
	24.24 Subject to reverse dollar repurchase agreements	\$.....
	24.25 Pledged as collateral	\$.....
	24.26 Placed under option agreements	\$.....
	24.27 Letter stock or securities restricted as to sale	\$.....
	24.28 On deposit with state or other regulatory body	\$.....
	24.29 Other	\$.....

24.3 For category (24.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

25.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
If no, attach a description with this statement.

26.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

26.2 If yes, state the amount thereof at December 31 of the current year. \$.....

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

27.01 For agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian’s Address
Bank of America.....	540 W. Madison St., Chicago, IL 60661.....

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

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

27.03 Have there been any changes, including name changes, in the custodian(s) identified in 27.01 during the current year? Yes [] No [X]

27.04 If yes, give full and complete information relating thereto:

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address
DTC ABA: 107423.....	Conning Inc.....	One Financial Plaza, Hartford, CT 06103.....

GENERAL INTERROGATORIES

28.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [] No [X]

28.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....
.....
.....
28.2999 TOTAL		

28.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....
.....
.....

29. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
29.1 Bonds.....	805,818,286	838,147,319	32,329,033
29.2 Preferred Stocks.....			
29.3 Totals	805,818,286	838,147,319	32,329,033

29.4 Describe the sources or methods utilized in determining the fair values:.....
Fair values were obtained from a widely accepted securities pricing provider.....

30.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?..... Yes [X] No []

30.2 If the answer to 30.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?..... Yes [] No [X]

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:.....
Prices are obtained from the dealers/market makers for these securities. These prices are non-binding but represent the best estimate of fair value per market conditions.....

31.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed?..... Yes [X] No []

31.2 If no, list exceptions:.....

GENERAL INTERROGATORIES

OTHER

- 32.1 Amount of payments to Trade associations, service organizations and statistical or rating bureaus, if any? \$2,864
- 32.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
American Academy of Actuaries.....	\$.....1,045

- 33.1 Amount of payments for legal expenses, if any? \$752,202
- 33.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Womble Carlyle Sandridge & Rice.....	\$.....593,460

- 34.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$
- 34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....	\$.....
.....	\$.....
.....	\$.....

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
 1.2 If yes, indicate premium earned on U. S. business only \$
 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.3.1 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$

1.6 Individual policies:

Most current three years:

1.6.1 Total premium earned \$
 1.6.2 Total incurred claims \$
 1.6.3 Number of covered lives

All years prior to most current three years:

1.6.4 Total premium earned \$
 1.6.5 Total incurred claims \$
 1.6.6 Number of covered lives

1.7 Group policies:

Most current three years:

1.7.1 Total premium earned \$
 1.7.2 Total incurred claims \$
 1.7.3 Number of covered lives

All years prior to most current three years:

1.7.4 Total premium earned \$
 1.7.5 Total incurred claims \$
 1.7.6 Number of covered lives

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$	\$	\$
2.2	Premium Denominator	\$200,336,881	\$	\$189,205,787
2.3	Premium Ratio (2.1/2.2)	.....	.....	.....
2.4	Reserve Numerator	\$	\$	\$
2.5	Reserve Denominator	\$590,583,747	\$	\$621,529,753
2.6	Reserve Ratio (2.4/2.5)	.....	.....	.....

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

3.2.1 Participating policies \$
 3.2.2 Non-participating policies \$

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies?..... Yes [] No []
 4.2 Does the reporting entity issue non-assessable policies?..... Yes [] No []
 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?..... %
 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents?..... Yes [] No []
 5.2 If yes, is the commission paid:
 5.2.1 Out of Attorney's-in-fact compensation..... Yes [] No [] NA []
 5.2.2 As a direct expense of the Exchange..... Yes [] No [] NA []

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?..... Yes [] No []

5.5 If yes, give full information

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss.....
 The Company does not issue workers' compensation contracts.....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:
 Management estimates loss reserves based on factors including policy year, origination channels, default length, and economic conditions. Frequency and severity assumptions are reviewed regularly. Loss exposures are on individual mortgage loans and are limited by the coverage percent.....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?.....
 We have a limited amount of captive reinsurance and no catastrophic coverage currently in force.....
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?..... Yes [] No [X]
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.....
 We have a limited amount of captive reinsurance and no catastrophic coverage currently in force.....
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?..... Yes [] No [X]
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes [] No []
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?..... Yes [X] No []
- 8.2 If yes, give full information
 We commuted several captive reinsurance agreements in 2010 by taking all of the assets in trust and terminating their agreements.....
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes [] No [X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [] No [X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No [X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or, Yes [] No [X]
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [] No [X]
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [] No [X]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [] NA []

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force:..... Yes [] No [X]
 11.2 If yes, give full information
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses..... \$
 12.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$
- 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?..... \$
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] NA [X]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From..... %
 12.42 To..... %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of Credit..... \$
 12.62 Collateral and other funds..... \$
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$458,325
 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.1
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract?..... Yes [] No [X]
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?..... Yes [] No []
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?..... Yes [] No []
 14.5 If the answer to 14.4 is no, please explain:
- 15.1 Has the reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
 15.2 If yes, give full information
- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
 If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$	\$	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

- 17.11 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5..... \$.....
- 17.12 Unfunded portion of Interrogatory 17.11..... \$.....
- 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 \$.....
- 17.14 Case reserves portion of Interrogatory 17.11..... \$.....
- 17.15 Incurred but not reported portion of Interrogatory 17.11..... \$.....
- 17.16 Unearned premium portion of Interrogatory 17.11..... \$.....
- 17.17 Contingent commission portion of Interrogatory 17.11..... \$.....

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

- 17.18 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5..... \$.....
- 17.19 Unfunded portion of Interrogatory 17.18..... \$.....
- 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 \$.....
- 17.21 Case reserves portion of Interrogatory 17.18..... \$.....
- 17.22 Incurred but not reported portion of Interrogatory 17.18..... \$.....
- 17.23 Unearned premium portion of Interrogatory 17.18..... \$.....
- 17.24 Contingent commission portion of Interrogatory 17.18..... \$.....

- 18.1 Do you act as a custodian for health savings accounts? Yes [] No [X]
- 18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$.....
- 18.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$.....

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2010	2 2009	3 2008	4 2007	5 2006
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	216,016,245	217,011,874	316,308,951	339,006,487	256,704,777
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	480	489	692	631	693
6. Total (Line 35)	216,016,725	217,012,363	316,309,643	339,007,118	256,705,470
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	197,519,899	185,717,454	236,571,394	277,877,408	207,971,062
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	480	489	692	631	693
12. Total (Line 35)	197,520,379	185,717,943	236,572,086	277,878,039	207,971,755
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(185,277,553)	(619,953,312)	(592,503,814)	(147,368,367)	66,924,780
14. Net investment gain (loss) (Line 11)	38,273,644	27,088,652	24,041,551	28,054,709	23,831,435
15. Total other income (Line 15)	22,786	12,955,515			
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)		(2,793,643)	(2,357,178)		3,608,226
18. Net income (Line 20)	(146,981,122)	(577,115,502)	(566,105,085)	(119,313,658)	87,147,989
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	911,466,484	826,982,369	1,047,039,591	962,256,098	794,359,344
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	12,609,842	16,816,752	20,056,087	22,954,253	18,504,954
20.2 Deferred and not yet due (Line 15.2)	14,772,375				
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	685,536,758	704,168,243	959,012,162	764,543,043	625,920,456
22. Losses (Page 3, Line 1)	565,786,910	587,917,301	856,913,387	342,147,133	82,468,827
23. Loss adjustment expenses (Page 3, Line 3)	15,817,694	21,816,808	12,797,066	4,716,475	1,009,400
24. Unearned premiums (Page 3, Line 9)	8,979,142	11,795,644	15,283,488	17,136,168	12,902,647
25. Capital paid up (Page 3, Lines 30 & 31)	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
26. Surplus as regards policyholders (Page 3, Line 37)	225,929,726	122,814,126	88,027,429	197,713,054	168,438,888
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	33,194,866	(144,574,483)	23,906,383	142,534,094	120,318,747
Risk-Based Capital Analysis					
28. Total adjusted capital					
29. Authorized control level risk-based capital					
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	90.2	93.5	90.8	83.5	90.4
31. Stocks (Lines 2.1 & 2.2)	1.2	0.9	1.4	1.8	3.1
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)			0.1	1.2	1.3
34. Cash, cash equivalents and short-term investments (Line 5)	8.6	5.6	7.8	13.5	5.2
35. Contract loans (Line 6)					
36. Derivatives (Line 7)		XXX	XXX	XXX	XXX
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)	0.0		0.0		
39. Securities lending reinvested collateral assets (Line 10)		XXX	XXX	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	10,178,989	6,793,210	12,211,426	14,529,490	13,288,715
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	10,178,989	6,793,210	12,211,426	14,529,490	13,288,715
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	4.5	5.5	13.9	7.3	7.9

Footnote to lines 28 and 29, Total adjusted capital and Authorized control level of risk-based capital: Illinois statutes exempt mortgage guaranty insurers from risk-based capital filing requirements.

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2010	2 2009	3 2008	4 2007	5 2006
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains (losses) (Line 24)	3,385,779	(3,492,658)	(2,393,972)	363,000	853,745
51. Dividends to stockholders (Line 35)				(30,000,000)	
52. Change in surplus as regards policyholders for the year (Line 38)	103,115,601	34,786,697	(109,685,626)	29,274,167	36,856,884
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
54. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)					
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	591,853,961	575,450,153	237,577,270	100,612,986	59,026,864
57. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
58. Total (Line 35)	591,853,961	575,450,153	237,577,270	100,612,986	59,026,864
Net Losses Paid (Page 9, Part 2, Col. 4)					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
60. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)					
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	367,608,938	603,459,544	139,206,034	99,596,754	58,109,670
63. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
64. Total (Line 35)	367,608,938	603,459,544	139,206,034	99,596,754	58,109,670
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
66. Losses incurred (Line 2)	172.4	398.0	319.2	131.3	43.3
67. Loss expenses incurred (Line 3)	5.2	12.9	6.7	2.8	1.4
68. Other underwriting expenses incurred (Line 4)	14.9	16.8	22.6	19.7	23.2
69. Net underwriting gain (loss) (Line 8)	(92.5)	(327.7)	(248.5)	(53.9)	32.1
Other Percentages					
70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	15.1	10.1	22.8	19.4	23.2
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	177.6	410.9	325.9	134.1	44.7
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	87.4	151.2	268.7	140.5	123.5
One Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	31,479	(132,110)	(81,730)	39,019	22,474
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100.0)	25.6	(150.1)	(41.3)	23.2	17.1
Two Year Loss Development (000 omitted)					
75. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(45,231)	(173,419)	33,418	26,819	35,634
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0)	(51.4)	(87.7)	19.8	20.4	26.3

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3-Accounting Changes and Correction of Errors?..... Yes [] No []

If no, please explain

Footnote to lines 28 and 29, Total adjusted capital and Authorized control level of risk-based capital: Illinois statutes exempt mortgage guaranty insurers from risk-based capital filing requirements.



ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

NAIC Group Code 0421

BUSINESS IN THE STATE OF Consolidated

DURING THE YEAR 2010

NAIC Company Code 24350

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire												
2.1 Allied lines												
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril												
4. Homeowners multiple peril												
5.1 Commercial multiple peril (non-liability portion)												
5.2 Commercial multiple peril (liability portion)												
6. Mortgage guaranty	216,016,245	219,112,251		9,057,174	591,853,961	368,191,801	604,720,443					5,054,596
8. Ocean marine												
9. Inland marine												
10. Financial guaranty												
11. Medical professional liability												
12. Earthquake												
13. Group accident and health (b)												
14. Credit A & H (group and individual)												
15.1 Collectively renewable A & H (b)												
15.2 Non-cancelable A & H (b)												
15.3 Guaranteed renewable A & H (b)												
15.4 Non-renewable for stated reasons only (b)												
15.5 Other accident only												
15.6 Medicare Title XVIII exempt from state taxes or fees												
15.7 All other A & H (b)												
15.8 Federal employees health benefits program premium (b)												
16. Workers' compensation												
17.1 Other liability - occurrence												
17.2 Other liability - claims-made												
17.3 Excess workers' compensation												
18. Products liability												
19.1 Private passenger auto no-fault (personal injury protection)												
19.2 Other private passenger auto liability												
19.3 Commercial auto no-fault (personal injury protection)												
19.4 Other commercial auto liability												
21.1 Private passenger auto physical damage												
21.2 Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fidelity												
24. Surety												
26. Burglary and theft												
27. Boiler and machinery												
28. Credit												
30. Warranty												
34. Aggregate write-ins for other lines of business												
35. TOTALS (a)	216,016,245	219,112,251		9,057,174	591,853,961	368,191,801	604,720,443					5,054,596
DETAILS OF WRITE-INS												
3401.												
3402.												
3403.												
3498. Summary of remaining write-ins for Line 34 from overflow page												
3499. Totals (Lines 3401 through 3403 Plus 3498) (Line 34 above)												

(a) Finance and service charges not included in Lines 1 to 35 \$

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under indemnity only products

19.GT

SCHEDULE F - PART 2

Premium Portfolio Reinsurance Effectuated or (Canceled) during Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Company	4 Date of Contract	5 Original Premium	6 Reinsurance Premium
0199999 Total Reinsurance Ceded by Portfolio					
0299999 Total Reinsurance Assumed by Portfolio					
<p>NONE</p>					

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers [16 + 17]	19 Funds Held By Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commis-sions	15 Cols. 7 through 14 Totals	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers			
Authorized - Affiliates - U.S. Intercompany Pooling																			
Authorized - Affiliates - U.S. Non-Pool																			
56-1905825	10217	Triad Guaranty Assurance Corporation	IL		3,058	571		8,083		138		50		8,842	95		8,747		
0299999 - Total Authorized - Affiliates - U.S. Non-Pool					3,058	571		8,083		138		50		8,842	95		8,747		
Authorized - Affiliates - Other (Non-U.S.)																			
0499999 - Total Authorized - Affiliates - Total Authorized - Affiliates					3,058	571		8,083		138		50		8,842	95		8,747		
Authorized - Other U. S. Unaffiliated Insurers (Under \$100,000)																			
Authorized - Pools - Mandatory Pools																			
Authorized - Pools - Voluntary Pools																			
Authorized - Other Non-U.S. Insurers (Under \$100,000)																			
0999999 - Total Authorized - Total Authorized					3,058	571		8,083		138		50		8,842	95		8,747		
Unauthorized - Affiliates - U.S. Intercompany Pooling																			
Unauthorized - Affiliates - U.S. Non-Pool																			
Unauthorized - Affiliates - Other (Non-U.S.)																			
Unauthorized - Other U.S. Unaffiliated Insurers (Under \$100,000)																			
36-4255472	11466	AAMBG Reinsurance Corp	VT		1,079	114		2,917				4		3,035	69		2,967		
03-0350909	11298	Balboa Reinsurance Co	VT		2,767														
03-0346846	11292	Bank of America Reinsurance Corp	VT		1,021	931		6,614				2		7,547	206		7,341		
59-3537743	11476	BB&T Mortgage Reinsurance Co	VT		1,227			2,877				4		2,880	234		2,646		
23-2878531	11340	Cap Re of Vermont	VT		643	513		1,748				4		2,265	119		2,145		
75-1870029	43192	Colonial Mortgage Insurance Co	TX		530	677		1,253						1,930	97		1,833		
03-0351351	11301	Cross Country Insurance Company	VT		3,010	2,877		10,334				3		13,214	340		12,875		
03-0362485	11326	HMC Reinsurance Co	VT		45			119						120	8		112		
04-3370409	11345	North Star Mortgage Guaranty Reinsurance	VT		946														
03-0371020	11394	RBC Risk Assumption, Inc	VT		518	199		674				2		874	98		777		
58-2343351	11349	Twin Rivers Insurance Co	VT		481	783		1,062				1		1,846	83		1,763		
27-0009777	12085	National City Mortgage Insurance Co	HI		191	140		1,579						1,720	38		1,682		
1499999 - Total Unauthorized - Other U.S. Unaffiliated Insurers					12,458	6,234		29,177				20		35,431	1,291		34,140		
Unauthorized - Pools - Mandatory Pools																			
Unauthorized - Pools - Voluntary Pools																			
Unauthorized - Other non-U.S. Insurers (under \$100,000)																			
AA-0054525	00000	DRH FS Mortgage Reinsurance LTD	TC		2,283	3,954		941				5		4,900	446		4,454		
AA-0050269	00000	Expanded Mortgage Reinsurance Co. LTD	TC		243	31		91				2		124	20		104		
AA-0050228	00000	SBMC Reinsurance Limited	TC		39														
AA-0054526	00000	Sidus Financial Reinsurance LTD	TC		115			246						246	22		224		
AA-0050242	00000	TXL Reinsurance LTD	TC		122	28		225						253	23		230		
AA-0051715	00000	UGMP Reinsurance LTD	TC		29	93		42						135	6		128		
AA-3194164	00000	Union Hamilton Assurance LTD	BM		30										5		(5)		
AA-0054831	00000	WTC Reinsurance LTD	TC		119														
1799999 - Total Unauthorized - Other Non-U.S. Insurers					2,980	4,106		1,545				8		5,659	523		5,136		
1899999 - Total Unauthorized - Total Unauthorized					15,438	10,339		30,722				28		41,089	1,814		39,275		
1999999 - Total Authorized and Unauthorized					18,496	10,910		38,805		138		78		49,932	1,909		48,022		
9999999 Totals					18,496	10,910		38,805		138		78		49,932	1,909		48,022		

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

	1	2	3
	<u>Name of Reinsurer</u>	<u>Commission Rate</u>	<u>Ceded Premium</u>
1.	Triad Guaranty Assurance Corporation.....	30.000	3,058,170
2.	Colonial Mortgage Insurance Co.....	25.000	423,213
3.	Cross Country Insurance Company.....	20.000	2,285,771
4.	North Star Mortgage Guaranty Reinsurane.....	12.500	646,351
5.	.....	

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 9999999, Column 15, the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

	1	2	3	4
	<u>Name of Reinsurer</u>	<u>Total Recoverables</u>	<u>Ceded Premiums</u>	<u>Affiliated</u>
1.	Cross Country Insurance Company.....	13,494,763	2,285,771	Yes [] No [X]
2.	Bank of America Reinsurance Corp.....	8,390,131	826,099	Yes [] No [X]
3.	DRH FS Mortgage Reinsurance LTD.....	7,647,299	1,830,938	Yes [] No [X]
4.	AAMBG Reinsurance Corp.....	3,035,119	867,965	Yes [] No [X]
5.	BB&T Mortgage Reinsurance Co.....	2,880,212	983,582	Yes [] No [X]

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE F - PART 4

Aging of Ceded Reinsurance as of December 31, Current Year (000 OMITTED)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Col. 10/Col. 11	13 Percentage More Than 120 Days Overdue Col. 9 / Col. 11
				5 Current	Overdue					11 Total Due Cols. 5 + 10		
					6 1 to 29 Days	7 30 - 90 Days	8 91 - 120 Days	9 Over 120 Days	10 Total Overdue Cols. 6 + 7 + 8 + 9			
Authorized - Affiliates - U.S. Intercompany Pooling												
Authorized - Affiliates - U.S. Non-Pool												
56-1905825	10217	Triad Guaranty Assurance Corporation	IL	571						571		
0299999 - Total Authorized - Affiliates - U.S. Non-Pool				571						571		
Authorized - Affiliates - Other (Non-U.S.)												
0499999 - Total Authorized - Total Authorized - Affiliates				571						571		
Authorized - Other U.S. Unaffiliated Insurers												
Authorized - Pools - Mandatory Pools												
Authorized - Pools - Voluntary Pools												
Authorized - Other Non-U.S. Insurers												
0999999 - Total Authorized - Total Authorized				571						571		
Unauthorized - Affiliates - U.S. Intercompany Pooling												
Unauthorized - Affiliates - U.S. Non-Pool												
Unauthorized - Affiliates - Other (Non-U.S.)												
Unauthorized - Other U.S. Unaffiliated Insurers												
36-4255472	11466	AAMBG Reinsurance Corp	VT	114						114		
03-0346846	11292	Bank of America Reinsurance Corp	VT	931						931		
23-2878531	11340	Cap Re of Vermont	VT	513						513		
75-1870029	43192	Colonial Mortgage Insurance Co	TX	677						677		
03-0351351	11301	Cross Country Insurance Company	VT	2,877						2,877		
27-0009777	12085	National City Mortgage Insurance Co	HI	140						140		
03-0371020	11394	RBC Risk Assumption, Inc.	VT	199						199		
58-2343351	11349	Twin Rivers Insurance Co	VT	783						783		
1499999 - Total Unauthorized - Other U.S. Unaffiliated Insurers				6,234						6,234		
Unauthorized - Pools - Mandatory Pools												
Unauthorized - Pools - Voluntary Pools												
Unauthorized - Other Non-U.S. Insurers												
AA-0054525	00000	DRH FS Mortgage Reinsurance LTD	TC	3,954						3,954		
AA-0050269	00000	Expanded Mortgage Reinsurance Co LTD	TC	31						31		
AA-0050242	00000	TXL Reinsurance LTD	TC	28						28		
AA-0051715	00000	UGMP Reinsurance LTD	TC	93						93		
1799999 - Total Unauthorized - Other Non-U.S. Insurers				4,106						4,106		
1899999 - Total Unauthorized - Total Unauthorized				10,339						10,339		
1999999 - Total Authorized and Unauthorized				10,910						10,910		
9999999 Totals				10,910						10,910		

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE F - PART 5

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 OMITTED)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable All Items Schedule F Part 3, Col. 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Cols. 6 through 10 but not in excess of Col. 5	Subtotal Col. 5 minus Col. 11	Recoverable Paid Losses & LAE Expenses Over 90 Days past Due not in Dispute	20% of Amount in Col. 13	Smaller of Col. 11 or Col. 14	Smaller of Col. 11 or 20% of Amount in Dispute Included in Col. 5	Total Provision for Unauthorized Reinsurance Smaller of Col. 5 or Cols. 12 + 15 + 16
Affiliates - U.S. Intercompany Pooling																
Affiliates - U.S. Non-Pool																
Affiliates - Other Non-U.S. Insurers																
Other U.S. Unaffiliated Insurers																
36-4255472	11466	AAMBG Reinsurance Corp.	VT	3,035			69		13,995	3,035						
03-0346846	11292	Bank of America Reinsurance Corp.	VT	7,547			206		7,341	7,547						
59-3537743	11476	BB&T Mortgage Reinsurance Co.	VT	2,880			234		5,287	2,880						
23-2878531	11340	Cap Re of Vermont	VT	2,265			119		4,826	2,265						
75-1870029	43192	Colonial Mortgage Insurance Co.	TX	1,930			97		2,324	1,930						
03-0351351	11301	Cross Country Insurance Company	VT	13,214			340		12,875	13,214						
03-0362485	11326	HMC Reinsurance Co.	VT	120			8		203	120						
27-0009777	12085	National City Mortgage Insurance Co.	HI	1,720			38		2,723	1,720						
03-0371020	11394	RBC Risk Assumption, Inc.	VT	874			98		3,833	874						
58-2343351	11349	Twin Rivers Insurance Co.	VT	1,846			83		2,832	1,846						
0599999 - Total Other U.S. Unaffiliated Insurers				35,431			1,291		56,239	35,431						
Pools and Associations - Mandatory																
Pools and Associations - Voluntary																
Other Non-U.S. Insurers																
AA-0054525	00000	DRH FS Mortgage Reinsurance LTD.	TC	4,900			446		4,454	4,900						
AA-0050269	00000	Expanded Mortgage Reinsurance Co. LTD.	TC	124			20		1,037	124						
AA-0054526	00000	Sidus Financial Reinsurance LTD.	TC	246			22		611	246						
AA-0050242	00000	TXL Reinsurance LTD.	TC	253			23		549	253						
AA-0051715	00000	UGMP Reinsurance LTD.	TC	135			6		128	135						
AA-3194164	00000	Union Hamilton Assurance LTD.	BM				5		1,970							
0899999 - Total Other Non-U.S. Insurers				5,659			523		8,750	5,659						
0999999 - Total Affiliates and Others				41,089			1,814		64,989	41,089						
9999999 Totals				41,089			1,814		64,989	41,089						

1. Amounts in dispute totaling \$are included in Column 5.
2. Amounts in dispute totaling \$are excluded from Column 13.

Schedule F - Part 6

NONE

Schedule F - Part 7

NONE

SCHEDULE F - PART 8

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 12)	853,285,181		853,285,181
2. Premiums and considerations (Line 15)	27,382,217		27,382,217
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1)	10,909,914	(10,909,914)	
4. Funds held by or deposited with reinsured companies (Line 16.2)			
5. Other assets	19,889,171		19,889,171
6. Net amount recoverable from reinsurers		48,016,851	48,016,851
7. Protected cell assets (Line 27)			
8. Totals (Line 28)	911,466,484	37,106,937	948,573,421
LIABILITIES (Page 3)			
9. Losses and loss adjustment expenses (Lines 1 through 3)	581,604,605	38,938,084	620,542,689
10. Taxes, expenses, and other obligations (Lines 4 through 8)	15,963,364		15,963,364
11. Unearned premiums (Line 9)	8,979,142	78,273	9,057,415
12. Advance premiums (Line 10)			
13. Dividends declared and unpaid (Line 11.1 and 11.2)			
14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12)	1,909,420	(1,909,420)	
15. Funds held by company under reinsurance treaties (Line 13)			
16. Amounts withheld or retained by company for account of others (Line 14)	47,474,969		47,474,969
17. Provision for reinsurance (Line 16)			
18. Other liabilities	29,605,258		29,605,258
19. Total liabilities excluding protected cell business (Line 26)	685,536,758	37,106,937	722,643,695
20. Protected cell liabilities (Line 27)			
21. Surplus as regards policyholders (Line 37)	225,929,726	X X X	225,929,726
22. Totals (Line 38)	911,466,484	37,106,937	948,573,421

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes [] No [X]

If yes, give full explanation:

Schedule H - Part 1

NONE

Schedule H - Part 2

NONE

Schedule H - Part 3

NONE

Schedule H - Part 4

NONE

Schedule H - Part 5 - Health Claims

NONE

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX						1		1	XXX
2. 2001	94,838	11,950	82,888	14,442	213				462	16	14,691	XXX
3. 2002	123,328	19,757	103,571	27,774	321				668	55	28,120	XXX
4. 2003	146,958	28,686	118,272	35,025	368				861	38	35,517	XXX
5. 2004	176,384	37,079	139,305	45,550	686				1,231	52	46,096	XXX
6. 2005	209,709	42,793	166,916	55,517	769				1,997	45	56,745	XXX
7. 2006	257,007	48,725	208,282	89,423	873				3,159	66	91,709	XXX
8. 2007	334,407	60,763	273,644	282,635	99,219				7,669	140	191,085	XXX
9. 2008	318,239	79,815	238,425	650,398	(28,285)				15,824	332	694,508	XXX
10. 2009	220,722	31,516	189,206	406,465	222,877				13,194	375	196,782	XXX
11. 2010	219,113	18,776	200,337	58,947	861				2,887	23	60,973	XXX
12. Totals	XXX	XXX	XXX	1,666,177	297,904				47,953	1,141	1,416,225	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed	
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded						
1.													XXX	
2.													XXX	
3.	36	(19)											55	XXX
4.	105	(19)											124	XXX
5.	783	(68)											850	XXX
6.	(425)	(552)											127	XXX
7.	(6,277)	(818)											(5,459)	XXX
8.	(52)	661											(713)	XXX
9.	133,824	46,888											86,937	XXX
10.	221,528	(5,209)	1,230	14									227,953	XXX
11.	242,911	(2,059)	11,067	125					15,818				271,731	XXX
12.	592,434	38,805	12,297	138					15,818				581,605	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	14,904	213	14,691	15.7	1.8	17.7					
3.	28,477	302	28,175	23.1	1.5	27.2				55	
4.	35,991	350	35,641	24.5	1.2	30.1				124	
5.	47,564	619	46,946	27.0	1.7	33.7				850	
6.	57,089	218	56,872	27.2	0.5	34.1				127	
7.	86,305	56	86,250	33.6	0.1	41.4				(5,459)	
8.	290,252	99,880	190,372	86.8	164.4	69.6				(713)	
9.	800,047	18,603	781,445	251.4	23.3	327.8				86,937	
10.	642,417	217,682	424,735	291.1	690.7	224.5				227,953	
11.	331,630	(1,074)	332,704	151.4	(5.7)	166.1				255,913	15,818
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	565,787	15,818

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	One Year	Two Year
1. Prior	3,853	4,194	4,092	4,226	4,137	4,147	4,165	4,154	4,128	4,128		(26)
2. 2001	13,898	12,585	13,310	14,230	14,416	14,350	14,296	14,245	14,230	14,229	(1)	(16)
3. 2002	XXX	14,492	19,506	26,344	26,629	27,362	27,575	27,621	27,547	27,507	(40)	(114)
4. 2003	XXX	XXX	17,439	24,377	31,536	34,960	35,309	35,114	34,660	34,781	121	(333)
5. 2004	XXX	XXX	XXX	20,031	35,566	44,024	45,466	45,676	44,573	45,714	1,141	38
6. 2005	XXX	XXX	XXX	XXX	41,878	51,792	54,171	56,177	54,532	54,875	343	(1,302)
7. 2006	XXX	XXX	XXX	XXX	XXX	67,844	102,519	94,910	81,523	83,091	1,568	(11,819)
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	320,301	244,172	169,188	182,703	13,515	(61,469)
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	735,809	695,387	765,620	70,233	29,811
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	466,941	411,541	(55,400)	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	314,000	XXX	XXX
										12. Totals	31,479	(45,231)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior	000	2,896	3,652	3,976	4,069	4,128	4,128	4,128	4,128	4,128	XXX	XXX
2. 2001	264	7,009	11,961	13,709	14,127	14,233	14,230	14,230	14,230	14,229	XXX	XXX
3. 2002	XXX	470	11,366	24,059	25,951	27,101	27,387	27,452	27,452	27,452	XXX	XXX
4. 2003	XXX	XXX	646	13,453	29,530	33,484	34,431	34,553	34,553	34,656	XXX	XXX
5. 2004	XXX	XXX	XXX	488	26,617	40,599	44,041	44,503	44,572	44,864	XXX	XXX
6. 2005	XXX	XXX	XXX	XXX	3,570	35,214	49,914	52,961	53,775	54,748	XXX	XXX
7. 2006	XXX	XXX	XXX	XXX	XXX	7,251	66,758	84,776	86,760	88,550	XXX	XXX
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	20,764	76,030	163,457	183,416	XXX	XXX
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	62,331	509,497	678,684	XXX	XXX
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	66,367	183,588	XXX	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	58,086	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)											
	1	2	3	4	5	6	7	8	9	10		
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior	233											
2. 2001	2,105	286										
3. 2002	XXX	2,583	324									
4. 2003	XXX	XXX	2,924	366								
5. 2004	XXX	XXX	XXX	3,293	1,085							
6. 2005	XXX	XXX	XXX	XXX	9,761	634						
7. 2006	XXX	XXX	XXX	XXX	XXX	5,705	4,835					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	43,514	4,815				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,331	212			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,910			1,216
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			10,942

Schedule P - Part 1A - Home/Farm

NONE

Schedule P - Part 1B - Private Passenger

NONE

Schedule P - Part 1C - Comm Auto/Truck

NONE

Schedule P - Part 1D - Workers' Comp

NONE

Schedule P - Part 1E - Comm Multi Peril

NONE

Schedule P - Part 1F - Med Pro Liab Occ

NONE

Schedule P - Part 1F - Med Pro Liab Clm

NONE

Schedule P - Part 1G - Special Liability

NONE

Schedule P - Part 1H - Other Liab Occur

NONE

Schedule P - Part 1H - Other Liab Claims

NONE

Schedule P - Part 1I - Special Property

NONE

Schedule P - Part 1J - Auto Physical

NONE

Schedule P - Part 1K - Fidelity/Surety

NONE

Schedule P - Part 1L - Other

NONE

Schedule P - Part 1M - International

NONE

Schedule P - Part 1N - Reinsurance

NONE

Schedule P - Part 1O - Reinsurance

NONE

SCHEDULE P - PART 1P - REINSURANCE - NONPROPORTIONAL ASSUMED FINANCIAL LINES

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct And Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX								XXX	
2. 2001	5		5	2							2	XXX
3. 2002	4		4									XXX
4. 2003	2		2									XXX
5. 2004	1		1									XXX
6. 2005	1		1									XXX
7. 2006	1		1									XXX
8. 2007	1		1									XXX
9. 2008	1		1									XXX
10. 2009	1		1									XXX
11. 2010	1		1									XXX
12. Totals	XXX	XXX	XXX	2							2	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													XXX
2.													XXX
3.													XXX
4.													XXX
5.													XXX
6.													XXX
7.													XXX
8.													XXX
9.													XXX
10.			1									1	XXX
11.			9									9	XXX
12.			10									10	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	2		2	35.0		35.0					
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.	1		1	195.3		195.3				1	
11.	9		9	1,685.4		1,685.4				9	
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	10	

Schedule P - Part 1R - Prod Liab Occur

NONE

Schedule P - Part 1R - Prod Liab Claims

NONE

SCHEDULE P-PART 1S - FINANCIAL GUARANTY/MORTGAGE GUARANTY
 (\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
				4	5	6	7	8	9			
				Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded			
1. Prior	XXX	XXX	XXX	193,849	1,547			4,644		141	196,946	XXX
2. 2009	220,721	31,516	189,206	406,465	222,877			13,194		375	196,782	XXX
3. 2010	219,112	18,776	200,336	58,947	861			2,887		23	60,973	XXX
4. Totals	XXX	XXX	XXX	659,261	225,285			20,725		538	454,701	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded					
1.	127,994	46,074										81,920	4,508
2.	221,528	(5,209)	1,229	14								227,952	7,967
3.	242,911	(2,059)	11,058	125					15,818			271,722	1,559
4.	592,434	38,805	12,287	138					15,818			581,595	14,034

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	81,920	
2.	642,416	217,682	424,734	291.1	690.7	224.5				227,952	
3.	331,621	(1,074)	332,695	151.3	(5.7)	166.1				255,904	15,818
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	565,777	15,818

Schedule P - Part 1T - Warranty

NONE

Schedule P - Part 2A

NONE

Schedule P - Part 2B

NONE

Schedule P - Part 2C

NONE

Schedule P - Part 2D

NONE

Schedule P - Part 2E

NONE

Schedule P - Part 2F - Section 1

NONE

Schedule P - Part 2F - Med Pro Liab Clm

NONE

Schedule P - Part 2G

NONE

Schedule P - Part 2H - Other Liab Occur

NONE

Schedule P - Part 2H - Other Liab Claim

NONE

Schedule P - Part 2I

NONE

Schedule P - Part 2J

NONE

Schedule P - Part 2K

NONE

Schedule P - Part 2L

NONE

Schedule P - Part 2M

NONE

SCHEDULE P - PART 2N - REINSURANCE
Nonproportional Assumed Property

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010	11 One Year	12 Two Year
1. Prior												
2. 2001												
3. 2002	.XXX											
4. 2003	.XXX	.XXX										
5. 2004	.XXX	.XXX	.XXX									
6. 2005	.XXX	.XXX	.XXX	.XXX								
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2008	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2009	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2010	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
12. Totals												

SCHEDULE P - PART 2O - REINSURANCE
Nonproportional Assumed Liability

1. Prior												
2. 2001												
3. 2002	.XXX											
4. 2003	.XXX	.XXX										
5. 2004	.XXX	.XXX	.XXX									
6. 2005	.XXX	.XXX	.XXX	.XXX								
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2008	.XXX											
10. 2009	.XXX				.XXX							
11. 2010	.XXX		.XXX	.XXX								
12. Totals												

SCHEDULE P - PART 2P - REINSURANCE
Nonproportional Assumed Financial Lines

1. Prior	23	4	4	6	4	4	4	4	4	4		
2. 2001	16	5	5	2	2	2	2	2	2	2		
3. 2002	.XXX	28	11									
4. 2003	.XXX	.XXX	15	3								
5. 2004	.XXX	.XXX	.XXX	11	4							
6. 2005	.XXX	.XXX	.XXX	.XXX	15	3						
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	13	3					
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	13	3				(3)
9. 2008	.XXX	14	1		(1)	(14)						
10. 2009	.XXX	9	1	(8)	.XXX							
11. 2010	.XXX	9	.XXX	.XXX								
12. Totals											(9)	(17)

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SCHEDULE P - PART 2R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010	11 One Year	12 Two Year
1. Prior												
2. 2001												
3. 2002	XXX											
4. 2003	XXX	XXX										
5. 2004	XXX	XXX	XXX									
6. 2005	XXX	XXX	XXX	XXX								
7. 2006	XXX	XXX	XXX	XXX	XXX							
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

SCHEDULE P - PART 2R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior												
2. 2001												
3. 2002	XXX											
4. 2003	XXX	XXX										
5. 2004	XXX	XXX	XXX									
6. 2005	XXX	XXX	XXX	XXX								
7. 2006	XXX	XXX	XXX	XXX	XXX							
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2008	XXX											
10. 2009	XXX				XXX							
11. 2010	XXX		XXX	XXX								
12. Totals												

SCHEDULE P - PART 2S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	856,897	724,802	811,683	86,881	(45,214)						
2. 2009	XXX	466,932	411,540	(55,392)	XXX							
3. 2010	XXX	XXX	313,991	XXX	XXX							
4. Totals											31,488	(45,214)

SCHEDULE P - PART 2T - WARRANTY

1. Prior	XXX											
2. 2009	XXX				XXX							
3. 2010	XXX		XXX	XXX								
4. Totals												

Schedule P - Part 3A

NONE

Schedule P - Part 3B

NONE

Schedule P - Part 3C

NONE

Schedule P - Part 3D

NONE

Schedule P - Part 3E

NONE

Schedule P - Part 3F - Med Pro Liab Occ

NONE

Schedule P - Part 3F - Med Pro Liab Clm

NONE

Schedule P - Part 3G

NONE

Schedule P - Part 3H - Other Liab Occur

NONE

Schedule P - Part 3H - Other Liab Claims

NONE

Schedule P - Part 3I

NONE

Schedule P - Part 3J

NONE

Schedule P - Part 3K

NONE

Schedule P - Part 3L

NONE

Schedule P - Part 3M

NONE

**SCHEDULE P - PART 3N - REINSURANCE
NONPROPORTIONAL ASSUMED PROPERTY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior	.000										XXX	XXX
2. 2001											XXX	XXX
3. 2002	.XXX										XXX	XXX
4. 2003	.XXX	.XXX									XXX	XXX
5. 2004	.XXX	.XXX	.XXX								XXX	XXX
6. 2005	.XXX	.XXX	.XXX	.XXX							XXX	XXX
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX						XXX	XXX
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					XXX	XXX
9. 2008	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				XXX	XXX
10. 2009	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX			XXX	XXX
11. 2010	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		XXX	XXX

**SCHEDULE P - PART 3O - REINSURANCE
NONPROPORTIONAL ASSUMED LIABILITY**

1. Prior	.000										XXX	XXX
2. 2001											XXX	XXX
3. 2002	.XXX										XXX	XXX
4. 2003	.XXX	.XXX									XXX	XXX
5. 2004	.XXX	.XXX	.XXX								XXX	XXX
6. 2005	.XXX	.XXX	.XXX	.XXX							XXX	XXX
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX						XXX	XXX
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					XXX	XXX
9. 2008	.XXX				XXX	XXX	.XXX	.XXX	.XXX	.XXX				XXX	XXX
10. 2009	.XXX			XXX	XXX	.XXX	.XXX	.XXX	.XXX	.XXX			XXX	XXX
11. 2010	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		XXX	XXX

**SCHEDULE P - PART 3P - REINSURANCE
NONPROPORTIONAL ASSUMED FINANCIAL LINES**

1. Prior	.000	.4	.4	.4	.4	.4	.4	.4	.4	.4	XXX	XXX
2. 2001			.2	.2	.2	.2	.2	.2	.2	.2	XXX	XXX
3. 2002	.XXX										XXX	XXX
4. 2003	.XXX	.XXX									XXX	XXX
5. 2004	.XXX	.XXX	.XXX								XXX	XXX
6. 2005	.XXX	.XXX	.XXX	.XXX							XXX	XXX
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX						XXX	XXX
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					XXX	XXX
9. 2008	.XXX				XXX	XXX						
10. 2009	.XXX			XXX	XXX							
11. 2010	.XXX		XXX	XXX								

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SCHEDULE P - PART 3R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior	.000											
2. 2001												
3. 2002	.XXX											
4. 2003	.XXX	.XXX										
5. 2004	.XXX	.XXX	.XXX									
6. 2005	.XXX	.XXX	.XXX	.XXX								
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2008	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2009	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2010	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX			

NONE

SCHEDULE P - PART 3R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior	.000											
2. 2001												
3. 2002	.XXX											
4. 2003	.XXX	.XXX										
5. 2004	.XXX	.XXX	.XXX									
6. 2005	.XXX	.XXX	.XXX	.XXX								
7. 2006	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2008	.XXX											
10. 2009	.XXX											
11. 2010	.XXX											

NONE

SCHEDULE P - PART 3S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	.XXX	.000	537,460	729,762	.XXX	.XXX						
2. 2009	.XXX	66,367	183,588	.XXX	.XXX							
3. 2010	.XXX	58,086	.XXX	.XXX								

SCHEDULE P - PART 3T - WARRANTY

1. Prior	.XXX	.000										
2. 2009	.XXX											
3. 2010	.XXX											

NONE

Schedule P - Part 4A

NONE

Schedule P - Part 4B

NONE

Schedule P - Part 4C

NONE

Schedule P - Part 4D

NONE

Schedule P - Part 4E

NONE

Schedule P - Part 4F - Med Pro Liab Occ

NONE

Schedule P - Part 4F - Med Pro Liab Clm

NONE

Schedule P - Part 4G

NONE

Schedule P - Part 4H - Other Liab Occur

NONE

Schedule P - Part 4H - Other Liab Claims

NONE

Schedule P - Part 4I - Special Property

NONE

Schedule P - Part 4J

NONE

Schedule P - Part 4K

NONE

Schedule P - Part 4L

NONE

Schedule P - Part 4M

NONE

**SCHEDULE P - PART 4N - REINSURANCE
NONPROPORTIONAL ASSUMED PROPERTY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 4O - REINSURANCE
NONPROPORTIONAL ASSUMED LIABILITY**

1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX									
9. 2009	XXX									
11. 2010	XXX									

**SCHEDULE P - PART 4P - REINSURANCE
NONPROPORTIONAL ASSUMED FINANCIAL LINES**

1. Prior										
2. 2001	10									
3. 2002	XXX	10								
4. 2003	XXX	XXX	10	1						
5. 2004	XXX	XXX	XXX	9	1					
6. 2005	XXX	XXX	XXX	XXX	9	1				
7. 2006	XXX	XXX	XXX	XXX	XXX	9	1			
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	9	1		
9. 2008	XXX	9	1							
9. 2009	XXX	9	1							
11. 2010	XXX	9								

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SCHEDULE P - PART 4R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

SCHEDULE P - PART 4R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX									
10. 2009	XXX									
11. 2010	XXX									

NONE

SCHEDULE P - PART 4S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	48,136	211							
2. 2009	XXX	1,901	1,215							
3. 2010	XXX	XXX	10,933							

SCHEDULE P - PART 4T - WARRANTY

1. Prior	XXX									
2. 2009	XXX									
3. 2010	XXX									

NONE

Schedule P - Part 5A- SN1

NONE

Schedule P - Part 5A- SN2

NONE

Schedule P - Part 5A- SN3

NONE

Schedule P - Part 5B- SN1

NONE

Schedule P - Part 5B- SN2

NONE

Schedule P - Part 5B- SN3

NONE

Schedule P - Part 5C- SN1

NONE

Schedule P - Part 5C- SN2

NONE

Schedule P - Part 5C- SN3

NONE

Schedule P - Part 5D- SN1

NONE

Schedule P - Part 5D- SN2

NONE

Schedule P - Part 5D- SN3

NONE

Schedule P - Part 5E- SN1

NONE

Schedule P - Part 5E- SN2

NONE

Schedule P - Part 5E- SN3

NONE

Schedule P - Part 5F- SN1A

NONE

Schedule P - Part 5F- SN2A

NONE

Schedule P - Part 5F- SN3A

NONE

Schedule P - Part 5F- SN1B

NONE

Schedule P - Part 5F- SN2B

NONE

Schedule P - Part 5F- SN3B

NONE

Schedule P - Part 5H- SN1A

NONE

Schedule P - Part 5H- SN2A

NONE

Schedule P - Part 5H- SN3A

NONE

Schedule P - Part 5H- SN1B

NONE

Schedule P - Part 5H- SN2B

NONE

Schedule P - Part 5H- SN3B

NONE

Schedule P - Part 5R- SN1A

NONE

Schedule P - Part 5R- SN2A

NONE

Schedule P - Part 5R- SN3A

NONE

Schedule P - Part 5R- SN1B

NONE

Schedule P - Part 5R- SN2B

NONE

Schedule P - Part 5R- SN3B

NONE

Schedule P - Part 5T- SN1

NONE

Schedule P - Part 5T- SN2

NONE

Schedule P - Part 5T- SN3

NONE

Schedule P - Part 6C - SN1

NONE

Schedule P - Part 6C - SN2

NONE

Schedule P - Part 6D - SN1

NONE

Schedule P - Part 6D - SN2

NONE

Schedule P - Part 6E - SN1

NONE

Schedule P - Part 6E - SN2

NONE

Schedule P - Part 6H - SN1A

NONE

Schedule P - Part 6H - SN2A

NONE

Schedule P - Part 6H - SN1B

NONE

Schedule P - Part 6H - SN2B

NONE

Schedule P - Part 6M - SN1

NONE

Schedule P - Part 6M - SN2

NONE

Schedule P - Part 6N - SN1

NONE

Schedule P - Part 6N - SN2

NONE

Schedule P - Part 6O - SN1

NONE

Schedule P - Part 6O - SN2

NONE

Schedule P - Part 6R - SN1A

NONE

Schedule P - Part 6R - SN2A

NONE

Schedule P - Part 6R - SN1B

NONE

Schedule P - Part 6R - SN2B

NONE

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**SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS
(\$000 OMITTED)**

SECTION 1

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners						
2. Private Passenger Auto Liability/Medical						
3. Commercial Auto/Truck Liability/Medical						
4. Workers' Compensation						
5. Commercial Multiple Peril						
6. Medical Professional Liability-Occurrence						
7. Medical Professional Liability -Claims-Made						
8. Special Liability						
9. Other Liability-Occurrence						
10. Other Liability-Claims-Made						
11. Special Property						
12. Auto Physical Damage						
13. Fidelity/Surety						
14. Other						
15. International						
16. Reinsurance-Nonproportional Assumed Property	XXX	XXX	XXX	XXX	XXX	XXX
17. Reinsurance-Nonproportional Assumed Liability	XXX	XXX	XXX	XXX	XXX	XXX
18. Reinsurance-Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX	XXX	XXX
19. Products Liability-Occurrence						
20. Products Liability-Claims-Made						
21. Financial Guaranty/Mortgage Guaranty	581,595			197,520		
22. Warranty						
23. Totals	581,595			197,520		

SECTION 2

Years in Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS
(continued)**

SECTION 4

Years in Which Policies Were Issued	NET EARNED PREMIUMS REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 5

Years in Which Policies Were Issued	NET RESERVE FOR PREMIUM ADJUSTMENTS AND ACCRUED RETROSPECTIVE PREMIUMS AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

**SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS
(\$000 OMITTED)**

SECTION 1

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners						
2. Private Passenger Auto Liability/Medical						
3. Commercial Auto/Truck Liability/Medical						
4. Workers' Compensation						
5. Commercial Multiple Peril						
6. Medical Professional Liability-Occurrence						
7. Medical Professional Liability -Claims-Made						
8. Special Liability						
9. Other Liability-Occurrence						
10. Other Liability-Claims-made						
11. Special Property						
12. Auto Physical Damage						
13. Fidelity/Surety						
14. Other						
15. International						
16. Reinsurance-Nonproportional Assumed Property						
17. Reinsurance-Nonproportional Assumed Liability						
18. Reinsurance-Nonproportional Assumed Financial Lines	10					
19. Products Liability-Occurrence						
20. Products Liability-Claims-Made						
21. Financial Guaranty/Mortgage Guaranty	581,595			197,520		
22. Warranty						
23. Totals	581,605			197,520		

SECTION 2

Years in Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

**SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS
(continued)**

SECTION 4

Years in Which Policies Were Issued	NET EARNED PREMIUMS REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 5

Years in Which Policies Were Issued	NET RESERVE FOR PREMIUM ADJUSTMENTS AND ACCRUED RETROSPECTIVE PREMIUMS AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 6

Years in Which Policies Were Issued	INCURRED ADJUSTABLE COMMISSIONS REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 7

Years in Which Policies Were Issued	RESERVES FOR COMMISSION ADJUSTMENTS AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior										
2. 2001										
3. 2002	XXX									
4. 2003	XXX	XXX								
5. 2004	XXX	XXX	XXX							
6. 2005	XXX	XXX	XXX	XXX						
7. 2006	XXX	XXX	XXX	XXX	XXX					
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P INTERROGATORIES

- 1. The following questions relate to yet-to-be-issued Extended Reporting Endorsements (EREs) arising from Death, Disability, or Retirement (DDR) provisions in Medical Professional Liability Claims Made insurance policies. EREs provided for reasons other than DDR are not to be included.
- 1.1 Does the company issue Medical Professional Liability Claims Made insurance policies that provide tail (also known as an extended reporting endorsement, or "ERE") benefits in the event of Death, Disability, or Retirement (DDR) at a reduced charge or at no additional cost? Yes [] No [X]
If the answer to question 1.1 is "no", leave the following questions blank. If the answer to question 1.1 is "yes", please answer the following questions:
- 1.2 What is the total amount of the reserve for that provision (DDR Reserve), as reported, explicitly or not, elsewhere in this statement (in dollars)?
- 1.3 Does the company report any DDR reserve as Unearned Premium Reserve per SSAP #65? Yes [] No [X]
- 1.4 Does the company report any DDR reserve as loss or loss adjustment expense reserve? Yes [] No [X]
- 1.5 If the company reports DDR reserve as Unearned Premium Reserve, does that amount match the figure on the Underwriting and Investment Exhibit, Part 1A – Recapitulation of all Premiums (Page 7) Column 2, Lines 11.1 plus 11.2? Yes [] No [] N/A [X]
- 1.6 If the company reports DDR reserve as loss or loss adjustment expense reserve, please complete the following table corresponding to where these reserves are reported in Schedule P:

Years in Which Premiums Were Earned and Losses Were Incurred		DDR Reserve Included in Schedule P, Part 1F, Medical Professional Liability Column 24: Total Net Losses and Expenses Unpaid	
		1 Section 1: Occurrence	2 Section 2: Claims-Made
1.601	Prior		
1.602	2001		
1.603	2002		
1.604	2003		
1.605	2004		
1.606	2005		
1.607	2006		
1.608	2007		
1.609	2008		
1.610	2009		
1.611	2010		
1.612	Totals		

- 2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? Yes [X] No []
- 3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement?: Yes [X] No []
- 4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on Page 10? Yes [] No [X]

If Yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33.

Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.

Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.
- 5. What were the net premiums in force at the end of the year for: (in thousands of dollars)

5.1 Fidelity

5.2 Surety
- 6. Claim count information is reported per claim or per claimant (indicate which).....CLAIM
If not the same in all years, explain in Interrogatory 7.
- 7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? Yes [X] No []
- 7.2 An extended statement may be attached.
On April 1, 2009, the Illinois Division of Insurance issued a second corrective order effective March, 31, 2009. This order directed the Company to pay all valid claims 60% in cash and 40% by the creation of Deferred Payment Obligation effective June 1, 2009. The order also directed that loss reserves reflect the ultimate cash settlement on existing defaults and the initial entry for the reserve adjustment go directly to capital and surplus. The Company increased its capital and surplus by \$418, 496, 466 as a result of compliance with this order.....

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

States, etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	L	635,308	683,417	915,981	813,044	990,111		
2. Alaska	AK	L							
3. Arizona	AZ	L	4,084,253	4,125,660	30,185,960	24,522,311	15,154,538		
4. Arkansas	AR	L	1,318,681	1,388,674	2,217,168	2,277,420	1,589,438		
5. California	CA	L	44,086,280	44,173,195	103,489,030	86,317,844	149,301,398		
6. Colorado	CO	L	10,455,131	10,492,831	19,074,617	(10,487,194)	13,405,420		
7. Connecticut	CT	L	440,101	447,868	605,846	461,162	736,313		
8. Delaware	DE	L	136,046	136,046		77,959	123,834		
9. District of Columbia	DC	L	26,136,106	26,432,102	140,331,407	70,501,648	119,167,124		
10. Florida	FL	L	7,397,797	7,897,658	25,036,890	18,626,318	33,061,213		
11. Georgia	GA	L	3,988,674	4,015,228	6,881,726	6,446,924	6,023,706		
12. Hawaii	HI	L	18,227	18,227		972	1,037		
13. Idaho	ID	L	48,770	48,770		47,133	60,007		
14. Illinois	IL	L	4,994,165	5,008,808	9,430,086	11,411,145	15,724,858		
15. Indiana	IN	L	781,303	815,435	1,036,370	1,091,735	1,016,911		
16. Iowa	IA	L	95,693	95,916	92,590	64,665	58,940		
17. Kansas	KS	L	409,237	435,340	756,900	903,270	599,083		
18. Kentucky	KY	L	1,879,040	1,891,947	1,851,445	1,630,649	2,251,416		
19. Louisiana	LA	L	277,625	292,800	165,452	42,713	244,448		
20. Maine	ME	L							
21. Maryland	MD	L	1,871,674	1,963,957	3,744,975	3,503,408	5,023,722		
22. Massachusetts	MA	L	954,170	961,804	2,682,459	1,588,474	2,150,579		
23. Michigan	MI	L	3,760,837	3,779,088	8,383,764	7,673,364	7,550,130		
24. Minnesota	MN	L	36,143,472	36,878,189	100,999,969	94,508,211	98,282,108		
25. Mississippi	MS	L	303,320	341,097	331,501	295,635	371,329		
26. Missouri	MO	L	615,692	648,691	626,628	431,270	353,484		
27. Montana	MT	L	17,868	17,868		831	1,016		
28. Nebraska	NE	L	3,154	3,154		141	179		
29. Nevada	NV	L	946,606	949,201	4,458,060	4,335,800	3,837,380		
30. New Hampshire	NH	L	57,684	57,684		(28,483)	16,361		
31. New Jersey	NJ	L	2,956,640	2,966,742	2,295,761	2,550,847	9,218,038		
32. New Mexico	NM	L	353,462	351,716	660,120	935,010	771,215		
33. New York	NY	L	1,105,789	1,111,650	1,262,755	1,948,003	5,385,886		
34. North Carolina	NC	L	7,210,500	7,347,454	9,294,529	9,943,857	10,217,316		
35. North Dakota	ND	L							
36. Ohio	OH	L	2,816,590	2,850,106	5,354,412	5,168,628	5,711,210		
37. Oklahoma	OK	L	2,535,418	2,636,611	1,658,229	1,765,123	1,560,337		
38. Oregon	OR	L	477,502	479,900	628,928	963,104	949,638		
39. Pennsylvania	PA	L	2,405,395	2,432,133	2,364,304	2,286,853	3,595,526		
40. Rhode Island	RI	L	151,045	150,474	116,637	158,458	534,400		
41. South Carolina	SC	L	3,967,202	4,006,637	5,256,055	6,069,186	6,763,954		
42. South Dakota	SD	L	13,847	13,847		769	788		
43. Tennessee	TN	L	1,991,694	2,036,971	2,564,348	2,234,567	2,009,228		
44. Texas	TX	L	29,715,758	29,875,252	56,717,392	(14,812,030)	57,581,091		
45. Utah	UT	L	429,707	435,930	1,185,217	876,262	766,563		
46. Vermont	VT	L							
47. Virginia	VA	L	6,628,755	7,005,050	37,071,966	19,128,267	20,371,183		
48. Washington	WA	L	606,565	613,980	917,045	967,066	1,102,273		
49. West Virginia	WV	L	270,504	273,140	110,598	169,885	132,346		
50. Wisconsin	WI	L	397,439	398,590	929,842	688,356	919,770		
51. Wyoming	WY	L	125,519	125,412	167,003	91,221	33,596		
52. American Samoa	AS								
53. Guam	GU								
54. Puerto Rico	PR								
55. U.S. Virgin Islands	VI								
56. Northern Mariana Islands	MP								
57. Canada	CN								
58. Aggregate other alien	OT	XXX							
59. Totals	(a) 51		216,016,245	219,112,251	591,853,961	368,191,801	604,720,443		
DETAILS OF WRITE-INS									
5801.		XXX							
5802.		XXX							
5803.		XXX							
5898. Sum. of remaining write-ins for Line 58 from overflow page		XXX							
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)		XXX							

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

Explanation of basis of allocation of premiums by states, etc.

Premiums are allocated to the state of residence of the insured.

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

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE T – PART 2
 INTERSTATE COMPACT – EXHIBIT OF PREMIUMS WRITTEN

Allocated By States and Territories

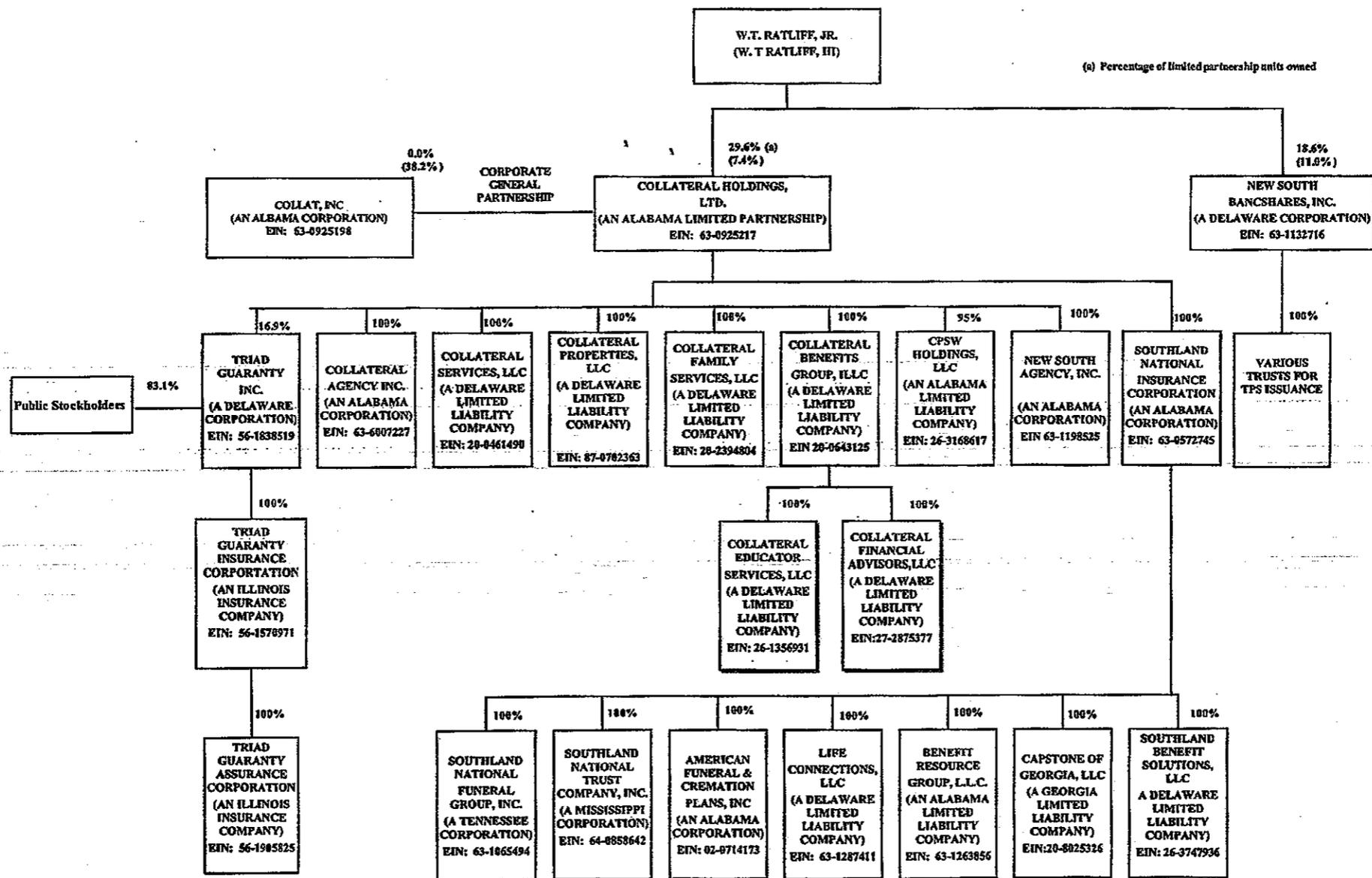
States, Etc.	Direct Business Only					
	1 Life (Group and individual)	2 Annuities (Group and individual)	3 Disability Income (Group and individual)	4 Long-Term Care (Group and individual)	5 Deposit-Type Contracts	6 Totals
1. Alabama AL						
2. Alaska AK						
3. Arizona AZ						
4. Arkansas AR						
5. California CA						
6. Colorado CO						
7. Connecticut CT						
8. Delaware DE						
9. District of Columbia DC						
10. Florida FL						
11. Georgia GA						
12. Hawaii HI						
13. Idaho ID						
14. Illinois IL						
15. Indiana IN						
16. Iowa IA						
17. Kansas KS						
18. Kentucky KY						
19. Louisiana LA						
20. Maine ME						
21. Maryland MD						
22. Massachusetts MA						
23. Michigan MI						
24. Minnesota MN						
25. Mississippi MS						
26. Missouri MO						
27. Montana MT						
28. Nebraska NE						
29. Nevada NV						
30. New Hampshire NH						
31. New Jersey NJ						
32. New Mexico NM						
33. New York NY						
34. North Carolina NC						
35. North Dakota ND						
36. Ohio OH						
37. Oklahoma OK						
38. Oregon OR						
39. Pennsylvania PA						
40. Rhode Island RI						
41. South Carolina SC						
42. South Dakota SD						
43. Tennessee TN						
44. Texas TX						
45. Utah UT						
46. Vermont VT						
47. Virginia VA						
48. Washington WA						
49. West Virginia WV						
50. Wisconsin WI						
51. Wyoming WY						
52. American Samoa AS						
53. Guam GU						
54. Puerto Rico PR						
55. U.S. Virgin Islands VI						
56. Northern Mariana Islands MP						
57. Canada CN						
58. Aggregate Other Alien OT						
59. Totals						

NONE

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

COLLATERAL FAMILY OF COMPANIES



ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE Y

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
00000	63-0925217	CHL										
00000	20-8025326	Capstone of Georgia, LLC										
00000	63-0925198	Collat Inc										
00000	20-0643125	Collateral Benefits Group, LLC										
00000	20-0461490	Collateral Services LLC										
00000	63-1287411	Life Connections LLC										
79057	63-0572745	Southland National Insurance Corporation	500,000				(1,879,783)				(1,379,783)	
10217	56-1905825	Triad Guaranty Assurance Corporation						3,551,812			3,551,812	
00000	56-1838519	Triad Guaranty Inc					1,494,081				1,494,081	
24350	56-1570971	Triad Guaranty Insurance Corporation					(1,494,081)	(3,551,812)			(5,045,893)	
00000	26-3747936	Southland Benefit Solutions	(500,000)				1,879,783				1,379,783	
9999999 Control Totals												
									XXX			

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of **WAIVED** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

MARCH FILING	RESPONSES
1. Will an actuarial opinion be filed by March 1?	.....YES.....
2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	.....YES.....
3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1?	.....WAIVED.....
4. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1?	.....WAIVED.....
APRIL FILING	
5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1?	.....YES.....
6. Will Management's Discussion and Analysis be filed by April 1?	.....YES.....
7. Will the Supplemental Investment Risk Interrogatories be filed by April 1?	.....YES.....
MAY FILING	
8. Will this company be included in a combined annual statement that is filed with the NAIC by May 1?	.....YES.....
JUNE FILING	
9. Will an audited financial report be filed by June 1?	.....YES.....
10. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1?	.....YES.....
AUGUST FILING	
11. Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1?	.....YES.....

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

MARCH FILING	
12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?	.....NO.....
13. Will the Financial Guaranty Insurance Exhibit be filed by March 1?	.....NO.....
14. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?	.....NO.....
15. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1?	.....NO.....
16. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?	.....NO.....
17. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1?	.....NO.....
18. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1?	.....NO.....
19. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1?	.....NO.....
20. Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)?	.....YES.....
21. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1?	.....YES.....
22. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1?	.....NO.....
23. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1?	.....NO.....
APRIL FILING	
24. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1?	.....NO.....
25. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?	.....NO.....
26. Will the Accident and Health Policy Experience Exhibit be filed by April 1?	.....NO.....
27. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1?	.....NO.....

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

28. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1?NO.....

AUGUST FILING

29. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1?YES.....

Explanation:

- 12.
- 13.
- 14.
- 15.
- 16.
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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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28. 
2 4 3 5 0 2 0 1 0 2 1 7 0 0 0 0 0

OVERFLOW PAGE FOR WRITE-INS

P004 Additional Aggregate Lines for Page 4 Line 37.
 *STMTINCOME - Statement of Income

	1 Current Year	2 Prior Year
Impact of Prescribed Accounting Practice outlined in the Corrective Order issued by Illinois Director of		
3704. Insurance on March 31, 2009.....		418,496,466
3797. Summary of remaining write-ins for Line 37 from page 4		418,496,466

P011 Additional Aggregate Lines for Page 11 Line 24.
 *EXEXP - Underwriting and Investment - Part 3 - Expenses

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
2404. Software.....				
2405. Credit counseling fees.....				
2406. Amortization of fraud insurance.....	22,213			22,213
2407. Miscellaneous expenses.....	1,500	616		2,116
2408. Holding company expenses.....	18,660	2,637,172		2,655,832
2409. Bank fees and service charges.....		45,087	3,809	48,895
2410. Charitable gifts.....				
2411. Contract underwriting reports.....				
2412. Contract underwriting remedies.....		6,871,222		6,871,222
2413. Guaranty fees.....				
2414.				
2497. Summary of remaining write-ins for Line 24 from page 11	42,373	9,554,097	3,809	9,600,280

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	15,533,492	1.821	15,533,492	1.901
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies	8,321,878	0.975	8,321,878	1.018
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)	9,567,764	1.121	9,567,764	1.171
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	1,757,599	0.215	1,757,599	0.215
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	10,410,831	1.274	10,410,831	1.274
1.43 Revenue and assessment obligations	71,459,220	8.744	71,459,220	8.744
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC	20,056,796	2.454	20,056,796	2.454
1.513 All other	43,981	0.005	43,981	0.005
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	57,332,648	7.015	57,332,648	7.015
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other	47,587,917	5.823	47,587,917	5.823
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	432,544,081	50.692	432,544,081	50.692
2.2 Unaffiliated non-U.S. securities (including Canada)	94,703,357	11.588	94,703,357	11.588
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated	10,178,989	1.380	10,178,989	1.380
3.32 Unaffiliated				
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (including \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities	41,814	0.005	41,814	0.005
8. Cash, cash equivalents and short-term investments	73,744,813	8.642	73,744,813	8.642
9. Other invested assets				
10. Total invested assets	853,285,180	100.000	853,285,180	100.000

SCHEDULE A – VERIFICATION BETWEEN YEARS

Real Estate

- 1. Book/adjusted carrying value, December 31 of prior year.....
- 2. Cost of acquired:
 - 2.1 Actual cost at time of acquisition (Part 2, Column 6).....
 - 2.2 Additional investment made after acquisition (Part 2, Column 9).....
- 3. Current year change in encumbrances:
 - 3.1 Totals, Part 1, Column 13.....
 - 3.2 Totals, Part 3, Column 11.....
- 4. Total gain (loss) on disposals, Part 3, Column 18.....
- 5. Deduct amounts received on disposals, Part 3, Column 15.....
- 6. Total foreign exchange change in book/adjusted carrying value.....**NONE**
 - 6.1 Totals, Part 1, Column 15.....
 - 6.2 Totals, Part 3, Column 13.....
- 7. Deduct current year's other than temporary impairment recognized:
 - 7.1 Totals, Part 1, Column 12.....
 - 7.2 Totals, Part 3, Column 10.....
- 8. Deduct current year's depreciation:
 - 8.1 Totals, Part 1, Column 11.....
 - 8.2 Totals, Part 3, Column 9.....
- 9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....
- 10. Deduct total nonadmitted amounts.....
- 11. Statement value at end of current period (Line 9 minus Line 10).....

SCHEDULE B – VERIFICATION BETWEEN YEARS

Mortgage Loans

- 1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....
- 2. Cost of acquired:
 - 2.1 Actual cost at time of acquisition (Part 2, Column 7).....
 - 2.2 Additional investment made after acquisition (Part 2, Column 8).....
- 3. Capitalized deferred interest and other:
 - 3.1 Totals, Part 1, Column 12.....
 - 3.2 Totals, Part 3, Column 11.....
- 4. Accrual of discount.....
- 5. Unrealized valuation increase (decrease):
 - 5.1 Totals, Part 1, Column 9.....
 - 5.2 Totals, Part 3, Column 8.....**NONE**
- 6. Total gain (loss) on disposals, Part 3, Column 18.....
- 7. Deduct amounts received on disposals, Part 3, Column 15.....
- 8. Deduct amortization of premium and mortgage interest points and commitment fees.....
- 9. Total foreign exchange change in book value/recorded investment excluding accrued interest:
 - 9.1 Totals, Part 1, Column 13.....
 - 9.2 Totals, Part 3, Column 13.....
- 10. Deduct current year's other than temporary impairment recognized:
 - 10.1 Totals, Part 1, Column 11.....
 - 10.2 Totals, Part 3, Column 10.....
- 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....
- 12. Total valuation allowance.....
- 13. Subtotal (Line 11 plus Line 12).....
- 14. Deduct total nonadmitted amounts.....
- 15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....

SCHEDULE BA – VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....	
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 8).....	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	
3. Capitalized deferred interest and other:	
3.1 Totals, Part 1, Column 16.....	
3.2 Totals, Part 3, Column 12.....	
4. Accrual of discount.....	
5. Unrealized valuation increase (decrease):	
5.1 Totals, Part 1, Column 13.....	
5.2 Totals, Part 3, Column 9.....	
6. Total gain (loss) on disposals, Part 3, Column 19.....	
7. Deduct amounts received on disposals, Part 3, Column 16.....	
8. Deduct amortization of premium and depreciation.....	
9. Total foreign exchange change in book/adjusted carrying value:	
9.1 Totals, Part 1, Column 17.....	
9.2 Totals, Part 3, Column 14.....	
10. Deduct current year's other than temporary impairment recognized:	
10.1 Totals, Part 1, Column 15.....	
10.2 Totals, Part 3, Column 11.....	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	
12. Deduct total nonadmitted amounts.....	
13. Statement value at end of current period (Line 11 minus Line 12)	

NONE

SCHEDULE D – VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year.....		731,325,589
2. Cost of bonds and stocks acquired, Part 3, Column 7.....		468,251,283
3. Accrual of discount.....		2,490,958
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12.....		
4.2 Part 2, Section 1, Column 15.....		
4.3 Part 2, Section 2, Column 13.....	3,385,779	
4.4 Part 4, Column 11.....		3,385,779
5. Total gain (loss) on disposals, Part 4, Column 19.....		16,424,093
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....		434,725,271
7. Deduct amortization of premium.....		3,089,642
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15.....		
8.2 Part 2, Section 1, Column 19.....		
8.3 Part 2, Section 2, Column 16.....		
8.4 Part 4, Column 15.....		
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14.....	4,481,560	
9.2 Part 2, Section 1, Column 17.....		
9.3 Part 2, Section 2, Column 14.....		
9.4 Part 4, Column 13.....	82,676	4,564,236
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....		779,498,553
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)		779,498,553

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	23,855,370	24,471,900	24,026,752	23,196,000
	2. Canada	8,583,534	8,693,872	8,582,058	8,600,000
	3. Other Countries	984,230	984,230	984,230	1,000,000
	4. Totals	33,423,134	34,150,002	33,593,040	32,796,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	1,757,599	1,827,147	1,750,267	1,795,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	10,410,832	11,083,126	10,427,049	11,295,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	148,892,645	155,778,342	149,047,766	151,818,217
Industrial and Miscellaneous, Credit Tenant Loans and Hybrid Securities (unaffiliated)	8. United States	479,323,436	500,224,606	480,752,750	468,016,344
	9. Canada	10,055,610	10,159,297	10,109,410	9,850,000
	10. Other Countries	85,456,309	88,426,079	85,456,960	85,323,738
	11. Totals	574,835,355	598,809,982	576,319,121	563,190,082
Parent, Subsidiaries and Affiliates	12. Totals				
	13. Total Bonds	769,319,564	801,648,598	771,137,242	760,894,299
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. Totals				
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks				
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. Totals				
Parent, Subsidiaries and Affiliates	24. Totals	10,178,989	10,178,989	5,035,982	
	25. Total Common Stocks	10,178,989	10,178,989	5,035,982	
	26. Total Stocks	10,178,989	10,178,989	5,035,982	
	27. Total Bonds and Stocks	779,498,553	811,827,587	776,173,224	

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments											
1.1 Class 1	7,576,413	12,334,740	4,396,681			24,307,834	3.0	3,535,664	0.5	24,307,834	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	7,576,413	12,334,740	4,396,681			24,307,834	3.0	3,535,664	0.5	24,307,834	
2. All Other Governments											
2.1 Class 1		9,567,764				9,567,764	1.2	4,996,522	1	9,567,764	
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals		9,567,764				9,567,764	1.2	4,996,522	1	9,567,764	
3. U.S. States, Territories and Possessions, etc., Guaranteed											
3.1 Class 1	115,000	389,165	785,468	467,966		1,757,599	0.2	2,134,153		1,757,599	
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals	115,000	389,165	785,468	467,966		1,757,599	0.2	2,134,153		1,757,599	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Class 1	1,888,900	3,348,115	750,534	3,133,837		9,121,387	1.1	8,316,270	1	9,121,387	
4.2 Class 2			1,007,475	281,970		1,289,445	0.2	1,249,691		1,289,445	
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals	1,888,900	3,348,115	1,758,009	3,415,807		10,410,832	1.3	9,565,961	1	10,410,832	
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Class 1	45,516,422	47,066,408	33,548,222	11,435,641	149,663	137,716,356	17.1	171,271,852	22.9	137,716,356	
5.2 Class 2	1,051,436	497,188	3,626,612	4,084,889		9,260,125	1.1	10,420,168	1.4	9,260,125	
5.3 Class 3			858,310			858,310	0.1	852,315	0.1	858,310	
5.4 Class 4											
5.5 Class 5				1,057,854		1,057,854	0.1	1,421,512	0.2	1,057,854	
5.6 Class 6											
5.7 Totals	46,567,858	47,563,596	38,033,144	16,578,385	149,663	148,892,645	18.5	183,965,847	24.6	148,892,645	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Industrial and Miscellaneous (unaffiliated)											
6.1 Class 1	75,702,341	338,383,722	171,689,546	407,314	4,619,644	590,802,567	73.3	527,474,541	70	526,532,003	64,270,565
6.2 Class 2	11,701,949	2,950,522	3,600,857			18,253,328	2.3	15,276,714	2	9,782,034	8,471,295
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6	85,473				172,528	258,002	0.0	238,291		85,473	172,528
6.7 Totals	87,489,764	341,334,244	175,290,402	407,314	4,792,173	609,313,897	75.6	542,989,546	73	536,399,510	72,914,388
7. Credit Tenant Loans											
7.1 Class 1											
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals											
8. Hybrid Securities											
8.1 Class 1				1,161,991		1,161,991	0.1	1,216,453			1,161,991
8.2 Class 2											
8.3 Class 3					405,724	405,724	0.1	405,618			405,724
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals				1,161,991	405,724	1,567,715	0.2	1,622,071			1,567,715
9. Parent, Subsidiaries and Affiliates											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1	(d) 130,799,076	411,089,914	211,170,451	16,606,749	4,769,308	774,435,498	96.1	XXX	XXX	709,002,942	65,432,556
10.2 Class 2	(d) 12,753,385	3,447,710	8,234,944	4,366,859		28,802,898	3.6	XXX	XXX	20,331,603	8,471,295
10.3 Class 3	(d)		858,310		405,724	1,264,034	0.2	XXX	XXX	858,310	405,724
10.4 Class 4	(d)							XXX	XXX		
10.5 Class 5	(d)			1,057,854		1,057,854	0.1	XXX	XXX	1,057,854	
10.6 Class 6	(d) 85,473				172,528	258,002	0.0	XXX	XXX	85,473	172,528
10.7 Totals	143,637,934	414,537,624	220,263,704	22,031,463	5,347,560	805,818,286	100.0	XXX	XXX	731,336,183	74,482,103
10.8 Line 10.7 as a % of Col. 6	17.8	51.4	27.3	2.7	0.7	100.0	XXX	XXX	XXX	90.8	9.2
11. Total Bonds Prior Year											
11.1 Class 1	193,193,795	434,106,139	68,513,019	22,641,071	491,430	XXX	XXX	718,945,454	96.0	666,476,039	52,469,415
11.2 Class 2	849,058	11,028,193	7,748,093	7,321,228		XXX	XXX	26,946,573	3.6	18,600,780	8,345,793
11.3 Class 3			852,315		405,618	XXX	XXX	1,257,933	0.2	852,315	405,618
11.4 Class 4						XXX	XXX				
11.5 Class 5			380,000	1,041,512		XXX	XXX	1,421,512	0.2	1,421,512	
11.6 Class 6					238,291	XXX	XXX	238,291	0.0		238,291
11.7 Totals	194,042,853	445,134,332	77,493,427	31,003,811	1,135,339	XXX	XXX	748,809,763	100.0	687,350,646	61,459,117
11.8 Line 11.7 as a % of Col. 8	25.9	59.4	10.3	4.1	0.2	XXX	XXX	100.0	XXX	91.8	8.2
12. Total Publicly Traded Bonds											
12.1 Class 1	130,749,866	350,826,936	207,449,252	15,207,580	4,769,308	709,002,942	88.0	666,476,039	89.0	709,002,942	XXX
12.2 Class 2	8,090,292	3,240,365	4,634,087	4,366,859		20,331,603	2.5	18,600,780	2.5	20,331,603	XXX
12.3 Class 3			858,310			858,310	0.1	852,315	0.1	858,310	XXX
12.4 Class 4											XXX
12.5 Class 5				1,057,854		1,057,854	0.1	1,421,512	0.2	1,057,854	XXX
12.6 Class 6	85,473					85,473	0.0			85,473	XXX
12.7 Totals	138,925,632	354,067,301	212,941,649	20,632,293	4,769,308	731,336,183	90.8	687,350,646	91.8	731,336,183	XXX
12.8 Line 12.7 as a % of Col. 6	19.0	48.4	29.1	2.8	0.7	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	17.2	43.9	26.4	2.6	0.6	90.8	XXX	XXX	XXX	90.8	XXX
13. Total Privately Placed Bonds											
13.1 Class 1	49,210	60,262,977	3,721,199	1,399,170		65,432,556	8.1	52,469,415	7.0	XXX	65,432,556
13.2 Class 2	4,663,092	207,345	3,600,857			8,471,295	1.1	8,345,793	1.1	XXX	8,471,295
13.3 Class 3					405,724	405,724	0.1	405,618	0.1	XXX	405,724
13.4 Class 4										XXX	
13.5 Class 5										XXX	
13.6 Class 6					172,528	172,528	0.0	238,291	0.0	XXX	172,528
13.7 Totals	4,712,302	60,470,323	7,322,056	1,399,170	578,253	74,482,103	9.2	61,459,117	8.2	XXX	74,482,103
13.8 Line 13.7 as a % of Col. 6	6.3	81.2	9.8	1.9	0.8	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.6	7.5	0.9	0.2	0.1	9.2	XXX	XXX	XXX	XXX	9.2

(a) Includes \$ 74,482,103 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$ 5,622,074 current year, \$ 5,401,804 prior year of bonds with Z designations and \$ 9,206,838 current year, \$ prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
 (c) Includes \$ current year, \$ prior year of bonds with 5* designations and \$ current year, \$ prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
 (d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ 36,498,721 ; NAIC 2 \$; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments											
1.1 Issuer Obligations	7,576,413	12,334,740	4,396,681			24,307,834	3.0	3,535,664	0.5	24,307,834	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	7,576,413	12,334,740	4,396,681			24,307,834	3.0	3,535,664	0.5	24,307,834	
2. All Other Governments											
2.1 Issuer Obligations		9,567,764				9,567,764	1.2	4,996,522	0.7	9,567,764	
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
2.3 Defined											
2.4 Other											
2.5 Defined											
2.6 Other											
2.7 Totals		9,567,764				9,567,764	1.2	4,996,522	0.7	9,567,764	
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations	115,000	389,165	785,468	467,966		1,757,599	0.2	2,134,153	0.3	1,757,599	
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
3.3 Defined											
3.4 Other											
3.5 Defined											
3.6 Other											
3.7 Totals	115,000	389,165	785,468	467,966		1,757,599	0.2	2,134,153	0.3	1,757,599	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations	1,888,900	3,348,115	1,758,009	3,415,807		10,410,832	1.3	9,565,961	1.3	10,410,832	
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
4.3 Defined											
4.4 Other											
4.5 Defined											
4.6 Other											
4.7 Totals	1,888,900	3,348,115	1,758,009	3,415,807		10,410,832	1.3	9,565,961	1.3	10,410,832	
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Issuer Obligations	13,261,705	25,383,005	17,221,300	15,481,491	111,719	71,459,220	8.9	82,388,736	11.0	71,459,220	
5.2 Single Class Mortgage-Backed/Asset-Backed Securities	6,981,687	9,342,757	3,124,898	637,885	13,551	20,100,777	2.5	37,092,026	5.0	20,100,777	
5.3 Defined	26,324,466	7,766,600	1,628,686	459,008	24,394	36,203,154	4.5	64,485,086	8.6	36,203,154	
5.4 Other											
5.5 Defined		5,071,234	16,058,260			21,129,494	2.6			21,129,494	
5.6 Other											
5.7 Totals	46,567,858	47,563,596	38,033,144	16,578,385	149,663	148,892,645	18.5	183,965,847	24.6	148,892,645	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Industrial and Miscellaneous											
6.1 Issuer Obligations	76,863,315	312,733,256	172,577,724			562,174,295	69.8	505,759,118	67.5	491,187,832	70,986,463
6.2 Single Class Mortgage-Backed/Asset-Backed Securities									0.7		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
6.3 Defined	823,122	1,730,730	549,621	170,136	22,145	3,295,753	0.4			3,295,753	
6.4 Other	137,538	267,932	83,422		4,597,499	5,086,390	0.6			4,879,747	206,643
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
6.5 Defined	543,350	281,345				824,695	0.1			824,695	
6.6 Other	9,122,440	26,320,981	2,079,636	237,178	172,528	37,932,764	4.7	37,230,428	4.3	36,211,483	1,721,281
6.7 Totals	87,489,764	341,334,244	175,290,402	407,314	4,792,173	609,313,897	75.6	542,989,546	72.5	536,399,510	72,914,388
7. Credit Tenant Loans											
7.1 Issuer Obligations											
7.2 Single Class Mortgage-Backed/Asset-Backed Securities											
7.7 Totals											
8. Hybrid Securities											
8.1 Issuer Obligations				713,677	405,724	1,119,401	0.1	1,113,372	0.1		1,119,401
8.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
8.3 Defined											
8.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
8.5 Defined											
8.6 Other				448,315		448,315	0.1	508,698	0.1		448,315
8.7 Totals				1,161,991	405,724	1,567,715	0.2	1,622,071	0.2		1,567,715
9. Parent, Subsidiaries and Affiliates											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
9.5 Defined											
9.6 Other											
9.7 Totals											

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	99,705,332	363,756,045	196,739,183	20,078,941	517,443	680,796,944	84.5	XXX	XXX	608,691,080	72,105,864
10.2 Single Class Mortgage-Backed/Asset-Backed Securities	6,981,687	9,342,757	3,124,898	637,885	13,551	20,100,777	2.5	XXX	XXX	20,100,777	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined	27,147,587	9,497,330	2,178,307	629,144	46,539	39,498,908	4.9	XXX	XXX	39,498,908	
10.4 Other	137,538	267,932	83,422		4,597,499	5,086,390	0.6	XXX	XXX	4,879,747	206,643
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
10.5 Defined	543,350	5,352,579	16,058,260			21,954,188	2.7	XXX	XXX	21,954,188	
10.6 Other	9,122,440	26,320,981	2,079,636	685,493	172,528	38,381,079	4.8	XXX	XXX	36,211,483	2,169,596
10.7 Totals	143,637,934	414,537,624	220,263,704	22,031,463	5,347,560	805,818,286	100.0	XXX	XXX	731,336,183	74,482,103
10.8 Lines 10.7 as a % of Col. 6	17.8	51.4	27.3	2.7	0.7	100.0	XXX	XXX	XXX	90.8	9.2
11. Total Bonds Prior Year											
11.1 Issuer Obligations	139,600,908	372,437,268	68,461,400	28,342,910	651,040	XXX	XXX	609,493,526	81.4	549,652,206	59,841,320
11.2 Single Class Mortgage-Backed/Asset-Backed Securities	13,585,901	16,990,312	5,190,655	1,325,157		XXX	XXX	37,092,026	5.0	37,092,026	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined	18,634,033	41,528,048	3,565,139	732,481	25,384	XXX	XXX	64,485,086	8.6	64,485,086	
11.4 Other						XXX	XXX				
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
11.5 Defined						XXX	XXX				
11.6 Other	22,222,012	14,178,704	276,234	603,263	458,914	XXX	XXX	37,739,126	5.0	36,121,329	1,617,797
11.7 Totals	194,042,854	445,134,332	77,493,428	31,003,811	1,135,339	XXX	XXX	748,809,763	100.0	687,350,646	61,459,117
11.8 Line 11.7 as a % of Col. 8	25.9	59.4	10.3	4.1	0.2	XXX	XXX	100.0	XXX	91.8	8.2
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	95,042,240	304,460,381	189,711,476	19,365,264	111,719	608,691,080	75.5	549,652,206	73.4	608,691,080	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities	6,981,687	9,342,757	3,124,898	637,885	13,551	20,100,777	2.5	37,092,026	5.6	20,100,777	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined	27,147,587	9,497,330	2,178,307	629,144	46,539	39,498,908	4.9	64,485,086	8.6	39,498,908	XXX
12.4 Other	137,538	111,764	32,946		4,597,499	4,879,747	0.6			4,879,747	XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
12.5 Defined	543,350	5,352,579	16,058,260			21,954,188	2.7			21,954,188	XXX
12.6 Other	9,073,230	25,302,490	1,835,762			36,211,483	4.5	36,121,329	4.2	36,211,483	XXX
12.7 Totals	138,925,632	354,067,301	212,941,649	20,632,293	4,769,308	731,336,183	90.8	687,350,646	91.8	731,336,183	XXX
12.8 Line 12.7 as a % of Col. 6	19.0	48.4	29.1	2.8	0.7	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	17.2	43.9	26.4	2.6	0.6	90.8	XXX	XXX	XXX	90.8	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations	4,663,092	59,295,664	7,027,707	713,677	405,724	72,105,864	8.9	59,841,320	8.0	XXX	72,105,864
13.2 Single Class Mortgage-Backed/Asset-Backed Securities										XXX	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined										XXX	
13.4 Other		156,168	50,475			206,643	0.0			XXX	206,643
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
13.5 Defined										XXX	
13.6 Other	49,210	1,018,491	243,873	685,493	172,528	2,169,596	0.3	1,617,797	0.2	XXX	2,169,596
13.7 Totals	4,712,302	60,470,323	7,322,056	1,399,170	578,253	74,482,103	9.2	61,459,117	8.2	XXX	74,482,103
13.8 Line 13.7 as a % of Col. 6	6.3	81.2	9.8	1.9	0.8	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.6	7.5	0.9	0.2	0.1	9.2	XXX	XXX	XXX	XXX	9.2

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	24,277,386	24,277,386			
2. Cost of short-term investments acquired	354,835,397	354,835,397			
3. Accrual of discount	7,375	7,375			
4. Unrealized valuation increase (decrease)					
5. Total gain (loss) on disposals	(3,105)	(3,105)			
6. Deduct consideration received on disposals	345,574,578	345,574,578			
7. Deduct amortization of premium	16,048	16,048			
8. Total foreign exchange change in book/adjusted carrying value					
9. Deduct current year's other than temporary impairment recognized	26,920	26,920			
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	33,499,507	33,499,507			
11. Deduct total nonadmitted amounts					
12. Statement value at end of current period (Line 10 minus Line 11)	33,499,507	33,499,507			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E - VERIFICATION BETWEEN YEARS

(Cash Equivalents)

	1	2	3
	Total	Bonds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year.....			
2. Cost of cash equivalents acquired.....	93,983,481	93,983,481	
3. Accrual of discount.....	20,550	20,550	
4. Unrealized valuation increase (decrease).....			
5. Total gain (loss) on disposals.....	(6,241)	(6,241)	
6. Deduct consideration received on disposals.....	90,998,403	90,998,403	
7. Deduct amortization of premium.....			
8. Total foreign exchange change in book/adjusted carrying value.....			
9. Deduct current year's other than temporary impairment recognized.....	173	173	
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	2,999,214	2,999,214	
11. Deduct total nonadmitted amounts.....			
12. Statement value at end of current period (Line 10 minus Line 11)	2,999,214	2,999,214	

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment

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

Schedule B - Part 3

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	For orig 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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
Bonds: U.S. Governments - Issuer Obligations																					
3133XF-JY-3	FEDERAL HOME LOAN BANK				1	1,032,810		1,021,060	1,000,000	1,020,882		(16,604)	14,701		5.250	0.500	JD	3,063	52,500	03/24/2010	06/10/2011
3134G1-LJ-1	FREDDIE MAC			1		3,000,000		3,004,530	3,000,000	3,000,000					1.125	1.120	JJ	15,656		07/08/2010	07/14/2011
31359M-JH-7	FANNIE MAE			1		569,421		102,1160	550,000	561,570		(11,048)	11,070		6.000	0.330	MN	4,217	33,000	03/29/2010	05/15/2011
31359M-RG-0	FANNIE MAE			1		215,250		107,7520	200,000	213,274		(1,976)	313		4.375	1.310	MS	2,576	4,375	03/29/2010	03/15/2013
31359M-YQ-0	FANNIE MAE			1		194,971		106,9510	195,000	194,978		(1)			5.000	5.000	FA	4,035	9,750	08/26/2005	08/02/2012
31359M-YQ-0	FANNIE MAE	SD		1		1,804,736		1,930,466	1,805,000	1,804,797		(8)			5.000	5.000	FA	39,728	87,875	08/26/2005	08/02/2012
3137EA-BF-5	FREDDIE MAC	SD				1,551,533		1,531,344	1,525,000	1,526,377		(9,503)			3.250	2.610	FA	17,347	49,563	04/09/2008	02/25/2011
912828-AP-5	US TREASURY N/B				1	347,039		106,4610	325,000	340,752		(6,287)			4.000	1.360	MN	1,688	13,000	03/29/2010	11/15/2012
912828-DC-1	US TREASURY N/B				1	1,136,379		1,160,828	1,050,000	1,122,839		(13,541)			4.250	2.360	MN	5,794	44,625	03/29/2010	11/15/2014
912828-DV-9	US TREASURY N/B				1	397,288		110,1170	370,000	393,468		(3,819)			4.125	2.580	MN	1,982	15,263	03/29/2010	05/15/2015
912828-EE-6	US TREASURY N/B				1	781,357		110,7270	725,000	773,865		(7,493)			4.250	2.880	FA	11,638	15,406	03/29/2010	08/15/2015
912828-EW-6	US TREASURY N/B				1	163,055		111,9770	150,000	161,485		(1,569)			4.500	2.860	FA	2,550	3,375	03/29/2010	02/15/2016
912828-FD-7	US TREASURY N/B				1	1,015,120		1,015,120	1,000,000	1,015,120		(16,407)	16,168		4.875	4.870	AO	8,349	48,750	03/24/2010	04/30/2011
912828-FF-2	US TREASURY N/B				1	369,497		115,2110	330,000	364,980		(4,517)			5.125	2.970	MN	2,196	16,913	03/29/2010	05/15/2016
912828-FQ-8	US TREASURY N/B				1	55,293		113,9770	50,000	54,713		(580)			4.875	3.030	FA	921	1,219	03/29/2010	08/15/2016
912828-FY-1	US TREASURY N/B				1	435,344		112,6480	400,000	431,653		(3,691)			4.625	3.130	MN	2,402	18,500	03/29/2010	11/15/2016
912828-GH-7	US TREASURY N/B				1	1,510,865		1,12,5860	1,390,000	1,498,750		(12,115)			4.625	3.200	FA	24,283	32,144	03/29/2010	02/15/2017
912828-GS-3	US TREASURY N/B				1	1,163,784		111,8910	1,080,000	1,155,748		(8,036)			4.500	3.270	MN	6,310	48,600	03/29/2010	05/15/2017
912828-GW-4	US TREASURY N/B				1	1,081,719		1,066,050	1,000,000	1,054,469		(27,250)			4.875	1.190	JD	135	48,750	03/29/2010	06/30/2012
912828-HA-1	US TREASURY N/B				1	327,445		113,3980	300,000	324,913		(2,532)			4.750	3.340	FA	5,382	7,125	03/29/2010	08/15/2017
912828-HG-8	US TREASURY N/B				1	760,414		106,0900	715,000	747,245		(13,168)			3.875	1.360	AO	4,745	27,706	03/29/2010	10/31/2012
912828-HH-6	US TREASURY N/B				1	406,326		110,2420	385,000	404,440		(1,886)			4.250	3.410	MN	2,124	16,363	03/29/2010	11/15/2017
912828-HM-5	US TREASURY N/B				1	1,047,467		1,060,630	990,000	1,031,874		(15,593)			3.625	1.460	JD	99	35,888	03/29/2010	12/31/2012
912828-HQ-6	US TREASURY N/B				1	809,250		104,7500	780,000	801,543		(7,707)			2.875	1.520	JJ	9,384	11,213	03/29/2010	01/31/2013
912828-HY-9	US TREASURY N/B				1	125,316		105,6410	120,000	124,032		(1,284)			3.125	1.640	AO	642	3,750	03/29/2010	04/30/2013
912828-KF-6	US TREASURY N/B				1	3,070,454		102,4060	3,100,000	3,075,981		5,527			1.875	2.120	FA	19,750	29,063	03/29/2010	02/28/2014
912828-KN-9	US TREASURY N/B				1	168,756		102,2730	171,000	169,157		401			1.875	2.210	AO	549	3,206	03/29/2010	04/30/2014
912828-MR-8	US TREASURY N/B				1	485,864		103,0630	490,000	486,467		602			2.375	2.550	FA	3,954	5,819	03/29/2010	02/28/2015
0199999 - Bonds: U.S. Governments - Issuer Obligations						24,026,753	xxx	24,471,902	23,196,000	23,855,372		(180,085)	42,252		xxx	xxx	xxx	201,499	683,741	xxx	xxx
Bonds: U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities																					
0399999 - Bonds: Subtotals - U.S. Governments						24,026,753	xxx	24,471,902	23,196,000	23,855,372		(180,085)	42,252		xxx	xxx	xxx	201,499	683,741	xxx	xxx
Bonds: All Other Governments - Issuer Obligations																					
669827-FX-0	NOVA SCOTIA PROVINCE		A		JFE	3,583,008		100,1020	3,603,672	3,600,000		1,401			2.375	2.470	JJ	38,000		07/13/2010	07/21/2015
683234-BY-7	ONTARIO (PROVINCE OF)		A		JFE	4,999,050		101,8040	5,090,200	5,000,000		74			2.700	2.700	JD	5,625	67,500	06/18/2010	06/16/2015
465410-BW-7	REPUBLIC OF ITALY		F		JFE	984,230		98,4230	1,000,000	984,230		246	13,416		2.125	2.120	MS	6,198		09/08/2010	09/16/2013
0499999 - Bonds: All Other Governments - Issuer Obligations						9,566,288	xxx	9,678,102	9,600,000	9,567,763		1,721	13,416		xxx	xxx	xxx	49,823	67,500	xxx	xxx
Bonds: All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
1099999 - Bonds: Subtotals - All Other Governments						9,566,288	xxx	9,678,102	9,600,000	9,567,763		1,721	13,416		xxx	xxx	xxx	49,823	67,500	xxx	xxx
Bonds: U.S. States, Territories, Possessions (Direct and Guaranteed) - Issuer Obligations																					
68607F-CU-2	OREGON ST			1	JFE	104,458		100,1010	105,106	105,000					5.450	5.450	FA	2,384	5,901	01/16/1996	08/01/2011
68607F-CY-4	OREGON ST			1	JFE	132,868		100,0640	135,086	133,379		238			5.550	5.800	FA	3,122	7,677	01/18/1996	08/01/2016
68607L-JU-2	OREGON ST			1	JFE	388,050		102,0100	397,839	390,000		120			4.750	4.790	AO	4,631	18,525	11/02/2001	10/01/2015
68607L-KL-0	OREGON ST	SD		1	JFE	658,925		102,1760	679,470	665,000		371			4.850	4.930	AO	8,063	32,253	11/02/2001	10/01/2016
882720-VM-4	TEXAS ST			1	JFE	465,965		101,9290	509,645	500,000		1,353			5.250	5.910	FA	10,938	26,250	05/02/2002	08/01/2025
1199999 - Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						1,750,266	xxx	1,827,146	1,795,000	1,757,599		2,082			xxx	xxx	xxx	29,138	90,606	xxx	xxx
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possession (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed Securities																					
1799999 - Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed)						1,750,266	xxx	1,827,146	1,795,000	1,757,599		2,082			xxx	xxx	xxx	29,138	90,606	xxx	xxx

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	For eign	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity	
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																						
010662-FL-3	ALABASTER ALA				1FE	194,743		102,166	199,224	195,000					5.000	5.203	MS	3,250	9,750	08/08/2002	09/01/2022	
097431-DN-7	BOISE CITY IDAHO CTFS PARTN			1	1FE	1,701,002		100,257	1,694,343	1,690,000	(6,308)				5.875	5.280	MS	33,096	99,288	03/05/2003	03/01/2011	
287769-ES-8	ELKHORN WIS AREA SCH DIST			1	1FE	1,268,649		105,807	1,253,813	1,185,000	(10,397)				5.250	4.300	AO	15,553	62,213	03/07/2003	04/01/2012	
303820-K4-5	FAIRFAX CNTY VA				1FE	1,071,150		105,961	1,059,610	1,000,000	(16,282)		16,817		5.250	0.490	AO	13,125	52,500	03/23/2010	04/01/2012	
472628-PM-2	JEFFERSON CNTY ALA			1	2FE	273,373		80,814	343,460	425,000	281,970				5.000	9.760	AO	5,313	21,250	03/07/2003	04/01/2023	
472628-PZ-3	JEFFERSON CNTY ALA			1	2FE	965,973		82,917	1,318,380	1,590,000	1,007,475				5.000	11.540	AO	19,875	79,500	07/28/2004	04/01/2020	
483862-GV-4	KANE CNTY ILL FST PRESV DIST			1	1FE	1,085,450		108,545	1,085,450	1,000,000	(12,001)		15,469		5.000	5.000	JD	2,222	50,000	03/23/2010	12/15/2014	
509354-DR-4	LAKE CNTY IND PUB LIBR DIST			1	1FE	920,036		101,394	1,013,940	1,000,000	921,093				4.750	5.600	FA	19,792	47,500	10/29/2003	02/01/2024	
639066-BF-5	NAUGATUCK CONN CTFS PARTN			1	1FE	749,692		100,606	759,575	755,000	750,534				5.000	5.100	JD	1,678	37,750	12/13/2002	06/15/2017	
666611-GF-9	NORTHPORT ALA			1	1Z	440,690		104,426	469,917	450,000	443,533				5.200	5.370	MN	3,900	23,400	04/19/2002	05/01/2022	
734260-A2-8	PORT HOUSTON AUTH TEX HARRIS C			1	1FE	480,050		101,321	506,605	500,000	481,844		1,212		5.000	5.440	AO	6,250	25,000	10/24/2001	10/01/2021	
796236-AZ-7	SAN ANTONIO TEX			1	1FE	4,962		104,872	4,962	5,000	4,994		5		5.000	5.100	FA	104	250	11/21/2002	02/01/2023	
896479-BN-1	TRINITY CNTY CALIF PUB UTILS D			1	1FE	1,271,280		91,571	1,373,565	1,500,000	1,287,367		10,901		5.000	6.710	AO	18,750	75,000	10/31/2003	04/01/2023	
1899999 - Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						10,427,050	xxx	11,083,126	11,295,000	10,410,831		15,984	32,286		xxx	xxx	xxx	142,908	583,401	xxx	xxx	
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities																						
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities																						
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities																						
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities																						
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																						
2499999 - Bonds: Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						10,427,050	xxx	11,083,126	11,295,000	10,410,831		15,984	32,286		xxx	xxx	xxx	142,908	583,401	xxx	xxx	
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																						
010257-EY-5	ALABAMA DRINKING WTR FIN AUTH			1	2Z	1,837,600		99,945	1,998,900	2,000,000	1,848,489		7,356		4.625	5.410	FA	34,944	92,500	11/21/2003	08/15/2024	
013538-HJ-5	ALBUQUERQUE N M ARPT REV				1FE	1,685,946		105,674	1,759,472	1,665,000	1,678,539		(4,994)		5.000	4.650	JJ	41,625	83,250	05/20/2004	07/01/2013	
013538-HO-9	ALBUQUERQUE N M ARPT REV			1	1FE	1,566,832		102,473	1,706,175	1,665,000	1,578,236		7,711		5.000	5.780	JJ	41,625	83,250	10/04/2004	07/01/2019	
02765P-AF-2	AMERICAN MUN PWR-OHIO INC ELEC				1FE	927,888		104,692	1,046,920	1,000,000	936,997		24,010		5.000	8.350	FA	20,833	50,000	07/25/2007	02/01/2013	
041841-AR-8	ARLINGTON TEX SPL OBLIG				1FE	1,103,490		110,271	1,102,710	1,000,000	1,096,941		(6,549)	14,780		5.000	2.750	FA	18,889	25,000	03/23/2010	08/15/2015
04780M-BB-4	ATLANTA GA ARPT REV			1	1FE	1,206,954		100,690	1,208,280	1,200,000	1,205,332		(6,859)		5.625	5.160	JJ	33,750	67,500	05/18/2004	01/01/2012	
090929-DC-1	BIRMINGHAM ALA SPL CARE FAC F	SD			2FE	245,000		100,245	250,613	250,000	247,740				5.375	5.540	JD	1,120	13,438	08/28/1997	06/01/2017	
090929-DX-5	BIRMINGHAM ALA SPL CARE FAC F			1	1FE	764,552		101,415	770,754	760,000	762,276		(1,536)		5.250	5.020	JD	3,325	39,900	04/14/2003	06/01/2012	
100340-BM-9	BOSSIER PUB TR FING AUTH LA SI			1	1Z	10,075		100,181	10,075	10,000	10,000				6.000	5.910	FA	250	617	11/16/1995	08/01/2011	
106214-DX-4	BRAZOS RIVER AUTH TEX REV				2FE	264,727		98,912	331,355	335,000	272,738		5,449		5.050	8.320	MN	2,820	16,918	12/01/2003	11/01/2018	
114894-BS-6	BROWARD CNTY FLA ARPT SYS REV			1	1FE	1,976,340		100,213	2,004,260	2,000,000	1,983,993		5,173		5.375	5.680	AO	26,875	107,500	06/14/2004	10/01/2013	
130911-K3-9	CALIFORNIA STATEWIDE CMNTYS DE				1FE	666,340		98,701	681,037	690,000	666,817		477		5.000	5.390	FA	14,375	34,500	11/20/2003	08/01/2022	
164243-NH-6	CHEROKEE CNTY GA WTR & SEW AUT			1	1FE	817,399		105,971	847,768	800,000	815,512		(4,995)		5.000	4.190	FA	16,667	40,000	06/12/2003	08/01/2013	
167592-VN-1	CHICAGO ILL O HARE INTL ARPT R			1	1FE	558,921		101,000	555,500	550,000	553,696		(3,525)		5.500	4.800	JJ	15,125	30,250	06/02/2004	01/01/2012	
18085P-DY-7	CLARK CNTY NEV ARPT REV			1	1FE	935,570		103,260	1,032,600	1,000,000	942,852		4,931		5.500	6.380	JJ	27,500	55,000	07/29/2004	07/01/2019	
181006-DL-8	CLARK CNTY NEV PASSENGER FAC C				1FE	1,005,540		102,067	1,020,670	1,000,000	1,001,436		(2,769)		5.250	4.950	JJ	26,250	52,500	06/04/2004	07/01/2011	
196567-EM-9	COLORADO SCH MINES AUX FACs RE			1	1FE	134,376		100,018	140,025	150,000	134,598				5.000	5.310	JD	583	7,000	10/30/2002	12/01/2030	
199546-AO-5	COLUMBUS OHIO REGL ARPT AUTH			1	1FE	503,349		102,542	548,600	535,000	507,188		2,599		5.500	6.330	JJ	14,713	29,425	10/01/2003	01/01/2019	
207714-AF-3	CONNECTICUT ST SPL OBLIG PKG			1	3FE	849,510		97,462	974,620	1,000,000	858,310		5,994		6.500	9.140	JJ	32,500	65,000	05/23/2000	07/01/2018	
207900-BP-5	CONNECTICUT ST DEV AUTH WTR FA			1	1FE	891,670		100,138	1,001,380	1,000,000	893,632		1,962		5.000	6.300	MS	16,667	50,000	10/10/2003	09/01/2022	
207904-DP-5	CONNECTICUT ST ARPT REV			1	1FE	110,622		89,784	134,676	150,000	111,719		745		5.125	7.580	AO	1,922	7,688	06/09/2003	10/01/2031	
235036-EJ-5	DALLAS FORT WORTH TEX INTL ARP			1	1FE	892,350		98,875	988,750	1,000,000	899,755		5,011		5.000	6.180	MN	8,333	50,000	09/06/2002	11/01/2023	
249181-H4-3	DENVER COLO CITY & CNTY ARPT R			1	1FE	445,870		102,148	510,740	500,000	453,501		5,170		5.000	6.700	MN	3,194	25,000	03/26/2002	11/15/2017	
249181-K2-3	DENVER COLO CITY & CNTY ARPT R			1	1FE	1,981,860		103,145	2,062,900	2,000,000	1,985,538		2,486		5.500	5.670	MN	14,056	110,000	06/03/2004	11/15/2015	
249181-K5-6	DENVER COLO CITY & CNTY ARPT R			1	1FE	936,020		102,528	1,025,280	1,000,000	943,883		5,324		5.500	6.410	MN	7,028	55,000	02/05/2003	11/15/2018	
249181-WD-6	DENVER COLO CITY & CNTY ARPT R			1	1FE	254,687		99,996	314,987	315,000	257,836		2,135		5.000	6.970	MN	2,013	15,750	01/19/2001	11/15/2025	
251255-S7-1	DETROIT MICH WTR SUPPLY SYS				1FE	996,169		107,818	1,078,180	1,000,000	996,425		693		5.000	5.080	JJ	25,000	50,000	03/04/2005	07/01/2015	
29270M-BJ-1	ENERGY NORTHWEST WASH WIND			1	1FE	457,020		100,554	502,770	500,000	460,134		2,106		5.000	5.910	JJ	12,500	25,000	11/13/2003	07/01/2023	
341080-AS-8	FLORIDA PORTS FING COMMV REV			1	2FE	249,980		99,992	249,980	250,000	249,980			3,565		5.375	5.370	JD	1,120	13,438	06/25/2002	06/01/2027
341080-BG-3	FLORIDA PORTS FING COMMV REV			1	1FE	2,027,860		100,725	2,014,500	2,000,000	2,000,000				5.500	5.500	AO	27,500	110,000	06/14/2004	10/01/2011	
392053-AR-5	GREATER KELLY DEV AUTH TEX			1	1FE	246,163		100,119	250,298	250,000	246,682		351		5.350	5.570	JD	1,115	13,375	03/13/2001	06/01/2018	
392274-NX-0	GREATER ORLANDO AVIATION AUTH			1	1FE	771,545		105,384	764,034	725,000	736,749		(3,938)		5.250	4.610	AO	9,516	38,063	06/15/2004	10/01/2013	
400524-DB-7	GUADALUPE-BLANCO RIV AUTH TEX			1	1FE	549,081		105,207	568,118	540,000	547,973											

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
419800-DV-6	HAWAII ST DEPT BUDGET & FIN		1	2FE	492,565	100.2910	501,455	500,000	493,489		625			5.750	5.950	JD	2,396	28,750	09/15/1999	12/01/2018
419800-EW-3	HAWAII ST DEPT BUDGET & FIN		1	2FE	1,323,120	94.5820	1,513,312	1,600,000	1,342,941		13,440			5.000	7.010	JD	6,667	80,000	10/09/2003	12/01/2022
41981T-CH-4	HAWAII ST HBR SYS REV		1	1FE	1,478,263	106.8880	1,528,498	1,430,000	1,447,410		(5,299)			5.000	4.560	JJ	35,750	71,500	05/27/2004	01/01/2014
439239-F0-2	HOOVER ALA BRD ED CAP OUTLAY W		1	1FE	603,884	100.5490	603,294	600,000	600,176		(7,813)			5.250	4.910	FA	11,900	31,500	03/11/2003	02/15/2019
45129T-GY-7	IDAHO HSG & FIN ASSN		1	1FE	14,939	100.0420	15,006	15,000	15,000					6.100	6.100	JJ	458	915	02/06/1997	01/01/2011
45129T-HB-6	IDAHO HSG & FIN ASSN		1	1FE	10,000	100.0730	10,007	10,000	10,000					6.100	6.100	JJ	305	610	02/06/1997	01/01/2011
45129T-HO-3	IDAHO HSG & FIN ASSN		1	1FE	44,681	100.0350	45,016	45,000	45,000		319			5.850	5.840	JJ	1,316	2,633	03/20/1997	01/01/2011
45200P-MU-8	ILLINOIS HEALTH FACs AUTH REV		1	1FE	250,000	104.2140	260,535	250,000	250,000					5.500	5.500	FA	5,729	13,750	04/26/2001	08/01/2020
45528S-AU-0	INDIANAPOLIS IND LOC PUB IMPT		1	1FE	843,330	100.2430	1,002,430	1,000,000	846,497		3,167			5.000	7.020	JJ	25,000	50,000	01/22/2003	01/01/2022
485427-X3-7	KANSAS ST DEV FIN AUTH REV		1	1FE	395,000	100.0090	395,036	395,000	395,000					5.200	5.200	MS	6,847	20,540	01/18/2001	03/01/2021
491026-RW-2	KENTON CNTY KY ARPT BRD ARPT R		1	1FE	488,430	101.8080	509,040	500,000	491,829		2,296			4.850	5.410	MS	8,083	24,250	03/07/2002	03/01/2014
49151E-T0-6	KENTUCKY ST PPTY & BLDGS COMM		1	1FE	487,575	104.8990	524,495	500,000	488,484		614			5.000	5.240	MN	4,167	25,000	11/07/2003	11/01/2023
511002-EE-3	LAKE SUPERIOR ST UNIV MICH REV		1	2FE	767,833	100.0770	770,593	770,000	768,811		52			5.125	5.140	MN	5,042	39,463	02/20/1998	11/15/2019
511665-GR-6	LAKELAND FLA HOSP SYS REV		1	2FE	493,080	100.6930	503,465	500,000	497,188		447			5.450	5.580	MN	3,482	27,250	09/02/1999	11/15/2015
52349M-DK-5	LEE CNTY FLA INDL DEV AUTH UTI		1	1FE	281,380	102.0530	301,056	295,000	282,733		915			5.000	5.550	MN	2,458	14,750	07/21/2003	11/01/2020
52349M-DL-3	LEE CNTY FLA INDL DEV AUTH UTI		1	1FE	275,154	101.2780	303,834	300,000	277,085		1,306			5.000	5.900	MN	2,500	15,000	10/11/2002	11/01/2022
52349M-DS-8	LEE CNTY FLA INDL DEV AUTH UTI		1	1FE	452,120	100.5150	502,575	500,000	452,925		805			5.000	6.060	MN	4,167	25,000	09/26/2003	11/01/2023
544552-JX-1	LOS ANGELES CALIF HBR DEPT REV		1	1FE	979,180	102.0900	1,020,900	1,000,000	981,567		815			5.500	5.770	FA	22,917	55,000	06/20/2003	08/01/2019
546540-AM-7	LOUISIANA ST UNIV & AGRIC &		1	2FE	75,000	101.1100	75,833	75,000	75,000					6.200	6.200	MN	775	4,650	02/03/2000	05/01/2020
54810C-DZ-0	LOWER COLO RIV AUTH TEX REV		1	1FE	160,426	100.9280	176,624	175,000	161,635		817			4.750	5.660	MN	1,062	8,313	10/01/2002	05/15/2022
560425-04-5	MAINE HEALTH & HIGHER EDL FACs		1	1FE	26,348	100.6220	25,156	25,000	25,082		(123)			6.000	5.320	JJ	750	1,500	01/05/2001	07/01/2011
586111-EM-4	MEMPHIS-SHELBY CNTY TENN ARPT		1	2FE	819,560	100.3630	802,904	800,000	801,436		(12,235)			6.250	4,660	FA	18,889	50,000	06/04/2004	02/15/2011
586158-KU-0	MEMPHIS TENN ELEC SYS REV		1	1FE	1,050,110	104.1070	1,041,070	1,000,000	1,039,314		(14,815)	19,151		5.000	0,680	JD	4,167	50,000	03/23/2010	12/01/2011
592646-FP-3	METROPOLITAN WASHINGTON D C AR		1	1FE	655,111	103.9190	680,669	655,000	655,037		(50)			5.375	5.360	AO	8,802	35,206	06/03/2003	10/01/2012
592646-FR-9	METROPOLITAN WASHINGTON D C AR		1	1FE	463,605	104.0240	520,120	500,000	467,584		2,694			5.375	6.350	AO	6,719	26,875	06/19/2003	10/01/2019
59455P-ZA-1	MICHIGAN MUN BD AUTH REV		1	1FE	109,462	100.2990	110,329	110,000	109,947		42			5.300	5.340	MN	972	5,830	11/17/1997	11/01/2011
59455P-ZB-9	MICHIGAN MUN BD AUTH REV		1	1FE	118,776	100.2800	120,336	120,000	119,784		95			5.300	5.400	MN	1,060	6,360	11/17/1997	11/01/2012
59455P-ZC-7	MICHIGAN MUN BD AUTH REV		1	1FE	124,338	100.2740	125,343	125,000	124,828		41			5.400	5.440	MN	1,125	6,750	11/17/1997	11/01/2013
59455P-ZD-5	MICHIGAN MUN BD AUTH REV		1	1FE	128,575	100.2570	130,334	130,000	129,546		91			5.400	5.500	MN	1,170	7,020	11/17/1997	11/01/2014
59455R-BN-5	MICHIGAN MUN BD AUTH REV		1	1FE	480,523	100.1970	485,955	485,000	482,396		182			5.375	5.450	MN	4,345	26,069	06/24/1999	11/01/2019
602248-CB-0	MILWAUKEE CNTY WIS ARPT REV		1	1FE	977,430	106.5560	1,065,560	1,000,000	982,025		3,104			5.000	5,210	JD	4,167	50,000	05/18/2004	12/01/2015
603827-FV-3	MINNEAPOLIS & ST PAUL MINN MET		1	1FE	496,872	100.0000	600,000	600,000	600,000		101,049			5.250	5.250	JJ	15,750	31,500	05/21/2001	01/01/2024
605275-M0-6	MISSISSIPPI BUSINESS FIN CORP		2	1FE	642,925	98.1560	660,045	672,445	643,479		554			8.000	8.600	JAAJ	13,449	51,750	12/15/1998	01/01/2022
64461R-CS-5	NEW HAMPSHIRE HIGHER EDL & HEA		1	1FE	247,020	100.0720	250,180	250,000	247,240		149			5.550	5.670	JD	1,156	13,875	12/05/2001	06/01/2023
64971K-SE-7	NEW YORK N Y CITY TRANSITIONAL		1	1FE	1,596,270	106.4180	1,596,270	1,500,000	1,596,270		(22,489)	26,696		5.000	5.000	FA	31,250	37,500	03/23/2010	08/01/2012
64971K-VF-0	NEW YORK N Y CITY TRANSITIONAL		1	1FE	242,535	105.9070	264,768	250,000	243,042		342			5.000	5,280	FA	5,208	12,500	10/29/2003	08/01/2024
65818P-CP-2	NORTH CAROLINA CAP FACs FIN AG		1	2Z	987,670	102.4380	1,049,990	1,025,000	992,278		3,114			5.000	5,530	AO	12,813	51,250	01/01/2009	04/01/2018
65818P-CP-2	NORTH CAROLINA CAP FACs FIN AG	SD	1	2Z	240,895	102.4380	256,095	250,000	242,161		856			5.000	5,520	AO	3,125	18,750	01/01/2009	04/01/2018
65820E-M0-0	NORTH CAROLINA HSG FIN AGY		1	1FE	14,639	100.0280	15,004	15,000	14,958		216			6.150	7.700	MS	308	923	08/08/1996	03/01/2011
709221-JX-4	PENNSYLVANIA ST TPK COMMN OIL		1	1FE	63,177	100.2700	65,176	65,000	63,779		62			5.000	5,200	JD	271	3,250	08/13/1998	12/01/2023
717903-YN-2	PHILADELPHIA PA HOSPS & HIGHER		1	1Z	330,000	100.2300	330,759	330,000	330,000					5.300	5,300	JJ	8,745	17,490	12/30/1997	01/01/2018
73358T-FB-2	PORT AUTH N Y & N J		1	1FE	981,890	108.0980	1,080,980	1,000,000	984,209		1,567			5.250	5,490	MN	8,750	52,500	07/08/2004	11/01/2018
735000-NU-1	PORT OAKLAND CALIF		1	1FE	54,298	107.2410	58,869	70,000	58,869					5.000	15,250	MN	583	3,500	01/28/2010	11/01/2022
735240-UK-7	PORT SEATTLE WASH REV		1	1FE	1,017,290	103.0530	1,030,530	1,000,000	1,008,949		(5,625)			5.375	4,740	JJ	26,875	53,750	02/05/2003	07/01/2012
735388-3X-6	PORT SEATTLE WASH REV		1	1FE	1,006,060	102.9500	1,029,500	1,000,000	1,002,040		(2,715)			5.625	5,330	AO	14,063	56,250	07/09/2004	10/01/2011
735388-4C-1	PORT SEATTLE WASH REV		1	1FE	1,090,232	100.0020	1,300,026	1,300,000	1,103,332		8,880			5.100	6,880	AO	16,575	66,300	04/15/2002	04/01/2024
735388-6L-9	PORT SEATTLE WASH REV		1	1FE	1,001,560	105.3000	1,053,000	1,000,000	1,000,817		(502)			5.500	5,440	MS	18,333	55,000	06/21/2004	09/01/2012
73674N-BA-8	PORTLAND ORE RIV DIST URBAN		1	1FE	794,149	101.8140	780,000	780,000	743,597		1,987			5.000	5,520	JD	1,733	39,000	10/08/2003	06/15/2023
759911-02-9	REGIONAL TRANSN AUTH ILL		1	1FE	5,406,484	100.6840	5,436,936	5,400,000	5,402,315		(4,169)			2.979	2,870	JD	13,406	160,866	03/29/2010	06/01/2011
76223P-CP-8	RHODE IS ST ECONOMIC DEV CORP		1	1FE	981,320	102.5380	1,025,380	1,000,000	984,255		1,982			5.000	5,280	JJ	25,000	50,000	07/08/2004	07/01/

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	Foreign Bond Designation	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
798136-ND-5	SAN JOSE CALIF ARPT REV			JFE	501,370		105,9570	500,000	500,953		(281)			5.000	4.930	MS	8,333	25,000	06/10/2004	03/01/2014
906365-BS-9	UNION CNTY N J UTILS AUTH			2FE	526,273		100,0310	540,000	534,395		846			5.000	5.220	JD	2,250	27,000	09/01/1998	06/01/2016
914692-A4-0	UNIVERSITY N M UNIV REVS			JFE	1,159,691		106,3770	1,388,220	1,164,556		12,734			5.000	6.850	JJ	32,625	65,250	10/18/2004	07/01/2018
921624-AG-7	VANCOUVER WASH DOWNTOWN REDEV			5Z	1,033,980		74,1680	1,900,000	1,057,854		16,342			5.250	11.100	JJ	49,875	99,750	01/06/2004	01/01/2028
928077-DT-0	VIRGINIA PORT AUTH PORT FAC RE			JFE	998,670		105,5710	1,000,000	998,828		107			5.250	5.260	JJ	26,250	52,500	06/19/2003	07/01/2019
944314-LB-7	WAYNE CHARTER CNTY MICH ARPT R			JFE	245,859		96,4910	300,000	250,159		2,917			5.000	7.220	JD	1,250	15,000	07/23/2002	07/01/2021
988169-AT-5	YSLETA TEX INDP SCH DIST PUB			JFE	347,194		101,0030	335,000	335,000					5.250	4.640	MN	2,247	17,588	09/13/2002	05/01/2011
25999999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations					71,290,821	xxx	75,710,116	74,562,445	71,459,218		186,408	64,192		xxx	xxx	xxx	1,192,622	3,734,226	xxx	xxx
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities																				
3128MB-VP-9	FG G13122			2	2,958,926		105,6410	3,200,859	3,029,940		52,663			5.000	6.020	MON	12,625	190,594	06/16/2008	11/01/2022
3128PK-7A-6	FG J08089			2	3,757,937		107,6090	3,766,176	3,757,962		6,514			5.500	5.500	MON	17,262	247,256	06/16/2008	02/01/2023
3128PK-XM-1	FG J07884			2	3,250,790		107,6090	3,250,790	3,250,790					5.500	5.400	MON	14,899	178,793	06/12/2008	01/01/2023
3133XB-G7-4	FHLB 6A-2012 1			2	43,981		104,0160	43,981	43,981		(694)	638		5.000	5.000	MON	35	1,586	03/29/2010	04/25/2012
31349U-B3-1	FH 782758			2	575,658		106,6890	582,797	546,258		(11,191)			5.741	1.790	MON	5,434	20,896	03/24/2010	11/01/2013
314020-ZE-4	FN 735241			2	29,459		104,4540	29,782	28,512		(64)	2		2.539	2.020	MON	68	643	03/29/2010	11/01/2034
31403B-PC-1	FN 743919			2	86,381		105,9380	86,919	82,047		(634)	98		4.500	2.290	MON	308	2,772	03/29/2010	06/01/2018
31403D-RH-4	FN 745788			2	638,390		106,8540	652,809	610,935		(653)	133		5.608	3.910	MON	2,849	25,826	03/24/2010	01/01/2036
31403D-VZ-9	FN 745932			2	112,790		111,5040	115,728	103,788		(405)	282		6.500	3.260	MON	562	5,189	03/29/2010	12/01/2035
31404V-V6-9	FN 780233			2	329,411		105,8130	331,349	329,166		(2,361)	883		4.500	2.370	MON	1,175	10,587	03/24/2010	08/01/2018
31405H-6L-7	FN 790275			2	15,421		104,7070	15,565	14,866		(16)	115		2.724	1.930	MON	34	334	03/29/2010	08/01/2034
31405R-CR-5	FN 796680			2	352,384		105,8130	352,384	352,393		(1,117)	886		4.500	2.360	MON	1,257	11,374	03/24/2010	06/01/2019
31410K-JY-1	FN 889579			2	563,676		108,8170	576,523	529,810		(2,707)	1,815		6.000	3.350	MON	2,649	23,965	03/29/2010	04/01/2037
31410R-6J-3	FN 895573			2	510,417		104,9200	510,417	510,417		(10,771)	239		5.703	5.700	MON	2,310	20,889	03/24/2010	06/01/2036
31411Y-DP-5	FN 918210			2	99,080		107,4370	99,080	99,081		(500)	8		5.673	3.730	MON	447	4,118	03/29/2010	05/01/2017
31412M-SD-1	FN 929416			2	193,862		108,7850	198,310	182,295		(873)	546		6.000	2.910	MON	911	8,236	03/29/2010	11/01/2037
31414D-UF-1	FN 963282			2	5,061,077		106,1410	5,459,745	5,143,861		27,484			5.000	5.490	MON	21,433	257,193	06/12/2008	01/01/2023
31416J-PH-8	FN AA1323			2	526,916		110,1600	533,357	484,166		(2,523)	1,430		6.000	2.730	MON	2,421	21,851	03/29/2010	06/01/2031
31417Y-IT-2	FN MA0573			2	997,574		100,9220	997,574	988,460		(668)	23,172		3.500	3.500	MON	2,883	2,883	10/28/2010	09/01/2025
26999999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities					20,104,130	xxx	21,342,778	20,033,484	20,100,779		51,484	30,247		xxx	xxx	xxx	89,562	1,034,985	xxx	xxx
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities																				
31393U-UC-5	FNR 2003-134 ME			2	28,221		103,9410	27,367	28,238		(190)			4.500	3.000	MON	103	926	03/29/2010	04/01/2018
31395R-AR-9	FHRR R001 AE			2	30,268		101,9400	30,294	30,203		(227)	247		4.375	4.375	MON	108	982	03/29/2010	10/01/2011
31396C-E3-0	FHR 3059 CB			2	9,870,235		102,8230	10,029,782	9,754,401		(44,124)			5.000	4.420	MON	40,643	487,720	08/01/2008	11/01/2011
31396E-2U-9	FHR 3053 OD			2	7,252,302		104,7580	7,471,348	7,131,951		(43,396)			5.500	4.750	MON	32,688	392,257	11/20/2008	05/01/2012
31396G-G7-0	FHRR R004 AL			2	66,633		101,8350	66,669	66,486		(516)	1,667		5.125	1.290	MON	280	2,534	03/29/2010	11/01/2011
31396U-3A-6	FHRR R008 FK			2	81,438		100,1890	81,834	81,680		102			0.660	0.890	MON	419	419	03/29/2010	01/15/2014
31396X-CV-4	FNR 2007-79 MA			2	4,710,690		102,3020	4,720,689	4,614,436		(50,050)	763		5.500	4.170	MON	21,150	253,794	07/14/2008	08/01/2011
31397B-MQ-1	FHRR R009 AJ			2	76,389		104,6300	77,143	76,122		(806)			5.750	1.400	MON	353	3,200	03/29/2010	10/01/2012
31397E-NK-8	FHR 3262 PA			2	3,112,472		101,3070	3,090,380	3,050,509		(38,867)			5.500	3.720	MON	13,982	167,778	08/19/2008	06/01/2011
31397N-FZ-3	FNR 2009-17 DA			2	172,208		107,3140	172,756	170,300		(300)	1,436		5.500	4.470	MON	781	7,042	03/29/2010	06/01/2014
38375P-MQ-1	GNR 2008-9 PD			2	6,548,580		105,1220	6,665,221	6,575,105		26,288			4.250	4.680	MON	23,606	283,272	06/05/2008	06/01/2023
38375X-GH-1	GNR 2008-49 PB			2	4,573,890		105,5380	4,809,945	4,557,512		(3,694)			4.750	4.550	MON	18,040	216,482	06/05/2008	01/01/2038
27999999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities					36,523,326	xxx	37,595,955	36,222,291	36,203,154		(155,780)	4,113		xxx	xxx	xxx	151,758	1,816,406	xxx	xxx
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Other Multi-Class Residential Mortgage-Backed Securities																				
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities																				
38376G-RQ-5	GNR 2010-74 B			2	11,224,540		102,0410	11,224,540	11,000,000		(31,359)	285,507		3.810	3.810	MON	34,925	139,700	08/12/2010	09/01/2018

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	For 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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
383766-ST-8	GNR 2010-97 B			2	1	9,904,954	99.0490	9,904,954	10,000,000	9,904,954		(14,183)	337,113		3.309	3.300	MON	27,575	110,300	08/12/2010	07/01/2019
2999999	Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities					21,129,494	xxx	21,129,494	21,000,000	21,129,494		(45,542)	622,620		xxx	xxx	xxx	62,500	250,000	xxx	xxx
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
3199999	Bonds: Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies of Governments and Their Political Subdivisions					149,047,771	xxx	155,778,343	151,818,220	148,892,645		36,570	721,172		xxx	xxx	xxx	1,496,442	6,835,617	xxx	xxx
Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
002824-AT-7	ABBOTT LABORATORIES			1	1FE	1,731,600	115.4400	1,731,600	1,500,000	1,731,600		(17,135)	52,601		5.875	5.870	MN	11,260	44,063	08/24/2010	05/15/2016
02003M-B0-6	ALLSTATE LF GLB FN TRST				1FE	7,816,904	108.8960	8,711,680	8,000,000	7,833,042		64,221			5.375	6.340	AO	72,861	430,000	06/04/2008	04/30/2013
02580E-CN-1	AMERICAN EXPRESS BK FSB				1FE	739,800	107.7790	889,177	825,000	749,399		25,175			5.500	10.060	AO	9,453	45,375	04/11/2008	04/16/2013
02580H-AC-0	AMERICAN EXPRESS BK FSB				1FE	7,416,742	102.5420	7,383,024	7,200,000	7,370,909		(71,718)	1,405		3.150	0.610	JD	13,860	226,800	03/30/2010	12/09/2011
02580M-CW-7	AMER EXPRESS CREDIT CO				1FE	4,564,824	108.7540	5,437,700	5,000,000	4,602,056		144,786			5.875	9.750	MN	48,142	293,750	05/28/2008	05/02/2013
03076C-AD-8	AMERIPRISE FINANCIAL INC				1FE	249,928	118.1630	295,408	250,000	249,950		1			7.300	7.300	JD	152	18,250	06/03/2009	06/28/2019
037411-AT-2	APACHE CORP			1	1FE	1,026,580	108.8090	1,088,090	1,000,000	1,015,394		(6,338)			5.250	4.530	AO	11,083	52,500	03/04/2009	04/15/2013
037411-AU-9	APACHE CORP			1	1FE	2,055,025	112.2900	2,167,197	2,000,000	2,007,559		(26,601)			6.000	4.400	MS	34,097	115,800	03/03/2009	09/15/2013
054303-AV-4	AVON PRODUCTS INC			1	1FE	1,989,100	110.8070	2,216,140	2,000,000	1,992,559		1,855			5.625	5.750	MS	37,500	112,500	02/25/2009	03/01/2014
060505-CS-1	BANK OF AMERICA CORP				1FE	362,056	103.6800	362,880	350,000	360,833		(1,223)			5.625	5.000	AO	4,211	19,688	03/29/2010	10/14/2016
060516-DZ-9	BANK OF AMERICA CORP			1	1FE	3,424,440	115.1430	3,454,290	3,000,000	3,404,816		(19,624)			7.625	5.590	JD	19,063	114,375	06/17/2010	06/01/2019
06406H-BL-2	BANK OF NEW YORK MELLON				1FE	604,175	106.6990	613,519	575,000	599,110		(5,065)			4.300	2.980	MN	3,159	24,725	03/30/2010	05/15/2014
06406H-BQ-1	BANK OF NEW YORK MELLON				1FE	6,990,970	101.2830	7,089,810	7,000,000	6,991,825		855			2.950	2.970	JD	7,457	103,250	06/11/2010	06/18/2015
071813-AW-9	BAXTER INTERNATIONAL INC			1	1FE	8,114,470	115.9210	8,114,470	7,000,000	8,114,470		(82,431)	61,769		5.900	5.900	MS	137,667	206,500	07/21/2010	09/01/2016
079860-AL-6	BELLSOUTH CORP			1	1FE	2,200,300	110.0020	2,200,040	2,000,000	2,185,586		(14,714)			5.200	3.460	JD	4,622	52,000	06/16/2010	12/15/2016
084664-BG-5	BERKSHIRE HATHAWAY FIN			1	1FE	300,024	109.1520	300,168	275,000	294,544		(5,440)			5.000	2.180	FA	5,194	6,875	03/29/2010	08/15/2013
084664-BK-6	BERKSHIRE HATHAWAY FIN			1	1FE	315,817	103.9990	311,997	300,000	310,019		(5,798)			4.000	1.370	AO	2,533	12,000	03/29/2010	04/15/2012
097014-AH-7	BOEING CAPITAL CORP			1	1FE	10,616,450	109.1290	10,912,900	10,000,000	10,287,070		(132,208)			5.800	4.310	JJ	267,444	580,000	06/06/2008	01/15/2013
10138M-AG-0	BOTTLING GROUP LLC			1	1FE	8,028,550	113.9600	7,977,200	7,000,000	7,950,781		(7,769)			5.500	2.700	AO	96,250	192,500	07/09/2010	04/01/2016
125720-AD-7	CME GROUP INC			1	1FE	892,726	110.7250	941,163	850,000	884,867		(7,965)			5.750	4.290	FA	18,464	35,938	03/29/2010	02/15/2016
134429-AV-1	CAMPBELL SOUP CO			1	1FE	10,522,976	100.4580	10,522,976	10,475,000	10,522,976		(6,574)	63,849		3.050	3.050	JJ	155,306	15,349	07/27/2010	07/15/2017
14912L-AM-0	CATERPILLAR FIN SERV CRP				1FE	7,061,900	101.4530	7,101,710	7,000,000	7,056,462		(5,438)			2.750	2.550	JD	3,743	96,250	07/12/2010	06/24/2015
16132N-AW-6	CHARTER ONE BANK NA				1FE	255,938	101.4430	253,608	250,000	252,908		(3,029)	337		5.500	1.810	AO	2,483	13,750	03/29/2010	04/26/2011
166751-AH-0	CHEVRON CORP			1	1FE	417,070	106.7560	427,024	400,000	413,922		(3,148)			3.950	2.790	MS	5,179	7,900	03/29/2010	03/03/2014
17275R-AC-6	CISCO SYSTEMS INC			1	1FE	7,987,770	114.1110	7,987,770	7,000,000	7,987,770		(82,032)	40,048		5.500	5.500	FA	137,958	192,500	07/20/2010	02/22/2016
17314J-AT-0	CITIBANK NA				1FE	755,790	102.0230	765,173	750,000	754,406		(1,384)			1.750	1.440	JD	109	15,349	05/05/2010	12/28/2012
191216-AL-4	COCA-COLA CO/THE			1	1FE	2,488,625	105.8390	2,645,975	2,500,000	2,492,415		2,055			3.625	3.720	MS	26,684	90,625	03/03/2009	03/15/2014
191219-BU-7	COCA-COLA REFRESH USA			1	1FE	1,097,932	103.4870	1,138,357	1,100,000	1,099,137		630			3.750	3.810	MS	13,750	41,250	02/17/2009	03/01/2012
191219-BV-5	COCA-COLA REFRESH USA			1	1FE	4,310,440	107.7610	4,310,440	4,000,000	4,310,440		(34,487)	41,193		4.250	4.250	MS	56,667	85,000	07/22/2010	03/01/2015
194160-DN-7	COLGATE-PALMOLIVE CO				1FE	266,940	104.1260	275,934	265,000	266,686		(254)			3.150	3.000	FA	3,385	4,174	03/30/2010	08/05/2015
20825T-AA-5	CONOCOPHILLIPS CANADA			1	1FE	4,913,430	113.6580	5,114,610	4,500,000	4,894,250		(34,698)	44,127		5.625	5.390	AO	53,438	182,813	07/20/2010	10/15/2016
22546Q-AC-1	CREDIT SUISSE NEW YORK				1FE	6,159,780	105.6270	6,337,620	6,000,000	6,152,301		(7,479)			5.300	4.930	FA	121,900	159,000	06/15/2010	08/13/2019
24422E-QF-9	JOHN DEERE CAPITAL CORP				1FE	2,787,350	111.4940	2,787,350	2,500,000	2,787,350		(18,385)	24,290		5.500	5.500	AO	29,792	68,750	07/28/2010	04/13/2017
24422E-QY-8	JOHN DEERE CAPITAL CORP				1FE	2,054,560	102.7280	2,054,560	2,000,000	2,054,560		(5,872)	39,388		2.950	2.950	MS	18,356	18,356	09/20/2010	03/09/2015
24424D-AA-7	JOHN DEERE CAPITAL CORP				1FE	723,674	103.3240	723,268	700,000	715,725		(7,949)			2.875	1.320	JD	671	20,125	03/30/2010	06/19/2012
24702R-AH-4	DELL INC			1	1FE	2,048,606	103.4750	2,121,238	2,050,000	2,049,283		434			3.375	3.390	JD	3,075	69,188	06/10/2009	06/15/2012
254687-CC-8	WALT DISNEY COMPANY/THE			1	1FE	1,047,260	102.8200	1,028,200	1,000,000	1,008,501		(19,121)			5.700	4.080	JJ	26,283	114,000	05/15/2008	07/15/2011
25468P-CG-9	WALT DISNEY COMPANY/THE			1	1FE	2,299,200	114.9600	2,299,200	2,000,000	2,299,200		(20,202)	73,958		6.000	6.000	JJ	54,667		08/05/2010	07/17/2017
263534-B0-1	E. I. DU PONT DE NEMOURS			1	1FE	2,796,275	111.8510	2,796,275	2,500,000	2,796,275		(24,267)	62,583		5.250	5.250	JD	5,833	65,625	07/20/2010	12/15/2016
263534-BY-4	E. I. DU PONT DE NEMOURS			1	1FE	4,670,460	103.7880	4,670,460	4,500,000	4,670,460		(21,400)	35,660		3.250	3.250	JJ	67,438		07/20/2010	01/15/2015
26442C-AF-1	DUKE ENERGY CAROLINAS				1FE	6,261,316	112.0210	6,609,239	5,900,000	6,128,514		(73,609)			5.750	4.290	MN	43,349	339,250	02/24/2009	11/15/2013
26875P-AF-8	EOG RESOURCES INC			1	1FE	4,987,300	100.6950	5,034,750	5,000,000	4,988,606		1,306			2.950	3.000	JD	12,292	78,257	06/15/2010	06/01/2015
278058-DF-6	EATON CORP			1	1FE	4,901,350	107.8680	5,393,400	5,000,000	4,912,753		29,990			4.900	5.690	MN	31,306	245,000	06/04/2008	05/15/2013
291011-AZ-7	EMERSON ELECTRIC CO			1	1FE	3,940,244	106.8400	4,220,180	3,950,000	3,942,567		1,302			4.125	4.170	AO	34,398	162,938	04/14/2009	04/15/2015
291011-BA-1	EMERSON ELECTRIC CO			1	1FE																

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
369626-4T-8	GENERAL ELEC CAP CORP.				1FE	2,393,700	96.1350	2,403,375	2,500,000	2,394,153		453		2,250	3.190	MN		8,125		12/20/2010	11/09/2015
369626-X8-2	GENERAL ELEC CAP CORP.			1	1FE	329,207	102.7810	334,038	325,000	325,623	(3,584)		20	5,720	2.360	JJ		8,211	9,295	03/30/2010	01/22/2011
369626-Z5-6	GENERAL ELEC CAP CORP.			1	1FE	301,168	101.4080	304,224	300,000	300,000	(1,168)		25	5,500	3.530	MN		2,108	16,500	03/30/2010	05/15/2011
373334-FN-6	GEORGIA POWER COMPANY			1	1FE	1,019,460	107.4550	1,074,550	1,000,000	1,008,634	(4,396)			5,125	4.630	MN		6,549	51,250	05/30/2008	11/15/2012
373334-GA-3	GEORGIA POWER COMPANY			1	1FE	3,999,920	111.8210	4,472,840	4,000,000	3,999,894	(106)			5,250	5.250	JD		9,333	210,000	05/29/2008	12/15/2015
377372-AC-1	GLAXOSMITHKLINE CAP INC.			1	1FE	5,421,600	108.5800	5,429,000	5,000,000	5,330,599	(91,001)			4,850	1.980	MN		30,986	242,500	04/26/2010	05/15/2013
381416-EE-0	GOLDMAN SACHS GROUP INC.			1	1FE	2,148,800	107.4400	2,148,800	2,000,000	2,148,800	(609)	7,231		5,350	5.350	JJ		49,339		12/20/2010	01/15/2016
38146F-AF-8	GOLDMAN SACHS GROUP INC.			1	1FE	6,464,328	100.7150	6,445,760	6,400,000	6,420,927	(35,127)	22		1,625	1.010	JJ		47,956	100,750	03/29/2010	07/15/2011
41283D-AB-9	HARLEY-DAVIDSON FUNDING			1	2FE	3,362,417	105.3360	5,266,800	5,000,000	3,404,094	107,196			6,800	13.780	JD		15,111	340,000	05/22/2008	06/15/2018
428236-AM-5	HEWLETT-PACKARD CO.			1	1FE	7,823,340	111.7620	7,823,340	7,000,000	7,823,340	(62,809)	157,311		5,400	5.400	MS		126,000	189,000	08/13/2010	03/01/2017
438516-AS-5	HONEYWELL INTERNATIONAL			1	1FE	2,018,020	110.3160	2,206,320	2,000,000	2,013,486	(1,984)			5,300	5.170	MS		31,211	106,000	05/23/2008	03/15/2017
438516-AW-6	HONEYWELL INTERNATIONAL			1	1FE	7,918,460	106.9490	8,555,920	8,000,000	7,960,457	16,386			4,250	4.480	MS		113,333	340,000	06/05/2008	03/01/2013
452308-AF-6	ILLINOIS TOOL WORKS INC.			1	1FE	3,996,800	110.3000	4,412,000	4,000,000	3,997,530	261			5,150	5.150	AO		513,500	206,000	03/23/2009	04/01/2014
459200-GJ-4	IBM CORP.			1	1FE	7,998,670	114.7750	7,998,670	6,969,000	7,998,670	(62,715)	59,176		5,700	5.700	MS		118,066	198,617	07/23/2010	09/14/2017
46625H-HN-3	JPMORGAN CHASE & CO.			1	1FE	684,604	106.7390	693,804	650,000	678,686	(5,918)			4,650	3.270	JD		2,519	30,225	03/29/2010	06/01/2014
46625H-HP-8	JPMORGAN CHASE & CO.			1	1FE	3,527,965	103.4890	3,622,115	3,500,000	3,524,329	(3,636)			3,700	3.570	JJ		57,915	64,750	04/26/2010	01/20/2015
46625H-HR-4	JPMORGAN CHASE & CO.			1	1FE	2,494,875	101.9750	2,549,375	2,500,000	2,495,354	479			3,400	3.440	JD		1,653	42,500	06/17/2010	06/24/2015
478160-AQ-7	JOHNSON & JOHNSON			1	1FE	2,119,320	117.4760	2,349,520	2,000,000	2,090,809	(11,548)			5,550	4.740	FA		41,933	111,000	05/23/2008	08/15/2017
481247-AE-4	JPMORGAN CHASE & CO.			1	1FE	862,640	102.2330	868,981	850,000	858,408	(4,232)			2,125	1.440	JD		452	18,063	03/29/2010	06/22/2012
532457-BD-9	ELI LILLY & CO.			1	1FE	998,980	103.1740	1,031,740	1,000,000	999,549	301			3,550	3.580	MS		11,340	35,500	03/03/2009	03/06/2012
57629W-BM-1	MASSMUTUAL GLOBAL FUNDIN			1	1FE	1,950,120	97.5060	1,950,120	2,000,000	1,950,120	58	15,598		2,300	2.300	MS		12,011		12/22/2010	09/28/2015
585055-AR-7	MEDTRONIC INC.			1	1FE	695,211	102.6180	718,326	700,000	695,878	667			3,000	3.140	MS		6,183	10,442	03/29/2010	03/15/2015
585055-AS-5	MEDTRONIC INC.			1	1FE	5,862,602	103.8180	5,862,602	5,647,000	5,862,602	(10,381)	4,245		4,450	4.450	MS		73,991	124,948	06/16/2010	10/15/2020
589331-AL-1	MERCK & CO INC.			1	1FE	4,260,761	103.8680	4,258,588	4,100,000	4,145,603	(50,821)			5,125	3.810	MN		26,849	210,125	08/27/2008	11/15/2011
589331-AP-2	MERCK & CO INC.			1	1FE	4,994,719	107.2900	5,364,500	5,000,000	4,997,259	1,066			4,000	4.010	JD		556	200,000	03/29/2010	06/30/2015
592179-JG-1	MET LIFE GLOB FUNDING I			1	1FE	4,678,181	107.6720	5,383,600	5,000,000	4,715,535	98,678			5,125	7.900	AO		57,656	256,250	06/04/2008	04/10/2013
592176-AC-3	MET LIFE GLOB FUNDING I			1	1FE	1,969,380	98.5480	1,970,960	2,000,000	1,969,449	69			2,500	2.840	MS		12,778		12/21/2010	09/29/2015
61746S-BR-9	MORGAN STANLEY			1	1FE	2,100,740	105.0370	2,100,740	2,000,000	2,100,740	(477)	1,803		5,375	5.370	AO		22,694		12/20/2010	10/15/2015
61757U-AF-7	MORGAN STANLEY			1	1FE	330,432	101.2120	328,939	325,000	327,667	(2,765)			2,000	0.860	MS		1,788	3,250	03/29/2010	09/22/2011
629491-AA-9	NYSE EURONEXT			1	1FE	4,992,665	107.3340	5,366,700	5,000,000	4,993,599	2,329			4,800	4.850	JD		2,000	240,000	05/21/2008	06/28/2013
637432-DC-6	NATIONAL RURAL UTIL COOP			1	1FE	1,959,980	108.1080	2,162,160	2,000,000	1,972,754	7,535			4,750	5.210	MS		31,667	95,000	04/16/2009	03/01/2014
637432-HT-5	NATIONAL RURAL UTIL COOP			1	1FE	3,674,939	110.2680	3,727,058	3,380,000	3,654,455	(20,484)			5,450	3.970	AO		41,447	92,105	06/15/2010	04/10/2017
637432-LW-5	NATIONAL RURAL UTIL COOP			1	1FE	1,547,582	109.4910	1,697,111	1,550,000	1,548,711	468			5,500	5.500	JJ		42,625	85,250	06/23/2008	07/01/2013
64952W-AW-3	NEW YORK LIFE GLOBAL FDG			1	1FE	7,066,480	102.0760	7,145,320	7,000,000	7,060,601	(5,879)			3,000	2.780	MN		33,250	105,000	07/09/2010	05/04/2015
66880W-AA-0	NORVELL CONWAY LLC.			2	2Z	443,778	110.2860	637,454	578,001	447,758	6,973			6,780	14.220	MON		1,742	39,188	04/01/1998	12/15/2018
66989H-AA-6	NOVARTIS CAPITAL CORP.			1	1FE	4,994,850	106.7190	5,335,950	5,000,000	4,996,495	802			4,125	4.140	FA		80,781	206,250	02/04/2009	02/10/2014
670346-AJ-4	NUCOR CORP.			1	1FE	4,983,779	107.9690	5,398,450	5,000,000	4,991,420	2,949			5,000	5.070	JD		20,833	250,000	05/30/2008	06/01/2013
68389X-AC-9	ORACLE CORP.			1	1FE	5,653,100	114.3950	5,719,750	5,000,000	5,614,006	(39,094)			5,750	3.800	AO		60,694	143,750	06/14/2010	04/15/2018
68402L-AE-4	ORACLE CORP.			1	1	7,188,650	100.1180	7,008,260	7,000,000	7,003,007	(81,321)			5,000	3.800	JJ		161,389	350,000	08/21/2008	01/15/2011
693304-AN-7	PECO ENERGY CO.			1	1FE	1,698,336	109.6880	1,864,696	1,700,000	1,698,303	375			5,000	5.020	AO		21,250	85,000	03/19/2009	10/01/2014
69371R-J9-8	PACCAR FINANCIAL CORP.			1	1FE	1,647,806	101.7800	1,679,370	1,650,000	1,648,185	380			2,050	2.090	JD		1,315	17,006	06/09/2010	06/17/2011
69373U-AA-5	PACCAR INC.			1	1FE	4,052,940	114.7060	4,588,240	4,000,000	4,035,114	(10,410)			6,875	6.550	FA		103,889	275,000	03/10/2009	02/15/2015
717081-DA-8	Pfizer Inc.			1	1FE	3,836,758	112.4160	3,836,758	3,413,000	3,836,758	(40,739)	11,002		5,350	5.350	MS		53,764	91,298	07/28/2010	03/15/2015
74153W-AS-8	PRICOA GLOBAL FUNDING I			1	1FE	4,506,621	104.9110	5,245,550	5,000,000	4,573,442	252,487			4,625	11.010	JD		3,854	231,250	06/02/2008	06/25/2012
741933-AE-5	PRIME PROPERTY FNDG II			1	2FE	4,427,250	101.1880	5,059,400	5,000,000	4,619,442	704,943			5,600	24.080	JD		12,444	280,000	06/10/2008	06/15/2011
74254P-ZC-9	PRINCIPAL LIFE INC FDG			1	1FE	717,143	101.5960	711,172	700,000	709,988	(12,331)	2,864		5,150	2.020	JD		1,302	36,050	03/30/2010	06/17/2011
742718-DW-8	PROCTER & GAMBLE CO/THE			1	1FE	5,891,241	104.9920	6,194,528	5,900,000	5,895,675	1,354			3,500	3.510	FA		78,011	196,000	03/29/2010	02/15/2015
74367F-AN-8	PROTECTIVE LIFE SEC2 TR			1	1FE	4,800,275	106.8440	5,342,200	5,000,000	4,829,966	78,401			5,450	7.560	MS		70,396			

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity	
87612E-AP-1	TARGET CORP		1	IFE	5,043,060		5,043,060	4,500,000	5,043,060		(35,417)	158,308		5.375	5.370	MN	40,313	120,938	08/20/2010	05/01/2017	
88163V-AC-3	TEVA PHARM FIN CO LLC		1	IFE	4,280,510		4,252,915	3,775,000	4,238,297		(42,213)			5.550	2.930	FA	87,297	104,756	06/25/2010	02/01/2016	
89233P-AB-9	TOYOTA MOTOR CREDIT CORP		1	IFE	4,943,862		5,113,053	4,950,000	4,944,432		570			3.200	3.220	JD	6,160	79,200	06/14/2010	06/17/2015	
89417E-AB-5	TRAVELERS COS INC		1	IFE	1,081,317		1,145,491	1,080,000	1,081,179		(780)			5.375	5.290	JD	2,580	58,050	01/22/2009	06/15/2012	
90261X-GF-3	UBS AG STAMFORD CT		1	IFE	4,901,477		4,941,797	4,900,000	4,901,292		(185)			2.250	2.230	FA	42,569		08/05/2010	08/12/2013	
911312-AL-0	UNITED PARCEL SERVICE		1	IFE	836,962		852,336	800,000	830,261		(6,702)			3.875	2.650	AO	7,750	31,000	03/29/2010	04/01/2014	
91159H-GT-1	US BANCORP		1	IFE	253,758		255,785	250,000	253,345		(412)			2.875	2.510	MN	819	3,594	06/24/2010	11/20/2014	
91159H-GU-8	US BANCORP		1	IFE	7,080,430		7,200,970	7,000,000	7,071,769		(8,661)			3.150	2.880	MS	71,663	110,250	06/14/2010	03/04/2015	
913017-BM-0	UNITED TECHNOLOGIES CORP		1	IFE	3,531,360		3,958,045	3,500,000	3,524,310		(2,937)			5.375	5.250	JD	8,361	188,125	05/23/2008	12/15/2017	
92343V-AL-8	VERIZON COMMUNICATIONS		1	IFE	5,382,050		5,494,700	5,000,000	5,359,100		(22,950)			5.500	4.310	FA	103,889	137,500	06/14/2010	02/15/2018	
929160-AJ-8	VULCAN MATERIALS		1	2FE	2,691,353		2,918,988	2,750,000	2,697,981		4,093			6.300	7.150	JD	7,700	173,250	06/17/2008	06/15/2013	
931142-CJ-0	WAL-MART STORES INC		1	IFE	3,515,550		3,512,615	3,057,000	3,487,325		(28,225)			5.800	3.540	FA	66,982	88,653	06/15/2010	02/15/2018	
931142-CT-8	WAL-MART STORES INC		1	IFE	1,589,696		1,589,696	1,600,000	1,589,696		(1,692)	28,404		2.250	2.250	JJ	17,300		07/16/2010	07/08/2015	
94974B-ET-3	WELLS FARGO & COMPANY		1	IFE	3,000,000		3,131,670	3,000,000	2,999,869		8,719			3.750	3.750	AO	28,125	112,500	09/24/2009	10/01/2014	
960394-AP-9	CBS CORP		1	2FE	43,657		58,412	50,000	45,196		1,057			8.875	12.370	JD	210	4,438	09/04/1992	06/14/2014	
983024-AM-2	WYETH		1	IFE	3,626,786		3,626,786	3,210,000	3,626,786		(25,272)	6,346		5.450	5.450	AO	43,736	87,473	07/28/2010	04/01/2017	
98385X-AH-9	XTO ENERGY INC		1	IFE	4,627,800		4,627,800	4,000,000	4,627,800		(45,393)	68,357		5.650	5.650	AO	56,500	113,000	08/24/2010	04/01/2016	
78008K-BS-1	ROYAL BANK OF CANADA	A		IFE	4,838,360		4,859,797	4,850,000	4,839,206		846			2.625	2.670	JD	5,658	53,401	07/07/2010	12/15/2015	
89352H-AA-7	TRANS-CANADA PIPELINES	A	1	IFE	5,271,050		5,299,500	5,000,000	5,216,404		(54,646)			4.000	2.170	JD	8,889	200,000	05/05/2010	06/15/2013	
00182E-AL-3	ANZ NATIONAL (INTL) LTD	F		IFE	1,737,704		1,777,003	1,750,000	1,739,088		1,828			2.375	2.700	JD	1,155	41,447	12/15/2009	12/21/2012	
046353-AB-4	ASTRAZENECA PLC	F	1	IFE	6,948,180		6,948,180	6,000,000	6,948,180		(52,991)	2,209		5.900	5.900	MS	104,233	177,000	07/27/2010	09/15/2017	
046353-AC-2	ASTRAZENECA PLC	F	1	IFE	2,729,775		2,695,875	2,500,000	2,692,453		(37,322)	1,100		5.400	0.840	MS	39,750	135,000	12/30/2009	09/15/2012	
05252A-AM-3	AUST & NZ BANKING GROUP	F		IFE	5,152,650		5,152,650	5,000,000	5,152,650		(17,636)	19,764		3.700	3.700	JJ	86,333		07/20/2010	01/13/2015	
055451-AG-3	BHP BILLITON FIN USA LTD	F		IFE	4,983,300		5,533,150	5,000,000	4,988,234		2,610			5.500	5.570	AO	68,750	275,000	03/18/2009	04/01/2014	
055650-BH-0	BP CAPITAL MARKETS PLC	F		IFE	4,260,750		5,157,450	5,000,000	4,305,035		44,285	1,752,600		3.875	7.820	MS	59,740	193,750	09/23/2009	03/10/2015	
2027A0-DG-1	COMMONWEALTH BANK AUST	F		IFE	2,516,947		2,564,900	2,500,000	2,514,857		(2,743)			2.750	2.400	AO	14,514	68,750	12/30/2009	10/15/2012	
2027A0-EM-7	COMMONWEALTH BANK AUST	F		IFE	5,137,600		5,137,600	5,000,000	5,137,600		(14,109)	6,591		3.500	3.500	MS	49,583	86,042	07/20/2010	03/19/2015	
25243Y-AJ-8	DIAGEO CAPITAL PLC	F	1	IFE	3,358,890		3,365,370	3,000,000	3,340,935		(18,099)	3,786		5.500	3.310	MS	41,708	82,500	06/28/2010	09/30/2016	
25244S-AF-8	DIAGEO FINANCE BV	F	1	IFE	5,152,000		5,152,000	5,000,000	5,152,000		(19,250)	31,950		3.250	3.250	JJ	74,931		07/16/2010	01/15/2015	
298785-EG-7	EUROPEAN INVESTMENT BANK	F		IFE	5,642,600		5,642,600	5,000,000	5,642,600		(43,546)	115,304		5.125	5.120	MN	22,066	128,125	08/03/2010	05/30/2017	
55608J-AD-0	MACQUARIE GROUP LTD	F		IFE	3,426,850		3,426,850	3,500,000	3,426,850		(67)	70,808		4.875	4.870	FA	66,828		08/03/2010	08/10/2017	
632500-BE-0	NATIONAL AUSTRALIA BANK	F		IFE	5,170,950		5,170,950	5,000,000	5,170,950		(19,657)	43,043		3.750	3.750	MS	61,979	93,750	08/02/2010	03/02/2015	
632500-BN-0	NATIONAL AUSTRALIA BANK	F		IFE	1,969,280		1,969,280	2,000,000	1,969,280		95	10,035		2.750	2.750	MS	14,361		12/20/2010	09/28/2015	
822582-AF-9	SHELL INTERNATIONAL FIN	F	1	IFE	6,998,110		7,448,700	7,000,000	6,998,385		19			4.000	4.000	MS	77,778	280,000	03/18/2009	03/21/2014	
822582-AG-7	SHELL INTERNATIONAL FIN	F		IFE	1,249,950		1,258,113	1,250,000	1,249,975		18			1.300	1.300	MS	4,469	16,250	09/15/2009	09/22/2011	
86959L-AA-1	SVENSKA HANDELSBANKEN AB	F		IFE	4,960,945		5,314,950	5,000,000	4,963,550		9,417			4.875	5.100	JD	14,219	243,750	06/03/2009	06/10/2014	
88166C-AA-6	TEVA PHARMA FIN I/II/III	F		IFE	3,221,001		3,281,373	3,225,000	3,221,368		367			3.000	3.020	JD	4,300	47,569	06/15/2010	06/15/2015	
928670-AC-2	VOLKSWAGEN INTL FIN NV	F	1	IFE	3,065,775		3,073,432	3,075,000	3,066,917		1,142			1.625	1.720	FA	19,293		08/05/2010	08/12/2013	
961214-BN-2	WESTPAC BANKING CORP	F		IFE	4,977,000		5,025,300	5,000,000	4,978,675		1,675			3.000	3.100	FA	61,667		07/26/2010	08/04/2015	
961214-BP-7	WESTPAC BANKING CORP	F		IFE	1,988,140		1,996,240	2,000,000	1,988,165		25			3.000	3.130	JD	3,667		12/21/2010	12/09/2015	
3299999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					527,540,990	xxx	547,722,493	511,323,001	526,128,035		(633,069)	3,253,953		xxx	xxx	xxx	5,618,485	16,697,942	xxx	xxx	
Bonds: Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities																					
05948X-6S-5	BOAMS 2004-5 2A1		2	IZ*	233,421		279,534	277,892	237,385		19,779	850		5.500	22.760	MON	1,274	11,467	03/23/2010	12/01/2012	
16162W-AL-3	CHASE 2003-S10 A1		2	IZ*	387,326		391,792	381,720	387,147		(1,230)	2,510		4.750	4.050	MON	1,511	13,651	03/23/2010	10/01/2018	
16162W-B2-1	CHASE 2003-S12 2A1		2	IZ*	327,754		330,428	323,010	327,603		(765)	2,052		5.000	4.290	MON	1,346	12,163	03/23/2010	11/01/2018	
172973-A6-6	CMSI 2004-5 2A6		2	IZ*	551,559		606,636	591,088	552,310		7,421	272		5.000	7.520	MON	2,463	22,261	03/23/2010	02/01/2024	
22541S-GM-4	CSFB 2004-3 2A1		2	IZ*	450,233		458,837	448,133	450,148		(441)	2,988		5.000	4.650	MON	1,867	16,821	03/23/2010	03/01/2019	
36185N-4M-9	GMAC 2004-J4 A8		2	IZ*	92,759		98,110	100,000	94,392		1,633			5.500	9.590	MON	458	4,125	03/29/2010	11/01/2034	
36242D-QY-2	GSR 2004-15F 2A2		2	IZ*	69,431		98,190	89,157	69,536		2,749			5.000	10.750	MON	371	3,350	03/29/2010	11/01/2034	
57643M-DE-1	MASTR 2004-6 4A1		2	IZ*	436,315		443,395	430,271	436,343		(1,199)	6,708		5.000	4.330	MON	1,793	16,171	03/23/2010	06/01/2019	
949758-AD-8	WFMS 2004-0 A1		2	IZ*	423,108		435,303	422,351	423,104		(136)	1,592		4.857	4.760	MON	1,710	15,			

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
05950T-AC-9	BOAMS 2006-B 2A1		2	1Z*	589,687		83,6810	635,386	759,295	589,687		1,465		5.865	5.860	MON	3,711	33,940	03/23/2010	09/01/2040
1248MP-AB-0	CBASS 2007-MX1 A2		2	1Z*	203,734		83,8150	209,538	250,000	206,643	3,325	34,099	5.763	11.140	MON	1,201	10,800	03/29/2010	04/01/2017	
125430-AB-4	CWHL 2006-11 1A2		2	6Z*	87,433		45,4270	90,666	199,584	85,473		5,813	6.000	6.000	MON	998	8,965	03/29/2010	11/01/2011	
126685-CZ-7	CWL 2006-S1 A2		2	1Z*	54,931		80,0210	60,468	75,565	54,931		11,150	5.549	5.540	MON	349	3,145	03/29/2010	09/01/2014	
12668B-TJ-2	CWALT 2006-J2 A6		2	1Z*	131,825		88,4220	139,605	157,884	131,825	74	11,150	6.000	6.000	MON	789	7,112	03/29/2010	04/01/2036	
12669G-LP-4	CWHL 2005-HYB1 4A1		2	1Z*	50,326		74,8230	51,972	69,460	50,080	5,593	4,540	3.133	3.130	MON	181	1,679	03/29/2010	02/01/2035	
12669Y-AC-6	CWHL 2006-J4 A3		2	1Z*	138,234		84,9870	141,475	166,466	137,642	2,167	1,105	6.250	6.250	MON	867	7,823	03/29/2010	09/01/2036	
173105-AC-1	CMSI 2007-1 1A3		2	1Z*	903,265		98,6890	947,629	960,211	903,265	7,746		5.750	5.750	MON	4,601	41,519	03/23/2010	01/01/2037	
225458-XS-2	CSFB 2005-6 3A1		2	1Z*	75,830		99,0860	75,860	76,560	75,854	369		4.750	4.910	MON	303	2,704	03/29/2010	07/01/2020	
3622MM-AN-3	GSR 2007-3F 3A2		2	1Z*	880,315		94,2490	929,779	986,504	877,399		3,321	6.000	6.000	MON	4,933	44,456	03/23/2010	05/01/2037	
66987X-GV-1	NHEL 2005-3 A2C		2	1Z*	60,323		96,9470	62,344	64,307	61,455	2,358		0.540	6.450	MON	7	279	03/29/2010	08/25/2012	
761118-TB-4	RALI 2006-QA1 A21		2	1Z*	77,849		55,6210	77,858	139,977	77,849	18,458	12,893	5.301	5.300	MON	618	6,120	03/29/2010	01/01/2036	
76111X-ZC-0	RFMSI 2005-SA5 3A		2	1Z*	724,655		76,3320	741,235	971,064	721,117		5,350	5.317	5.310	MON	4,303	38,752	03/23/2010	09/01/2032	
86359L-TB-5	SAMI 2006-AR1 1A2		2	1Z*	4,535		24,6320	4,767	19,354	4,535	1,264		0.560	0.560	MON	2	87	03/29/2010	08/25/2016	
93364F-AC-5	WAMU 2007-HY7 2A1		2	1Z*	877,056		69,7640	910,689	1,305,382	874,091	46,332	43,693	5.628	5.620	MON	6,123	55,884	03/23/2010	07/01/2037	
3599999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities					5,096,815	xxx	5,325,494	6,577,489	5,086,392		95,020	133,029		xxx	xxx	xxx	30,928	280,330	xxx	xxx
Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities																				
36158Y-FS-3	GECCM 2002-2A A2		2	1Z*	119,261		102,6250	118,628	115,593	118,313	(1,132)	536	4.970	1.840	MON	479	4,316	03/29/2010	01/01/2012	
46629P-AM-0	JPMCC 2006-LDP9 A2S		2	1Z*	486,003		101,7740	483,427	475,000	483,256	(2,746)	1,594	5.298	3.480	MON	2,097	18,874	03/29/2010	11/01/2013	
59022H-JH-6	MLMT 2005-C1P1 A2		2	1Z*	223,750		101,8850	224,520	220,366	223,125	(651)	20	4.960	4.010	MON	911	8,213	03/29/2010	08/01/2012	
3699999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities					829,014	xxx	826,575	810,959	824,694		(4,529)	2,150		xxx	xxx	xxx	3,487	31,403	xxx	xxx
Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																				
06052M-AC-9	BAAT 2010-2 A3		2	1FE	1,299,964		100,7810	1,310,162	1,300,000	1,299,974	10		1.310	1.310	MON	757	8,089	06/16/2010	01/15/2013	
09657M-AC-2	BMMOT 2010-A A3		2	1FE	1,649,966		100,7510	1,662,392	1,650,000	1,649,978	12		1.390	1.390	MON	382	15,545	04/15/2010	04/25/2013	
15200D-AC-1	CNP 2005-A A3		2	1FE	2,722,300		108,8920	2,722,300	2,500,000	2,722,300	(34,549)	16,980	5.090	5.090	FA	53,021		08/18/2010	02/01/2014	
15200D-AD-9	CNP 2005-A A4		2	1FE	3,315,469		111,7340	3,352,020	3,000,000	3,280,473	(34,996)		5.170	3.110	FA	64,625	77,550	04/22/2010	08/01/2017	
161571-CH-5	CHAIT 2007-A17 A		2	1FE	1,911,817		107,3980	2,040,568	1,900,000	1,906,662	(3,479)		5.120	4.910	MON	4,324	97,280	05/20/2008	10/15/2012	
17305E-BU-8	CCOIT 2003-A7 A7		2	1FE	3,150,938		107,3320	3,219,984	3,000,000	3,132,795	(18,143)		4.150	3.090	JJ	60,175	62,250	04/22/2010	07/07/2015	
17305E-ER-2	CCOIT 2009-A5 A5		2	1FE	4,605,667		102,2250	4,625,724	4,525,000	4,594,229	(12,020)	7,130		2.250	1.460	JD	2,263	50,906	06/22/2010	12/23/2012
302583-AA-7	FPL 2007-A A1		2	1FE	33,026		100,3550	32,921	32,804	32,848	(178)	2,503	5.053	3.390	FA	691	1,658	06/05/2009	02/01/2011	
34528B-AD-9	FORDO 2008-A A3A		2	1FE	584,580		100,7950	610,030	605,216	601,110	17,856		3.960	7.100	MON	1,065	23,967	05/21/2008	06/15/2011	
34528Q-AQ-7	FORDF 2010-3 A1		2	1FE	755,489		105,5860	802,454	760,000	756,128	639		4.200	4.330	MON	1,419	24,295	03/29/2010	02/15/2015	
34529L-AD-6	FORDO 2010-A A3		2	1FE	2,499,544		100,7170	2,517,944	2,500,000	2,499,697	154		1.320	1.320	MON	1,467	20,808	04/21/2010	02/15/2013	
477874-AC-5	JDOT 2009-A A3		2	1FE	1,655,479		100,9680	1,651,279	1,635,435	1,650,685	(13,093)	5,289		2.590	0.760	MON	1,883	28,239	04/22/2010	03/15/2012
501673-AA-5	LAAF 1 A		2	1Z*	606,381		103,2800	715,993	693,254	604,905	4,348		7.656	10.950	JD	2,359	53,076	04/27/1999	12/15/2021	
587682-AC-9	MBART 2010-1 A3		2	1FE	799,846		100,8700	806,966	800,000	799,896	50		1.420	1.420	MON	505	7,384	04/13/2010	06/15/2013	
65475V-AC-4	NAROT 2009-1 A3		2	1FE	2,258,530		102,5920	2,258,530	2,201,456	2,258,530	(43,314)	15,917	5.000	5.000	MON	4,892	73,382	04/22/2010	06/15/2012	
68233L-AC-3	ONCOR 2003-1 A3		2	1FE	3,892,532		104,2090	4,038,410	3,875,275	3,886,503	(5,161)		4.950	4.630	FA	72,468	191,826	06/12/2008	02/15/2012	
693401-AG-6	PERF 2005-2 A2		2	1FE	673,036		103,0870	673,036	652,881	673,036	(17,964)	7,603	5.030	5.030	MUSD	547	32,840	12/18/2009	03/25/2012	
75953M-AD-2	CNP 2001-1 A4		2	1FE	4,122,843		107,5660	4,122,843	3,832,814	4,122,843	(11,629)	18,962	5.630	5.630	MS	63,537	107,894	04/22/2010	09/15/2013	
89235Y-AC-9	TAOT 2010-B A3		2	1Z*	1,099,905		100,4230	1,104,660	1,100,000	1,099,926	21		1.040	1.040	MON	508	4,544	07/14/2010	04/15/2013	
740408-AA-7	PREFERRED TERM SECS LTD		F	1Z*	187,719		73,3170	459,226	626,357	187,719			8.790	8.790	MS	16,211	55,057	09/07/2000	09/15/2030	
74040K-AC-6	PREFERRED TERM SECS II		F	6FE	172,528		15,0000	172,528	1,150,190	172,528	(69,594)	191,940	9.550	9.550	MS	36,614	195,771	02/12/2001	03/01/2031	
3799999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities					37,997,559	xxx	38,899,970	38,340,682	37,932,765		(241,030)	266,324		xxx	xxx	xxx	389,713	1,132,361	xxx	xxx
3899999 - Bonds: Subtotals - Industrial and Miscellaneous (Unaffiliated)					574,753,257	xxx	596,240,128	560,442,891	573,267,639		(751,744)	3,672,428		xxx	xxx	xxx	6,056,668	18,268,870	xxx	xxx
Bonds: Credit Tenant Loans - Issuer Obligations																				
Bonds: Credit Tenant Loans - Single Class Mortgage-Backed Securities																				
Bonds: Hybrid Securities - Issuer Obligations																				
003723-AA-1	ABN AMRO NA HOLDING CAP		1	3FE	405,618		84,7500	847,500	1,000,000	405,724	106		6.523	16.120	MN	9,603	65,230	09/18/2002	12/29/2049	
40427P-AA-3	HSBC USA CAPITAL TRUST I		1	1FE	711,936		102,0000	1,020,000	1,000,000	713,677	5,923		7.808	11.840	JD	3,470	78,080	03/10/1998	12/15/2026	
4299999 - Bonds: Hybrid Securities - Issuer Obligations					1,117,554	xxx	1,867,500	2,000,000	1,119,401		6,029		xxx	xxx	xxx	13,073	143,310	xxx	xxx	
Bonds: Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities																				
Bonds: Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities																				
Bonds: Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities																				
Bonds: Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities																				

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	Code	For 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	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
Bonds: Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
606866-AA-7	MNCAPS FUNDING LTD/INC	F		1	1FE	448,315	94.0000	702,360	747,191	448,315					8.030	8.030	JD	2,667	59,999	03/21/2001	12/15/2023
4799999 - Bonds: Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						448,315	xxx	702,360	747,191	448,315					xxx	xxx	xxx	2,667	59,999	xxx	xxx
4899999 - Bonds: Subtotals - Hybrid Securities						1,565,869	xxx	2,569,860	2,747,191	1,567,716		6,029			xxx	xxx	xxx	15,740	203,309	xxx	xxx
Bonds: Parent, Subsidiaries and Affiliates - Issuer Obligations																					
Bonds: Parent, Subsidiaries and Affiliates - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
7799999 - Total Bonds: Subtotals - Issuer Obligations						645,719,722	xxx	672,360,385	633,771,446	644,298,219		(600,930)	3,406,099		xxx	xxx	xxx	7,247,548	22,000,726	xxx	xxx
7899999 - Total Bonds: Subtotals - Single Class Mortgage-Backed/Asset-Backed Securities						20,104,130	xxx	21,342,778	20,033,484	20,100,779		51,484	30,247		xxx	xxx	xxx	89,562	1,034,985	xxx	xxx
7999999 - Total Bonds: Subtotals - Defined Multi-Class Residential Mortgage-Backed Securities						39,812,205	xxx	41,061,551	39,613,051	39,498,907		(123,916)	21,085		xxx	xxx	xxx	165,813	1,943,240	xxx	xxx
8099999 - Total Bonds: Subtotals - Other Multi-Class Residential Mortgage-Backed Securities						5,096,815	xxx	5,325,494	6,577,489	5,086,392		95,020	133,029		xxx	xxx	xxx	30,928	280,330	xxx	xxx
8199999 - Total Bonds: Subtotals - Defined Multi-Class Commercial Mortgage-Backed Securities						21,958,508	xxx	21,956,069	21,810,959	21,954,188		(50,071)	624,770		xxx	xxx	xxx	65,987	281,403	xxx	xxx
8299999 - Total Bonds: Subtotals - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						38,445,874	xxx	39,602,330	39,087,873	38,381,080		(241,030)	266,324		xxx	xxx	xxx	392,380	1,192,360	xxx	xxx
8399999 Total Bonds						771,137,254	xxx	801,648,607	760,894,302	769,319,565		(869,443)	4,481,560		xxx	xxx	xxx	7,992,218	26,733,044	xxx	xxx

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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 Desig- nation	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.			
NONE																					
8999999 Total Preferred Stocks								XXX											XXX	XXX	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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
Bonds - U.S. Governments								
3133XF-JY-3	FEDERAL HOME LOAN BANK		03/24/2010	TRANSFER		1,052,188	1,000,000	15,167
3134G1-LJ-1	FREDDIE MAC		07/08/2010	CREDIT SUISSE		3,000,000	3,000,000	
31359M-JH-7	FANNIE MAE		03/29/2010	TRANSFER		583,688	550,000	12,283
31359M-RG-0	FANNIE MAE		03/29/2010	TRANSFER		215,563	200,000	340
912828-AP-5	US TREASURY N/B		03/29/2010	TRANSFER		347,039	325,000	4,812
912828-DC-1	US TREASURY N/B		03/29/2010	TRANSFER		1,136,379	1,050,000	16,519
912828-DV-9	US TREASURY N/B		03/29/2010	TRANSFER		397,288	370,000	5,650
912828-EE-6	US TREASURY N/B		03/29/2010	TRANSFER		781,357	725,000	3,575
912828-EW-6	US TREASURY N/B		03/29/2010	TRANSFER		163,055	150,000	783
912828-FD-7	US TREASURY N/B		03/24/2010	TRANSFER		1,047,695	1,000,000	19,392
912828-FF-2	US TREASURY N/B		03/29/2010	TRANSFER		369,497	330,000	6,260
912828-FQ-8	US TREASURY N/B		03/29/2010	TRANSFER		55,293	50,000	283
912828-FY-1	US TREASURY N/B		03/29/2010	TRANSFER		435,344	400,000	6,848
912828-GH-7	US TREASURY N/B		03/29/2010	TRANSFER		1,510,865	1,390,000	7,459
912828-GS-3	US TREASURY N/B		03/29/2010	TRANSFER		1,163,784	1,080,000	17,990
912828-GW-4	US TREASURY N/B		03/29/2010	TRANSFER		1,081,719	1,000,000	11,851
912828-HA-1	US TREASURY N/B		03/29/2010	TRANSFER		327,445	300,000	1,653
912828-HG-8	US TREASURY N/B		03/29/2010	TRANSFER		760,414	715,000	11,404
912828-HH-6	US TREASURY N/B		03/29/2010	TRANSFER		406,326	385,000	6,057
912828-HM-5	US TREASURY N/B		03/29/2010	TRANSFER		1,047,467	990,000	8,724
912828-HO-6	US TREASURY N/B		03/29/2010	TRANSFER		809,250	780,000	3,531
912828-HY-9	US TREASURY N/B		03/29/2010	TRANSFER		125,316	120,000	1,544
912828-KF-6	US TREASURY N/B		03/29/2010	TRANSFER		3,070,454	3,100,000	4,581
912828-KN-9	US TREASURY N/B		03/29/2010	TRANSFER		168,756	171,000	1,320
912828-MR-8	US TREASURY N/B		03/29/2010	TRANSFER		485,864	490,000	917
0399999	Bonds - U.S. Government					20,542,046	19,671,000	168,943
Bonds - All Other Governments								
669827-FX-0	NOVA SCOTIA PROVINCE	A	07/13/2010	BANK AMERICA		3,583,008	3,600,000	
683234-8Y-7	ONTARIO (PROVINCE OF)	A	06/18/2010	HSBC SECURITIES LIMITED		4,999,050	5,000,000	2,625
465410-BW-7	REPUBLIC OF ITALY	F	09/08/2010	DEUTSCHE BANK		997,400	1,000,000	
1099999	Bonds - All Other Governments					9,579,458	9,600,000	2,625
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)								
Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed)								
303820-K4-5	FAIRFAX CNTY VA		03/23/2010	TRANSFER		1,092,310	1,000,000	25,083
483862-GV-4	KANE CNTY ILL FST PRESV DIST		03/23/2010	TRANSFER		1,112,920	1,000,000	13,611
2499999	Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed)					2,205,230	2,000,000	38,694
Bonds - U.S. Special Revenue								
041841-AR-8	ARLINGTON TEX SPL OBLIG		03/23/2010	TRANSFER		1,118,270	1,000,000	5,278
3133XB-G7-4	FHLB 6A-2012 1		03/29/2010	TRANSFER		57,543	54,112	30
31349U-B3-1	FH 782758		03/24/2010	TRANSFER		872,034	827,497	3,039
31393U-UC-5	FNR 2003-134 ME		03/29/2010	TRANSFER		35,806	34,722	122
31395R-AR-9	FHRR R001 AE		03/29/2010	TRANSFER		58,982	57,509	196
31396G-G7-0	FHRR R004 AL		03/29/2010	TRANSFER		121,423	116,722	465
31396U-3A-6	FHRR R008 FK		03/29/2010	TRANSFER		121,923	122,285	30
31397B-MQ-1	FHRR R009 AJ		03/29/2010	TRANSFER		127,904	122,593	548
31397N-FZ-3	FNR 2009-17 DA		03/29/2010	TRANSFER		235,211	231,152	989
314020-ZE-4	FN 735241		03/29/2010	TRANSFER		39,362	38,095	89
31403B-PC-1	FN 743919		03/29/2010	TRANSFER		109,184	103,613	363
31403D-RH-4	FN 745788		03/24/2010	TRANSFER		984,130	941,680	3,409
31403D-VZ-9	FN 745932		03/29/2010	TRANSFER		173,829	159,696	807
31404V-Y6-9	FN 780233		03/24/2010	TRANSFER		434,162	412,152	1,185
31405H-6L-7	FN 790275		03/29/2010	TRANSFER		21,219	20,339	51
31405R-CR-5	FN 796680		03/24/2010	TRANSFER		435,704	413,617	1,189
31410K-JY-1	FN 889579		03/29/2010	TRANSFER		866,596	812,824	3,793
31410R-6J-3	FN 895573		03/24/2010	TRANSFER		841,957	804,246	2,941
31411Y-DP-5	FN 918210		03/29/2010	TRANSFER		211,561	201,271	911
31412M-SD-1	FN 929416		03/29/2010	TRANSFER		260,520	244,462	1,141
31416J-PH-8	FN AA1323		03/29/2010	TRANSFER		698,305	640,336	2,988
31417Y-T7-2	FN MA0573		10/28/2010	FIRST TENNESSEE		1,027,794	994,840	1,451

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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
38376G-RQ-5	GNR 2010-74 B		08/12/2010	ROYAL BANK OF SCOTLAND US		11,541,406	11,000,000	18,627
38376G-ST-8	GNR 2010-97 B		08/12/2010	BANK AMERICA		10,256,250	10,000,000	14,707
586158-KU-0	MEMPHIS TENN ELEC SYS REV		03/23/2010	TRANSFER		1,073,280	1,000,000	15,556
64971K-SE-7	NEW YORK N Y CITY TRANSITIONAL		03/23/2010	TRANSFER		1,645,455	1,500,000	10,833
735000-NU-1	PORT OAKLAND CALIF		01/28/2010	EXCHANGE		54,296	70,000	846
759911-02-9	REGIONAL TRANSN AUTH ILL		03/29/2010	TRANSFER		406,484	400,000	3,906
3199999	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					33,830,592	32,323,763	95,490
Bonds - Industrial and Miscellaneous (Unaffiliated)								
002824-AT-7	ABBOTT LABORATORIES		08/24/2010	BNP PARIBUS SECURITIES		1,801,335	1,500,000	24,969
02580H-AC-0	AMERICAN EXPRESS BK FSB		03/30/2010	TRANSFER		1,243,212	1,200,000	11,655
02660Y-AU-6	AHM 2006-2 3A2		03/29/2010	TRANSFER		257,856	400,000	1,929
05948X-6S-5	BOAMS 2004-5 2A1		03/23/2010	TRANSFER		379,616	450,928	1,516
05950T-AC-9	BOAMS 2006-B 2A1		03/23/2010	TRANSFER		679,356	872,868	3,217
060505-CS-1	BANK OF AMERICA CORP		03/29/2010	TRANSFER		362,056	350,000	9,023
06051G-DZ-9	BANK OF AMERICA CORP		06/17/2010	BANK AMERICA		3,424,440	3,000,000	13,344
06052M-AC-9	BAAT 2010-2 A3		06/16/2010	BANK AMERICA		1,299,964	1,300,000	
06406H-BL-2	BANK OF NEW YORK MELLON		03/30/2010	TRANSFER		604,175	575,000	9,272
06406H-BQ-1	BANK OF NEW YORK MELLON		06/11/2010	BARCLAYS AMERICAN		6,990,970	7,000,000	
071813-AW-9	BAXTER INTERNATIONAL INC		07/21/2010	BNP PARIBUS SECURITIES		8,258,670	7,000,000	166,347
079860-AL-6	BELLSOUTH CORP		06/16/2010	WELLS FARGO SECURITIES LLC		2,200,300	2,000,000	1,733
084664-BG-5	BERKSHIRE HATHAWAY FIN		03/29/2010	TRANSFER		300,024	275,000	1,681
084664-BK-6	BERKSHIRE HATHAWAY FIN		03/29/2010	TRANSFER		315,817	300,000	5,467
09657M-AC-2	BMWOT 2010-A A3		04/15/2010	BANK AMERICA		1,649,966	1,650,000	
10138M-AG-0	BOTTLING GROUP LLC		07/09/2010	BANK AMERICA		8,028,550	7,000,000	110,153
1248MP-AB-0	CBASS 2007-MX1 A2		03/29/2010	TRANSFER		237,417	250,000	1,121
125430-AB-4	CWHL 2006-11 1A2		03/29/2010	TRANSFER		105,724	227,747	1,063
12572Q-AD-7	CME GROUP INC		03/29/2010	TRANSFER		493,370	450,000	3,163
126685-CZ-7	CWL 2006-S1 A2		03/29/2010	TRANSFER		86,214	105,734	456
12668B-TJ-2	CWALT 2006-J2 A6		03/29/2010	TRANSFER		161,501	194,185	906
12669G-LP-4	CWHL 2005-HYB1 4A1		03/29/2010	TRANSFER		53,680	75,182	194
12669Y-AC-6	CWHL 2006-J4 A3		03/29/2010	TRANSFER		162,808	195,614	951
134429-AV-1	CAMPBELL SOUP CO		07/27/2010	VARIOUS		10,593,399	10,475,000	18,249
14912L-4M-0	CATERPILLAR FIN SERV CRP		07/12/2010	VARIOUS		7,061,900	7,000,000	8,021
15200D-AC-1	CNP 2005-A A3		08/18/2010	WELLS FARGO SECURITIES LLC		2,773,828	2,500,000	7,776
15200D-AD-9	CNP 2005-A A4		04/22/2010	WELLS FARGO SECURITIES LLC		3,315,469	3,000,000	37,052
16132N-AW-6	CHARTER ONE BANK NA		03/29/2010	TRANSFER		256,274	250,000	5,844
16162W-AL-3	CHASE 2003-S10 A1		03/23/2010	TRANSFER		545,928	535,551	1,555
16162W-BZ-1	CHASE 2003-S12 2A1		03/23/2010	TRANSFER		446,294	437,812	1,338
166751-AH-0	CHEVRON CORP		03/29/2010	TRANSFER		417,070	400,000	1,141
17275R-AC-6	CISCO SYSTEMS INC		07/20/2010	WELLS FARGO SECURITIES LLC		8,109,850	7,000,000	161,486
172973-A6-6	CMSI 2004-5 2A6		03/23/2010	TRANSFER		790,638	847,010	2,588
17305E-BU-8	CCCIT 2003-A7 A7		04/22/2010	J.P. MORGAN		3,150,938	3,000,000	38,042
17305E-ER-2	CCCIT 2009-A5 A5		06/22/2010	CITIGROUP GLOBAL MARKETS		4,613,379	4,525,000	566
173105-AC-1	CMSI 2007-1 1A3		03/23/2010	TRANSFER		1,137,487	1,208,288	4,246
17314J-AT-0	CITIBANK NA		05/05/2010	MORGAN STANLEY		1,763,510	1,750,000	16,418
191219-BV-5	COCA-COLA REFRESH USA		07/22/2010	FIRST TENNESSEE		4,386,120	4,000,000	68,944
19416Q-DN-7	COLGATE-PALMOLIVE CO		03/30/2010	TRANSFER		266,940	265,000	1,275
20825T-AA-5	CONOCOPHILLIPS CANADA		07/20/2010	BANK AMERICA		2,912,425	2,500,000	38,281
22541S-GM-4	CSFB 2004-3 2A1		03/23/2010	TRANSFER		643,325	637,350	1,947
225458-XS-2	CSFB 2005-6 3A1		03/29/2010	TRANSFER		120,637	121,798	450
22546Q-AC-1	CREDIT SUISSE NEW YORK		06/15/2010	CREDIT SUISSE		6,159,780	6,000,000	110,417
24422E-QF-9	JOHN DEERE CAPITAL CORP		07/28/2010	SUSQUEHANNA FINANCIAL		2,830,025	2,500,000	41,632
24422E-QY-8	JOHN DEERE CAPITAL CORP		09/20/2010	STIFEL NICOLAUS & CO		2,099,820	2,000,000	2,294
24424D-AA-7	JOHN DEERE CAPITAL CORP		03/30/2010	TRANSFER		723,674	700,000	5,646
25468P-CG-9	WALT DISNEY COMPANY/THE		08/05/2010	STIFEL NICOLAUS & CO		2,393,360	2,000,000	7,667
263534-BQ-1	E. I. DU PONT DE NEMOURS		07/20/2010	SUSQUEHANNA FINANCIAL		2,883,125	2,500,000	13,854
263534-BY-4	E. I. DU PONT DE NEMOURS		07/20/2010	VARIOUS		4,727,520	4,500,000	3,250
26875P-AF-8	EOG RESOURCES INC		06/15/2010	WELLS FARGO SECURITIES LLC		4,987,300	5,000,000	11,472
291011-BA-1	EMERSON ELECTRIC CO		06/15/2010	VARIOUS		2,361,434	2,185,000	19,119
34528Q-AQ-7	FORD 2010-3 A1		03/29/2010	TRANSFER		755,489	760,000	1,596
34529L-AD-6	FORD 2010-A A3		04/21/2010	J.P. MORGAN		2,499,544	2,500,000	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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
36158Y-FS-3	GECMC 2002-2A A2		03/29/2010	TRANSFER		141,814	136,908	529
36185N-4M-9	GMACM 2004-J4 A8		03/29/2010	TRANSFER		92,759	100,000	428
3622MM-AN-3	GSR 2007-3F 3A2		03/23/2010	TRANSFER		1,094,149	1,222,410	4,482
36242D-QY-2	GSR 2004-15F 2A2		03/29/2010	TRANSFER		79,329	101,867	396
36962G-3U-6	GENERAL ELEC CAP CORP		06/15/2010	J.P. MORGAN		4,778,643	4,625,000	33,965
36962G-4C-5	GENERAL ELEC CAP CORP		04/26/2010	CREDIT SUISSE		4,834,331	4,375,000	119,024
36962G-4T-8	GENERAL ELEC CAP CORP		12/20/2010	JEFFERIES & CO.		2,393,700	2,500,000	6,875
36962G-X8-2	GENERAL ELEC CAP CORP		03/30/2010	TRANSFER		329,228	325,000	3,511
36962G-Z5-6	GENERAL ELEC CAP CORP		03/30/2010	TRANSFER		301,192	300,000	6,188
377372-AC-1	GLAXOSMITHKLINE CAP INC.		04/26/2010	GOLDMAN SACHS		5,421,600	5,000,000	110,472
38141G-EE-0	GOLDMAN SACHS GROUP INC.		12/20/2010	SUSQUEHANNA FINANCIAL		2,156,640	2,000,000	46,961
38146F-AF-8	GOLDMAN SACHS GROUP INC.		03/29/2010	TRANSFER		404,530	400,000	1,336
428236-AM-5	HEWLETT-PACKARD CO.		08/13/2010	VARIOUS		8,043,460	7,000,000	149,850
459200-GJ-4	IBM CORP		07/23/2010	VARIOUS		8,120,561	6,969,000	145,444
46625H-HN-3	JPMORGAN CHASE & CO.		03/29/2010	TRANSFER		684,604	650,000	9,907
46625H-HP-8	JPMORGAN CHASE & CO.		04/26/2010	BARCLAYS AMERICAN		3,527,965	3,500,000	35,613
46625H-HR-4	JPMORGAN CHASE & CO.		06/17/2010	J.P. MORGAN		2,494,875	2,500,000	
46629P-AM-0	JPMCC 2006-LDP9 A2S		03/29/2010	TRANSFER		487,597	475,000	1,957
477874-AC-5	JDOT 2009-A A3		04/22/2010	BARCLAYS AMERICAN		3,042,891	3,000,000	2,590
481247-AE-4	JPMORGAN CHASE & CO.		03/29/2010	TRANSFER		862,640	850,000	4,867
57629W-BM-1	MASSMUTUAL GLOBAL FUNDIN		12/22/2010	UBS SECURITIES		1,965,660	2,000,000	11,628
57643M-DE-1	MASTR 2004-6 4A1		03/23/2010	TRANSFER		600,791	585,067	1,788
585055-AR-7	MEDTRONIC INC.		03/29/2010	TRANSFER		695,211	700,000	758
585055-AS-5	MEDTRONIC INC.		06/16/2010	CREDIT SUISSE		5,877,228	5,647,000	66,313
587682-AC-9	MBART 2010-1 A3		04/13/2010	CITIGROUP GLOBAL MARKETS		799,846	800,000	
589331-AP-2	MERCK & CO INC.		03/29/2010	TRANSFER		313,613	300,000	2,967
59022H-JH-6	MLMT 2005-C1P1 A2		03/29/2010	TRANSFER		303,202	298,596	1,152
59217G-AC-3	MET LIFE GLOB FUNDING I		12/21/2010	JEFFERIES & CO.		1,969,380	2,000,000	12,222
61746S-BR-9	MORGAN STANLEY		12/20/2010	MORGAN STANLEY		2,103,020	2,000,000	20,007
61757U-AF-7	MORGAN STANLEY		03/29/2010	TRANSFER		330,432	325,000	126
637432-HT-5	NATIONAL RURAL UTIL COOP		06/15/2010	WELLS FARGO SECURITIES LLC		3,674,939	3,380,000	34,795
64952W-AW-3	NEW YORK LIFE GLOBAL FDG		07/09/2010	VARIOUS		7,066,480	7,000,000	23,333
65475V-AC-4	NAROT 2009-1 A3		04/22/2010	GOLDMAN SACHS		3,134,648	3,000,000	5,000
66987X-GV-1	NHEL 2005-3 A2C		03/29/2010	TRANSFER		86,283	91,982	5
68389X-AC-9	ORACLE CORP		06/14/2010	GOLDMAN SACHS		5,653,100	5,000,000	49,514
69371R-J9-8	PACCAR FINANCIAL CORP		06/09/2010	BANK AMERICA		1,647,806	1,650,000	
717081-DA-8	PFIZER INC.		07/28/2010	CREDIT SUISSE		3,888,499	3,413,000	69,488
74254P-ZC-9	PRINCIPAL LIFE INC FDG		03/30/2010	TRANSFER		725,183	700,000	10,214
742718-DM-8	PROCTER & GAMBLE CO/THE		03/29/2010	TRANSFER		613,501	600,000	2,567
75953M-AD-2	CNP 2001-1 A4		04/22/2010	WELLS FARGO SECURITIES LLC		4,897,802	4,521,265	29,697
761118-TB-4	RALI 2006-0A1 A21		03/29/2010	TRANSFER		77,745	150,770	694
76111X-ZC-0	RFMSI 2005-SA5 3A		03/23/2010	TRANSFER		862,727	1,148,918	3,721
78387G-AL-7	AT&T INC.		07/16/2010	WELLS FARGO SECURITIES LLC		3,317,572	2,898,000	16,301
792860-AH-1	TRAVELERS COS INC.		07/06/2010	MORGAN STANLEY		4,451,720	4,000,000	23,222
828807-BT-3	SIMON PROPERTY GROUP LP		06/15/2010	WELLS FARGO SECURITIES LLC		5,234,674	4,780,000	38,067
828807-BW-6	SIMON PROPERTY GROUP LP		06/15/2010	BANK AMERICA		2,327,093	2,220,000	5,504
85744N-AA-9	STATE STREET BANK & TRST		03/29/2010	TRANSFER		291,202	275,000	2,996
86359L-TB-5	SAMI 2006-AR1 1A2		03/29/2010	TRANSFER		4,998	22,134	1
87612E-AN-6	TARGET CORP		08/24/2010	WELLS FARGO SECURITIES LLC		3,011,400	2,500,000	17,135
87612E-AP-1	TARGET CORP		08/20/2010	DEUTSCHE BANK		5,236,785	4,500,000	76,594
88163V-AC-3	TEVA PHARM FIN CO LLC		06/25/2010	CREDIT SUISSE		4,280,510	3,775,000	86,715
89233P-4B-9	TOYOTA MOTOR CREDIT CORP		06/14/2010	BANK AMERICA		4,943,862	4,950,000	
89235Y-AC-9	TAOT 2010-B A3		07/14/2010	DEUTSCHE BANK		1,099,905	1,100,000	
90261X-GF-3	UBS AG STAMFORD CT		08/05/2010	UBS SECURITIES		4,901,477	4,900,000	
911312-AL-0	UNITED PARCEL SERVICE		03/29/2010	TRANSFER		836,962	800,000	15,328
91159H-GT-1	US BANCORP		06/24/2010	US BANCORP INVESTMENTS INC.		253,758	250,000	779
91159H-GU-8	US BANCORP		06/14/2010	US BANCORP INVESTMENTS INC.		7,080,430	7,000,000	63,088
92343V-AL-8	VERIZON COMMUNICATIONS		06/14/2010	BANK AMERICA		5,382,050	5,000,000	93,194
931142-CJ-0	WAL-MART STORES INC.		06/15/2010	RBC CAPITAL MARKETS SECURITIES - US		3,515,550	3,057,000	60,580
931142-CT-8	WAL-MART STORES INC.		07/16/2010	MORGAN STANLEY		1,619,792	1,600,000	1,300
93364F-AC-5	WAMU 2007-HY7 2A1		03/23/2010	TRANSFER		967,037	1,425,141	5,043
949758-AD-8	WFMS 2004-0 A1		03/23/2010	TRANSFER		569,406	566,798	1,685

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Maturity Date
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B/A. C.V. (11+12-13)	15 Total Foreign Exchange Change in B/A. C.V.						
Bonds - U.S. Governments																				
Bonds - All Other Governments																				
683234-ZZ-4	ONTARIO (PROVINCE OF)	A	06/18/2010	NATIONAL BANK FINANCE		5,117,750	5,000,000.00	4,992,700	4,996,522		1,181		1,181		4,997,703		120,047	120,047	99,844	05/20/2011
1099999	Bonds - All Other Governments					5,117,750	5,000,000.00	4,992,700	4,996,522		1,181		1,181		4,997,703		120,047	120,047	99,844	XXX
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)																				
341150-KP-4	FLORIDA ST.		07/16/2010	VARIOUS CALLED BY ISSUER at 100.000		111,100	110,000.00	102,694	102,694						102,694		8,406	8,406		07/01/2024
68607F-CU-2	OREGON ST.		11/01/2010	VARIOUS CALLED BY ISSUER at 100.000		15,000	15,000.00	14,923	15,000						15,000				843	08/01/2012
68607F-CY-4	OREGON ST.		11/01/2010	VARIOUS CALLED BY ISSUER at 100.000		15,000	15,000.00	14,763	14,777		223		223		15,000				857	08/01/2016
882720-VL-6	TEXAS ST.		08/24/2010	D.A. DAVIDSON & CO.		266,000	250,000.00	244,658	246,166		159		159		246,325		19,675	19,675	14,207	08/01/2021
1799999	Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)					407,100	390,000.00	377,038	378,637		382		382		379,019		28,081	28,081	15,907	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																				
010662-FL-3	ALABASTER ALA.		09/01/2010	CALLED BY ISSUER at 102.000		56,100	55,000.00	54,927	54,927						54,927		1,173	1,173	2,750	09/01/2010
073185-T8-3	BAYTOWN TEX.		06/28/2010	PIPER JAFFREY & CO.		218,444	215,000.00	215,000	215,000						215,000		3,444	3,444	9,824	02/01/2012
494791-KQ-8	KING CNTY WASH PUB HOSP DIST N.		06/28/2010	SEATTLE NORTHWEST		341,055	330,000.00	330,455	330,337		(100)		(100)		330,237		10,818	10,818	9,579	12/01/2020
734260-VV-1	PORT HOUSTON AUTH TEX HARRIS C.		02/17/2010	CALLED BY ISSUER at 100.000		750,000	750,000.00	744,750	743,793		3,141		3,141		746,933		3,067	3,067	14,167	10/01/2017
2499999	Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)					1,365,599	1,350,000.00	1,345,132	1,344,057		3,041		3,041		1,347,097		18,502	18,502	36,320	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																				
047060-AS-7	ATHENS-CLARKE CNTY GA UNI GOVT		09/22/2010	VARIOUS		487,435	500,000.00	470,466	470,083		383		8,096		462,370		25,065	25,065	18,115	12/15/2022
047851-CY-3	ATLANTA GA URBAN RESIDENTIAL F.		09/22/2010	VARIOUS CALLED BY ISSUER at 102.500		190,675	190,000.00	188,605	188,605						188,605		2,070	2,070	9,510	05/20/2017
100340-BM-9	BOSSIER PUB TR FING AUTH LA SI.		03/01/2010	VARIOUS		10,125	10,000.00	10,075	10,000		125		125		10,125				158	08/01/2015
106219-GC-6	BRAZOS RIVER AUTH TEX WTR REV.		08/24/2010	MERRILL LYNCH		407,388	400,000.00	377,652	378,182		734		734		378,916		28,472	28,472	20,667	08/15/2023
140439-CZ-1	CAPITAL REGION ARPT AUTH MICH.		08/24/2010	JEFFERIES & CO.		476,532	465,000.00	446,484	447,031		705		705		447,736		28,796	28,796	28,210	07/01/2021
233091-EC-7	DCH HEALTH CARE AUTH ALA HEALT.		06/28/2010	UBS SECURITIES		495,555	500,000.00	481,640	482,577		958		958		483,535		12,020	12,020	14,514	06/01/2017
3128MB-VP-9	FG 613122		12/01/2010	VARIOUS		3,460,624	3,423,553.00	3,343,313	1,543,061		8,823		8,823		3,410,561		50,063	50,063	49,167	11/01/2022
3128PK-7A-6	FG J08089		12/01/2010	MBS PAYMENT		3,438,333	3,438,333.00	3,430,812	1,687,424		957		957		3,438,333				53,525	02/01/2023
3128PK-V2-7	FG J07833		08/12/2010	VARIOUS		9,977,998	9,451,880.00	9,274,657	1,655,493		32,562		32,562		9,320,140		657,858	657,858	292,699	11/01/2022
3128PK-XM-1	FG J07884		12/01/2010	MBS PAYMENT		3,770,331	3,770,331.00	3,770,331	3,770,331						3,770,331				123,882	01/01/2023
3133XB-G7-4	FHLB GA-2012 1		12/25/2010	MBS PAYMENT		11,830	11,830.00	12,569	(38)		(38)		(38)		12,193		(363)	(363)	264	04/25/2012
31349U-B3-1	FH 782758		12/15/2010	VARIOUS		281,239	281,239.00	296,376	(2,602)		(2,602)		(2,602)		281,239				6,617	11/01/2013
31393U-UC-5	FNR 2003-134 ME		12/01/2010	MBS PAYMENT		7,355	7,355.00	7,584	(22)		(22)		(22)		7,355				128	04/01/2018
31395U-RF-5	FHR 2890 BC		11/15/2010	VARIOUS		1,042,500	1,000,000.00	1,032,969	1,027,240		(11,492)		(11,492)		1,015,748		26,752	26,752	45,972	05/01/2012
31395R-AR-9	FHRR R001 AE		12/01/2010	MBS PAYMENT		27,791	27,791.00	28,408	(21)		(21)		(21)		28,282		(491)	(491)	518	10/01/2011
31396E-E3-0	FHR 3059 CB		12/01/2010	MBS PAYMENT		938,599	938,599.00	949,745	942,278		(3,679)		(3,679)		938,599				44,970	11/01/2011
31396E-2U-9	FHR 3053 OD		12/01/2010	MBS PAYMENT		1,868,049	1,868,049.00	1,899,573	1,875,562		(7,512)		(7,512)		1,868,049				78,643	05/01/2012
31396E-G7-0	FHRR R004 AL		12/01/2010	MBS PAYMENT		51,255	51,255.00	52,913	(56)		(56)		(56)		52,698		(1,443)	(1,443)	1,074	11/01/2011
31396U-3A-6	FHRR R008 FK		12/15/2010	MBS PAYMENT		40,605	40,605.00	40,485	33		33		33		40,605				115	01/15/2014
31396X-CY-4	FNR 2007-79 MA		12/01/2010	MBS PAYMENT		2,632,840	2,632,840.00	2,687,759	2,645,540		(12,700)		(12,700)		2,632,840				77,691	08/01/2011
31397B-M0-1	FHRR R009 AJ		12/01/2010	MBS PAYMENT		48,864	48,864.00	50,752	(69)		(69)		(69)		50,144		(1,280)	(1,280)	1,132	10/01/2012
31397E-MK-8	FHR 3262 PA		12/01/2010	MBS PAYMENT		4,404,148	4,404,148.00	4,493,607	4,435,643		(31,495)		(31,495)		4,404,148				166,582	06/01/2011
31397N-FZ-3	FNR 2009-17 DA		12/01/2010	MBS PAYMENT		60,852	60,852.00	61,567	(11)		(11)		(11)		61,392		(540)	(540)	1,284	06/01/2014
314020-ZE-4	FN 735241		12/01/2010	MBS PAYMENT		9,583	9,583.00	9,901	(1)		(1)		(1)		9,839		(255)	(255)	91	11/01/2034
31403B-PC-1	FN 743919		12/01/2010	MBS PAYMENT		21,566	21,566.00	22,705	(17)		(17)		(17)		22,142		(576)	(576)	533	06/01/2018
31403D-RH-4	FN 745768		12/01/2010	MBS PAYMENT		330,745	330,745.00	345,608	(30)		(30)		(30)		342,363		(11,619)	(11,619)	5,322	01/01/2036
31403D-VZ-9	FN 745932		12/01/2010	MBS PAYMENT		55,908	55,908.00	60,757	(5)		(5)		(5)		60,057		(4,149)	(4,149)	749	12/01/2035
31404V-Y6-9	FN 780233		12/01/2010	MBS PAYMENT		98,804	98,804.00	103,868	(112)		(112)		(112)		101,641		(2,837)	(2,837)	2,153	08/01/2018
31405H-6L-7	FN 790275		12/01/2010	MBS PAYMENT		5,473	5,473.00	5,683	(205)		(205)		(205)		5,678		(205)	(205)	55	08/01/2034
31405R-CR-5	FN 796680		12/01/2010	MBS PAYMENT		78,415	78,415.00	82,434	(25)		(25)		(25)		81,284		(2,870)	(2,870)	1,226	06/01/2019
31410K-JY-1	FN 889579		12/01/2010	MBS PAYMENT		283,014	283,014.00	301,105	(75)		(75)		(75)		297,751		(14,737)	(14,737)	5,080	04/01/2037
31410R-6J-3	FN 895573		12/01/2010	MBS PAYMENT		317,763	317,763.00	332,664	(2,768)		(2,768)		(2,768)		317,763				5,914	06/01/2036
31411Y-DP-5	FN 918210		12/01/2010	MBS PAYMENT		107,006	107,006.00	112,473	(13)		(13)		(13)		111,958		(4,952)	(4,952)	1,205	05/01/2017
31412W-SD-1	FN 929416		12/01/2010	MBS PAYMENT		62,167	62,167.00	66,112	(21)		(21)		(21)		65,011		(2,844)	(2,844)	1,406	11/01/2037
31414D-UF-1	FN 963282		12/01/2010	MBS PAYMENT		2,267,682	2,267,682.00	2,231,187	2,262,221		5,462		5,462		2,267,682				62,788	01/01/2023
31416J-PH-8	FN AA1323		12/01/2010	MBS PAYMENT		156,170	156,170.00	169,959	(24)		(24)		(24)		166,113		(9,943)	(9,943)	3,580	06/01/2031
31417Y-T7-2	FN MA0573		12/01/2010	MBS PAYMENT		6,380	6,380.00	6,591	(19)		(19)		(19)		6,380				19	09/01/2025
38375P-M0-1	GNR 2008-9 PD		12/01/2010	MBS PAYMENT		1,132,733	1,132,733.00	1,112,910	1,130,689		2,044		2,044		1,132,733				25,831	06/01/2023
38375U-N9-6	GNR 2008-55 PG		08/12/2010	VARIOUS		13,759,820	13,343,986.00	13,379,431	13,357,028		(4,564)		(4,564)		13,352,463		407,356	407,356	431,485	03/01/2016
38375X-GH-1	GNR 2008-49 PB		12/01/2010	MBS PAYMENT		3,167,646	3,167,646.00													

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	
45129T-HB-6	IDAHO HSG & FIN ASSN		IDAHO HSG & FIN ASSN		5,000	5,000.00	5,000	5,000						5,000					153	07/01/2014
45129T-HQ-3	IDAHO HSG & FIN ASSN		IDAHO HSG & FIN ASSN		15,000	15,000.00	14,894	14,894						14,894		106	106	585	07/01/2016	
45504B-J3-3	INDIANA ST EDL FACS AUTH REV		MORGAN STANLEY		500,000	500,000.00	493,635	495,791		135		135		495,926		4,074	4,074	15,530	06/01/2021	
484890-JC-3	KANSAS CITY MO ARPT REV		STIFEL NICOLAUS & CO		1,043,500	1,000,000.00	1,025,140	1,019,517		(5,705)		(5,705)		1,013,812		29,688	29,688	43,604	09/01/2011	
592646-FK-4	METROPOLITAN WASHINGTON D C AR		MESIROW FINANCIAL INC		542,285	500,000.00	505,090	504,353		(978)		(978)		503,376		38,909	38,909	24,337	10/01/2013	
59455P-YZ-7	MICHIGAN MUN BD AUTH REV		MATURITY		155,000	155,000.00	154,275	154,938		62		62		155,000				8,060	11/01/2010	
605275-MQ-6	MISSISSIPPI BUSINESS FIN CORP		SINK		34,087	34,087.00	32,591	32,591						32,591		1,496	1,496	3,471	01/01/2022	
645780-EF-0	NEW JERSEY ECONOMIC DEV AUTH W		CITIGROUP GLOBAL MARKETS		766,598	750,000.00	614,558	617,857		4,543		4,543		622,399		144,198	144,198	34,807	04/01/2022	
64605E-E4-2	NEW JERSEY ST EDL FACS AUTH		RBC CAPITAL MARKETS		272,187	270,000.00	269,943	269,943						269,943		2,244	2,244	15,482	07/01/2017	
65820E-HH-6	NORTH CAROLINA HSG FIN AGY		VARIOUS		105,000	105,000.00	105,000	105,000						105,000				2,893	03/01/2010	
65820E-MQ-0	NORTH CAROLINA HSG FIN AGY		CALLLED BY ISSUER at		25,000	25,000.00	24,398	24,570		430		430		25,000				1,076	03/01/2011	
664252-DH-3	NORHEAST MD WASTE DISP AUTH		BRANCH BANKING & TRUST COMPANY		1,365,272	1,330,000.00	1,406,808	1,345,412		(6,269)		(6,269)		1,339,143		26,129	26,129	55,278	03/15/2012	
717903-YN-2	PHILADELPHIA PA HOSPS & HIGHER		CALLLED BY ISSUER at		50,000	50,000.00	50,000	50,000						50,000				1,988	01/01/2018	
726401-AV-4	PLAINFIELD PKS IND FACS CORP		101,000		505,000	500,000.00	486,250	486,643		18,357		18,357		505,000				25,000	07/15/2010	
735000-FT-3	PORT OAKLAND CALIF		EXCHANGE		775,687	1,000,000.00	779,870	774,925		762		762		775,687				12,083	11/01/2022	
735389-DW-5	PORT SEATTLE WASH REV		PIPER JAFFREY & CO		322,496	320,000.00	326,957	320,000						320,000		2,496	2,496	9,289	06/01/2017	
79765A-DD-5	SAN FRANCISCO CALIF CITY &		CALLLED BY ISSUER at		1,758,750	1,750,000.00	1,756,265	1,754,579		4,171		4,171		1,758,750				49,729	05/01/2013	
79765A-DG-8	SAN FRANCISCO CALIF CITY &		CALLLED BY ISSUER at		502,500	500,000.00	476,380	477,796		24,704		24,704		502,500				13,563	05/01/2016	
79765A-YL-4	SAN FRANCISCO CALIF CITY &		MORGAN STANLEY		532,720	500,000.00	516,165	513,446		(2,761)		(2,761)		510,684		22,036	22,036	18,257	05/01/2012	
882135-B2-1	TEXAS A & M UNIV REVS		RBC CAPITAL MARKETS		186,111	175,000.00	191,622	178,177		(31)		(31)		178,146		7,965	7,965	1,333	05/15/2017	
914023-DD-5	UNIVERSITY AKRON OHIO GEN RCPT		SECURITIES - US		669,104	650,000.00	641,908	632,433		2,519		2,519		634,952		34,151	34,151	20,186	01/01/2013	
95648M-BN-8	WEST VIRGINIA ECONOMIC DEV		MERRILL LYNCH		500,000	500,000.00	503,435	500,200		(200)		(200)		500,000				11,290	06/01/2010	
3199999	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				69,860,970	69,011,652.00	68,402,528	54,850,707		5,258	8,096	(2,838)		68,216,346		1,644,621	1,644,621	2,126,236	XXX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
009163-AA-4	AIR PRODUCTS & CHEMICALS		JEFFERIES & CO		3,683,260	3,500,000.00	3,442,295	3,460,916		6,944		6,944		3,467,860		215,400	215,400	144,847	02/01/2013	
02660Y-AU-6	AHM 2006-2 3A2		MBS PAYMENT		24,124	24,124.00	15,199	227		227		227		17,470		6,654	6,654	800	06/01/2036	
02666Q-XM-0	AMERICAN HONDA FINANCE		MATURITY		5,000,000	5,000,000.00	4,924,425	4,949,577		50,424		50,424		5,000,000				256,250	12/15/2010	
05522R-CG-1	BACCT 2008-A9 A9		CALLLED BY ISSUER at		5,000,000	5,000,000.00	4,999,840	4,999,962		38		38		5,000,000				33,917	02/15/2010	
05948X-6S-5	BOAMS 2004-5 2A1		MBS PAYMENT		173,036	173,036.00	145,345	145,345		2,745		2,745		163,905		9,130	9,130	4,813	12/01/2012	
05950T-AC-9	BOAMS 2006-B 2A1		MBS PAYMENT		113,573	113,573.00	88,204	88,204						88,204		25,370	25,370	2,631	09/01/2040	
071813-AZ-2	BAXTER INTERNATIONAL INC		RBC CAPITAL MARKETS		1,833,824	1,700,000.00	1,695,172	1,695,930		517		517		1,696,447		137,377	137,377	61,389	03/01/2014	
10138M-AH-8	BOTTLING GROUP LLC		SECURITIES - US		2,349,900	2,000,000.00	1,995,860	1,996,485		394		394		1,996,878		353,022	353,022	115,447	03/15/2014	
125430-AB-4	CWHL 2006-11 1A2		FIRST TENNESSEE		28,163	28,163.00	12,479	12,479						14,438		13,725	13,725	755	11/01/2011	
126685-CZ-7	CWL 2006-S1 A2		MBS PAYMENT		16,919	30,169.00	23,523	23,523		69		69		20,276		(3,358)	(3,358)	685	09/01/2014	
12668B-TJ-2	CWALT 2006-J2 A6		MBS PAYMENT		36,301	36,301.00	30,235	30,235		592		592		34,069		2,231	2,231	922	04/01/2036	
12669G-LP-4	CWHL 2005-HYB1 4A1		MBS PAYMENT		5,722	5,722.00	4,123	4,123		346		346		4,999		723	723	73	02/01/2035	
12669Y-AC-6	CWHL 2006-J4 A3		MBS PAYMENT		29,148	29,148.00	24,224	24,224		290		290		26,519		2,630	2,630	691	09/01/2036	
134429-AR-0	CAMPBELL SOUP CO		DEUTSCHE BANK		3,217,442	2,945,000.00	3,180,571	3,180,571		49		49		3,180,571		36,871	36,871	96,940	12/03/2012	
13974Y-AE-0	CARAT 2008-2 A2A		MBS PAYMENT		678,266	678,266.00	678,132	678,132		639		639		5,000,000				4,810	04/15/2010	
14912L-ZK-6	CATERPILLAR FIN SERV CRP		MATURITY		5,000,000	5,000,000.00	5,025,050	5,000,639		(639)		(639)		5,000,000				103,750	01/15/2010	
14912L-ZR-1	CATERPILLAR FIN SERV CRP		STIFEL NICOLAUS & CO		5,289,350	5,000,000.00	4,779,770	4,779,770		37,040		37,040		4,854,614		434,736	434,736	180,819	03/15/2012	
161571-CF-9	CHAIT 2007-A15 A		MORGAN STANLEY		5,017,370	4,970,000.00	5,040,016	4,993,789		(16,203)		(16,203)		4,977,586		39,784	39,784	130,104	12/15/2010	
16162W-AL-3	CHASE 2003-S10 A1		MBS PAYMENT		153,832	153,832.00	156,091	156,091		(89)		(89)		154,951		(1,119)	(1,119)	3,148	10/01/2018	
16162W-BZ-1	CHASE 2003-S12 2A1		MBS PAYMENT		114,802	114,802.00	116,488	116,488		(38)		(38)		115,836		(1,034)	(1,034)	2,170	11/01/2018	
17275R-AB-8	CISCO SYSTEMS INC		US BANCORP INVESTMENTS INC		10,278,800	10,000,000.00	10,295,900	10,295,900		(65,983)		(65,983)		10,069,799		209,001	209,001	482,708	02/22/2011	
172973-A6-6	CMSI 2004-5 2A6		MBS PAYMENT		255,922	255,922.00	238,807	238,807		486		486		245,962		9,960	9,960	5,053	02/01/2024	
17305E-CH-6	CCCIT 2004-AB A8		J.P. MORGAN		3,376,406	3,000,000.00	2,855,403	2,866,841		13,924		13,924		2,880,765		495,642	495,642	95,598	12/10/2014	
173105-AC-1	CMSI 2007-1 1A3		MBS PAYMENT		248,077	248,077.00	233,483	233,483		1,302		1,302		243,271		4,806	4,806	5,866	01/01/2037	
17314J-AA-1	CITIBANK NA		HSBC SECURITIES LIMITED		6,055,980	6,000,000.00	6,066,066	6,054,982		(21,118)		(21,118)		6,033,864		22,116	22,116	71,500	03/30/2011	
17314J-AT-0	CITIBANK NA		BANK AMERICA		1,020,117	1,000,000.00	1,007,720	1,007,720		(606)		(606)		1,007,114		13,003	13,003	13,125	12/28/2012	
20825C-AU-8	CONOCOPHILLIPS		STIFEL NICOLAUS & CO		2,906,875	2,500,000.00	2,481,175	2,482,344		1,184		1,184		2,483,528		423,347	423,347	237,917	01/15/2020	
20825U-AB-0	CONOCO FUNDING CO		CALLLED BY ISSUER at		106,902	5,000,000.00	5,265,950	5,148,768		196,307		196,307		5,345,075				254,000	10/15/2011	
209111-DE-0	CONS EDISON CO OF NY		MATURITY		6,010,000	6,010,000.00	6,177,619	6,047,524		(37,524)		(37,524)		6,010,000				244,156	05/01/2010	
22541S-GM-4	CSFB 2004-3 2A1		MBS PAYMENT		189,217	189,217.00	190,104	189,217		(25)		(25)		189,723		(506)	(506)	3,606	03/01/2019	
225458-XS-2	CSFB 2005-6 3A1		MBS PAYMENT		45,238	45,238.00	44,807	44,807		86		86		45,238				980	07/01/2020	

E14.1

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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
244217-B6-9	JOHN DEERE CAPITAL CORP		08/13/2010	VARIOUS		7,674,050	7,000,000.00	7,453,670			(100,472)		(100,472)		7,273,241		400,809	400,809	445,472	03/15/2012
254687-CC-8	WALT DISNEY COMPANY/THE		08/05/2010	CITIGROUP GLOBAL MARKETS		2,096,720	2,000,000.00	2,094,520			(14,735)		(14,735)		2,029,181		67,539	67,539	64,917	07/15/2011
260543-BR-3	DOW CHEMICAL CO/THE		08/13/2010	WALL STREET ACCESS		4,882,860	4,500,000.00	3,864,528			112,299		112,299		4,060,316		822,544	822,544	237,750	10/01/2012
263534-BF-7	E I DU PONT DE NEMOURS		07/20/2010	JEFFERIES & CO.		10,883,600	10,000,000.00	10,219,910			(26,229)		(26,229)		10,123,938		759,662	759,662	511,111	01/15/2013
278056-DF-6	EATON CORP		07/16/2010	FIRST TENNESSEE		5,447,500	5,000,000.00	4,867,230	4,882,763		17,704		17,704		4,900,467		547,033	547,033	167,417	05/15/2013
291011-AM-6	EMERSON ELECTRIC CO.		08/15/2010	MATURITY		3,500,000	3,500,000.00	3,666,425	3,561,074		(61,074)		(61,074)		3,500,000				249,375	08/15/2010
302583-AA-7	FPL 2007-A 1		08/01/2010	MBS PAYMENT		463,334	463,334.00	468,917	468,917						468,917				17,212	02/01/2011
302583-AB-5	FPL 2007-A 2		08/02/2010	JEFFERIES & CO.		4,288,125	4,000,000.00	4,029,492	4,021,099		(3,949)		(3,949)		4,017,150		270,975	270,975	204,002	08/01/2013
34528B-AD-9	FORDO 2008-A A3A		12/15/2010	MBS PAYMENT		1,761,360	1,761,360.00	1,701,303	1,733,759		27,602		27,602		1,761,360				35,432	06/15/2011
34528X-AB-5	FORDO 2008-C A2A		03/15/2010	MBS PAYMENT		448,982	448,982.00	448,903	448,959		22		22		448,982				2,251	03/15/2010
36158Y-FS-3	GECMC 2002-2A A2		12/01/2010	MBS PAYMENT		21,315	21,315.00	22,017			(31)		(31)		21,802		(487)	(487)	439	01/01/2012
3622M-AN-3	GSR 2007-3F 3A2		12/01/2010	MBS PAYMENT		235,906	235,906.00	210,513						213,428		22,478	22,478	6,766	05/01/2037	
36242D-OY-2	GSR 2004-15F 2A2		12/01/2010	MBS PAYMENT		12,710	12,710.00	9,898			168		168		12,710				276	11/01/2034
369550-AN-8	GENERAL DYNAMICS CORP.		07/12/2010	FIRST TENNESSEE		11,184,200	10,000,000.00	10,001,640	10,002,177		(276)		(276)		10,001,902		1,182,298	1,182,298	501,667	02/01/2014
406216-AR-2	HALLIBURTON COMPANY		05/18/2010	JEFFERIES & CO.		10,180,000	10,000,000.00	10,298,800	10,105,250		(51,486)		(51,486)		10,053,764		126,236	126,236	330,000	10/15/2010
41011W-AA-8	JOHN HANCOCK GLOB FDG II		07/02/2010	VARIOUS		2,500,000	2,500,000.00	2,500,060	2,510,922		(10,862)	60	(10,802)		2,500,000				197,500	07/02/2010
428236-AT-0	HEWLETT-PACKARD CO		07/09/2010	BANK AMERICA RBC CAPITAL MARKETS		11,463,000	10,000,000.00	10,168,086	10,147,975		(17,498)		(17,498)		10,130,477		1,332,523	1,332,523	532,535	03/01/2014
44924E-AB-6	IBM INTL GROUP CAPITAL		07/23/2010	SECURITIES - US		10,914,900	10,000,000.00	10,456,590			(73,700)		(73,700)		10,297,632		617,268	617,268	387,167	10/22/2012
477874-AC-5	JDOT 2009-A A3		12/15/2010	MBS PAYMENT		1,364,565	1,364,565.00	1,378,123			(3,419)		(3,419)		1,370,405		(5,840)	(5,840)	12,574	03/15/2012
501673-AA-5	LAAF 1 A		12/15/2010	MBS PAYMENT		50,079	50,079.00	43,804	49,627		452		452		50,079				3,834	12/15/2021
57643M-DE-1	MASTR 2004-6 4A1		12/01/2010	MBS PAYMENT		154,796	154,796.00	157,695			(85)		(85)		156,457		(1,661)	(1,661)	3,335	06/01/2019
585055-AG-1	MEDTRONIC INC		09/15/2010	MATURITY		1,350,000	1,350,000.00	1,367,037	1,355,914		(5,914)		(5,914)		1,350,000				59,063	09/15/2010
59022H-JH-6	MLMT 2005-C1P1 A2		12/01/2010	MBS PAYMENT		78,230	78,230.00	79,432			(2)		(2)		79,403		(1,173)	(1,173)	802	08/01/2012
637432-DA-0	NATIONAL RURAL UTIL COOP		10/01/2010	MATURITY		7,000,000	7,000,000.00	7,047,390	7,016,965		(16,965)		(16,965)		7,000,000				306,250	10/01/2010
638585-BH-1	BANK OF AMERICA CORP.		05/15/2010	MATURITY		500,000	500,000.00	453,287	478,735		21,265		21,265		500,000				16,500	05/15/2010
65475V-AC-4	NAROT 2009-1 A3		12/15/2010	MBS PAYMENT		798,544	798,544.00	823,748			(8,503)		(8,503)		808,383		(9,840)	(9,840)	20,383	06/15/2012
66880R-AA-0	NORVELL CONWAY LLC		12/15/2010	SINK		52,664	52,664.00	40,434	43,427		143		143		43,569		9,094	9,094	1,954	12/15/2018
66987X-GV-1	NHEL 2005-3 A2C		12/25/2010	MBS PAYMENT		27,675	27,675.00	25,960			488		488		27,675				61	08/25/2012
67019E-AA-5	NSTAR		02/15/2010	MATURITY		7,070,000	7,070,000.00	7,527,501	7,104,132		(34,132)		(34,132)		7,070,000				282,800	02/15/2010
68233L-AC-3	ONCOR 2003-1 A3		08/15/2010	MBS PAYMENT		1,124,725	1,124,725.00	1,129,734	1,124,837		(112)		(112)		1,124,725				45,509	02/15/2013
68389X-AD-7	ORACLE CORP		07/15/2010	BNP PARIBUS SECURITIES		3,307,860	3,000,000.00	3,039,810	3,027,778		(4,383)		(4,383)		3,023,395		284,465	284,465	113,438	04/15/2013
693401-AG-6	PERF 2005-2 A2		12/25/2010	MBS PAYMENT		541,928	541,928.00	563,870	547,928		(5,804)		(5,804)		541,928				17,404	03/25/2012
693476-AV-5	PNC FUNDING CORP		03/10/2010	MATURITY		4,000,000	4,000,000.00	3,984,976	3,995,295		4,705		4,705		4,000,000				90,000	03/10/2010
69347U-AC-4	PNC FUNDING CORP		12/14/2010	MATURITY		2,313,000	2,313,000.00	2,284,976	2,294,325		18,675		18,675		2,313,000				118,541	12/14/2010
70109H-AH-8	PARKER-HANNIFIN CORP		12/20/2010	BANK AMERICA		2,230,680	2,000,000.00	1,959,049	1,956,712		3,718		3,718		1,960,429		270,251	270,251	121,611	05/15/2018
705220-AM-3	PECO 2001-A A1		09/01/2010	MBS PAYMENT		4,855,000	4,855,000.00	5,083,957	4,946,040		(91,040)		(91,040)		4,855,000				237,616	12/01/2010
710198-HE-5	PEOPLES UNITED BANK		11/15/2010	MATURITY		250,000	250,000.00	242,171	244,877		5,123		5,123		250,000				29,762	11/15/2010
713448-BK-3	PEPSICO INC		07/09/2010	HSBC SECURITIES LIMITED		5,805,940	5,450,000.00	5,438,446	5,440,217		1,175		1,175		5,441,391		364,548	364,548	177,693	03/01/2014
717081-CZ-4	PFIZER INC		07/28/2010	RBC CAPITAL MARKETS		8,570,043	8,100,000.00	8,088,903			1,115		1,115		8,093,708		476,335	476,335	315,394	03/15/2012
7425A0-A5-9	PRINCIPAL LIFE GLOBAL		07/14/2010	SECURITIES - US MORGAN STANLEY		7,514,500	7,000,000.00	6,512,667	6,574,007		70,315		70,315		6,644,322		870,178	870,178	371,583	01/15/2013
742718-DL-0	PROCTER & GAMBLE CO/THE		06/28/2010	109,197		928,175	850,000.00	849,813	849,878		78,297		78,297		928,175				37,254	01/15/2014
75953M-AD-2	CNP 2001-1 A4		09/15/2010	MBS PAYMENT		688,451	688,451.00	743,784			(585)		(585)		743,784		(55,333)	(55,333)	19,380	09/15/2013
761118-TB-4	RAL 2006-QA1 A21		12/01/2010	MBS PAYMENT		7,267	10,793.00	5,935			1,196		1,196		6,657		611	611	292	01/01/2036
76111X-ZC-0	RFMSI 2005-SA5 3A		12/01/2010	MBS PAYMENT		177,854	177,854.00	132,723						136,260		41,593	41,593	4,060	09/01/2032	
828807-BL-0	SIMON PROPERTY GROUP LP		06/15/2010	MATURITY		6,000,000	6,000,000.00	5,657,448	5,831,468		168,532		168,532		6,000,000				138,000	06/15/2010
854616-AL-3	STANLEY WORKS		03/15/2010	MATURITY		6,000,000	6,000,000.00	6,038,064	6,010,643		(10,643)		(10,643)		6,000,000				150,000	03/15/2010
86359L-TB-5	SAMI 2006-AR1 1A2		12/25/2010	MBS PAYMENT		2,780	2,780.00	637			247		247		1,974		806	806	6	08/25/2016
87612E-AB-2	TARGET CORP		01/25/2010	103,955		5,197,773	5,000,000.00	5,314,750	5,099,191		98,582		98,582		5,197,773				166,667	08/15/2010
904764-AG-2	UNILEVER CAPITAL CORP		11/01/2010	MATURITY		5,100,000	5,100,000.00	5,445,219	5,230,207		(130,207)		(130,207)		5,100,000				363,375	11/01/2010
91159H-GJ-3	US BANCORP		07/29/2010	MATURITY		5,000,000	5,000,000.00	5,028,340	5,015,275		(15,275)		(15,275)		5,000,000				225,000	07/29/2010
913017-BC-2	UNITED TECHNOLOGIES CORP		06/15/2010	102,815		5,140,728	5,000,000.00	5,368,500	5,138,129		2,599									

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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	
251540-HP-1	DEUTSCHE BANK AG LONDON	F	10/12/2010	MATURITY	5,000,000	5,000,000.00	5,011,251	5,009,061		(9,061)		(9,061)		5,000,000				250,000	10/12/2010	
298785-EQ-5	EUROPEAN INVESTMENT BANK	F	06/18/2010	BMO CAPITAL MARKETS - US	5,116,250	5,000,000.00	4,989,150	4,994,477		1,687		1,687		4,996,164		120,087	120,087	146,701	07/15/2011	
632500-AR-2	NATIONAL AUSTRALIA BANK	F	08/02/2010	UBS SECURITIES	10,936,400	10,000,000.00	9,679,450	9,715,818		44,257		44,257		9,760,075		1,176,326	1,176,326	346,264	06/12/2013	
740408-AA-7	PREFERRED TERM SECS LTD	F	09/15/2010	MBS PAYMENT	109,792	109,792.00	32,905	32,905						32,905		76,887	76,887	9,605	09/15/2030	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)					310,499,499	298,025,622.00	298,838,360	230,141,363		333,780	1,213	332,567		296,911,936		13,587,563	13,587,563	12,057,886	XXX	
Bonds - Credit Tenant Loans																				
Bonds - Hybrid Securities																				
606866-AA-7	MNCAPS FUNDING I LTD/INC	F	12/15/2010	MBS PAYMENT	100,640	100,640.00	60,384	60,384						60,384		40,256	40,256	7,205	12/15/2023	
4899999 - Bonds - Hybrid Securities					100,640	100,640.00	60,384	60,384						60,384		40,256	40,256	7,205	XXX	
Bonds - Parent, Subsidiaries, and Affiliates																				
8399997 - Subtotals - Bonds - Part 4					387,351,558	373,877,914.00	374,016,142	291,771,670		343,642	9,309	334,333		371,912,485		15,426,426	15,426,426	14,343,398	XXX	
8399998 - Summary item from Part 5 for Bonds					47,353,269	45,289,853.00	46,535,954			(72,873)	73,367	(146,241)		46,388,689		964,579	964,579	916,004	XXX	
8399999 - Subtotals - Bonds					434,704,827	419,167,767.00	420,552,096	291,771,670		270,769	82,676	188,092		418,301,174		16,391,005	16,391,005	15,259,402	XXX	
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																				
Preferred Stocks - Parent, Subsidiaries, and Affiliates																				
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																				
Common Stocks - Parent, Subsidiaries, and Affiliates																				
Common Stock - Mutual Funds																				
Common Stocks - Money Market Mutual Funds																				
9799998 - Summary item from Part 5 for Common Stocks					20,444	XXX										20,444	20,444		XXX	
9799999 - Subtotals - Common Stocks					20,444	XXX										20,444	20,444		XXX	
9899999 - Subtotals - Preferred and Common Stocks					20,444	XXX										20,444	20,444		XXX	
9999999 Totals																				
					434,725,271	XXX	420,552,096	291,771,670		270,769	82,676	188,092		418,301,174		16,424,093	16,424,093	15,259,402	XXX	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

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 F o r e i g n	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	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.						
Bonds - U.S. Governments																					
3137EA-CA-5	FREDDIE MAC		03/29/2010	TRANSFER	12/20/2010	DEUTSCHE BANK	1,100,000	1,074,563	1,139,534	1,073,970		777	1,370	(593)		65,564	65,564	30,250	229		
31398A-WG-3	FANNIE MAE		03/29/2010	TRANSFER	04/09/2010	CALLED BY ISSUE at 100.0	600,000	600,188	600,000	600,186			2	(2)		(186)	(186)	6,750	6,375		
31398A-ZJ-4	FANNIE MAE		03/29/2010	TRANSFER	09/29/2010	CALLED BY ISSUE at 100.0	900,000	901,406	900,000	900,000		(1,406)		(1,406)				14,063			
31398A-ZY-1	FANNIE MAE		03/29/2010	TRANSFER	11/10/2010	CALLED BY ISSUE at 100.0	600,000	605,813	600,000	600,000		(5,813)		(5,813)				18,750	7,240		
912828-JR-2	US TREASURY N/B		03/29/2010	TRANSFER	12/17/2010	GOLDMAN SACHS	1,600,000	1,608,499	1,698,813	1,607,888		(611)		(611)		90,924	90,924	65,801	22,210		
912828-KD-1	US TREASURY N/B		03/29/2010	TRANSFER	12/17/2010	GOLDMAN SACHS	1,000,000	925,703	984,414	930,916		5,213		5,213		53,498	53,498	23,240	3,191		
912828-LY-4	US TREASURY N/B		03/29/2010	TRANSFER	12/17/2010	GOLDMAN SACHS	850,000	818,059	865,738	820,085		2,026		2,026		45,654	45,654	31,461	10,619		
912828-MP-2	US TREASURY N/B		03/29/2010	TRANSFER	12/17/2010	GOLDMAN SACHS	900,000	882,563	931,570	883,628		1,066		1,066		47,942	47,942	27,572	3,785		
0399999 - Bonds - U.S. Governments							7,416,794	7,416,794	7,720,069	7,416,673		1,252	1,372	(121)		303,396	303,396	217,887	53,649		
Bonds - All Other Governments																					
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)																					
709141-F8-3	PENNSYLVANIA ST		03/23/2010	TRANSFER	07/15/2010	KEYBANC CAPITAL MARKETS	1,500,000	1,679,385	1,669,275	1,665,360			14,025	(14,025)		3,915	3,915	36,969	11,375		
1799999 - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)							1,679,385	1,679,385	1,669,275	1,665,360			14,025	(14,025)		3,915	3,915	36,969	11,375		
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																					
763682-TP-6	RICHLAND CNTY S C SCH DIST NO		03/23/2010	TRANSFER	07/15/2010	KEYBANC CAPITAL MARKETS	2,000,000	2,247,920	2,238,120	2,229,400			18,520	(18,520)		8,720	8,720	84,292	50,167		
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)							2,247,920	2,247,920	2,238,120	2,229,400			18,520	(18,520)		8,720	8,720	84,292	50,167		
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
196454-EZ-1	COLORADO DEPT TRANS REV		03/23/2010	TRANSFER	08/24/2010	GUGGENHEIM CAPITAL MARKETS	1,000,000	1,125,790	1,155,590	1,111,860			13,930	(13,930)		43,730	43,730	35,000	13,611		
574204-RL-9	MARYLAND ST DEPT TRANS CONS		03/23/2010	TRANSFER	06/28/2010	JEFFERIES & CO	1,000,000	1,050,650	1,038,610	1,048,820			1,830	(1,830)		(10,210)	(10,210)	33,194	19,722		
735000-NW-7	PORT OAKLAND CALIF		01/28/2010	EXCHANGE	08/24/2010	D.A. DAVIDSON & CO	930,000	721,389	943,373	727,244		5,855		5,855		216,130	216,130	38,233	11,238		
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions							2,897,829	2,897,829	3,137,573	2,887,924		5,855	15,760	(9,905)		249,650	249,650	106,427	44,571		
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
026660-F3-2	AMERICAN HONDA FINANCE		03/09/2010	BANK AMERICA	07/14/2010	CITIGROUP GLOBAL MARKETS	1,700,000	1,699,320	1,719,567	1,699,396		76		76		20,171	20,171	13,795			
34529E-AC-4	FORDO 2009-B A3		04/22/2010	ROYAL BANK OF SCOTLAND US	04/23/2010	ROYAL BANK OF SCOTLAND US	3,000,000	3,069,844	3,070,781	3,069,844						938	938	2,790	2,790		
38141G-EA-8	GOLDMAN SACHS GROUP INC		03/29/2010	TRANSFER	05/06/2010	J.P. MORGAN	150,000	157,974	151,949	157,800		(174)		(174)		(5,852)	(5,852)	2,477	1,580		
38141G-EW-0	GOLDMAN SACHS GROUP INC		03/29/2010	TRANSFER	05/07/2010	WALL STREET ACCESS	150,000	149,119	144,764	149,452		333		333		(4,688)	(4,688)	169	88		
46625M-AC-3	JPMCC 2001-C1BC A3		03/29/2010	TRANSFER	12/01/2010	MBS PAYMENT	423,303	433,416	423,303	426,796		(1,836)	4,783	(6,619)		(3,493)	(3,493)	13,603	2,061		
477876-AD-8	JDOT 2007-A A4		05/19/2010	BANK AMERICA	11/15/2010	MBS PAYMENT	2,011,550	2,039,994	2,011,550	2,014,763		(6,324)	18,907	(25,231)		(3,214)	(3,214)	43,013	2,550		
69351C-AC-7	PNC FUNDING CORP		03/29/2010	TRANSFER	06/17/2010	BANK AMERICA	350,000	356,541	359,840	355,910		(631)		(631)		3,930	3,930	3,936	2,169		
717081-CZ-4	PFIZER INC		03/29/2010	TRANSFER	07/28/2010	RBC CAPITAL MARKETS	650,000	688,962	687,720	682,354		(5,584)		(5,584)		5,366	5,366	10,847	1,125		
904764-AK-3	UNILEVER CAPITAL CORP		06/14/2010	WELLS FARGO SECURITIES LLC	12/20/2010	WELLS FARGO SECURITIES	5,000,000	5,319,850	5,399,900	5,303,724		(16,126)		(16,126)		96,176	96,176	204,667	81,333		
91159H-GW-4	US BANCORP		06/09/2010	MORGAN STANLEY	07/15/2010	BNP PARIBUS SECURITIES	2,875,000	2,871,406	2,921,058	2,871,523		117		117		49,534	49,534	5,750			
78008H-X9-6	ROYAL BANK OF CANADA		04/20/2010	CITIGROUP GLOBAL MARKETS	07/07/2010	JEFFERIES & CO	5,000,000	4,998,950	5,070,200	4,998,962		12		12		71,238	71,238	21,292			
046353-AC-2	ASTRAZENECA PLC		04/26/2010	BARCLAYS AMERICAN	07/27/2010	RBC CAPITAL MARKETS	5,000,000	5,462,950	5,414,481	5,414,481		(48,470)		(48,470)		46,769	46,769	101,250	33,000		
298785-EV-4	EUROPEAN INVESTMENT BANK		06/18/2010	HSCB SECURITIES LIMITED	08/03/2010	HSCB SECURITIES LIMITED	5,000,000	5,045,700	5,166,350	5,044,327		(1,373)		(1,373)		122,023	122,023	46,840	32,656		
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)							32,294,026	32,294,026	32,588,232	32,189,332		(79,980)	23,690	(103,670)		398,898	398,898	470,429	159,352		
Bonds - Credit Tenant Loans																					
Bonds - Hybrid Securities																					
Bonds - Parent, Subsidiaries, and Affiliates																					
8399998 - Subtotals - Bonds							46,535,954	46,535,954	47,353,269	46,388,689		(72,873)	73,367	(146,241)		964,579	964,579	916,004	319,114		
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																					
Preferred Stocks - Parent, Subsidiaries, and Affiliates (Unaffiliated)																					
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																					
421924-30-9	HEALTHSOUTH CORP		08/11/2010	ADJUSTMENT	08/11/2010	ADJUSTMENT	4,000		6,183							6,183	6,183				
482480-10-0	KLA-TENCOR CORPORATION		05/14/2010	CLASS ACTION	05/14/2010	CLASS ACTION	1,000		42							42	42				
749121-10-9	QWEST COMMUNICATIONS INTL		04/23/2010	ADJUSTMENT	04/23/2010	ADJUSTMENT	2,000		700							700	700				
969457-10-0	WILLIAMS COS INC		02/24/2010	ADJUSTMENT	02/24/2010	ADJUSTMENT	2,000		1,435							1,435	1,435				
98157D-30-4	WORLDCOM INC-MCI GROUP		07/30/2010	ADJUSTMENT	07/30/2010	ADJUSTMENT	6,000		12,048							12,048	12,048				
984121-10-3	XEROX CORP		06/04/2010	ADJUSTMENT	06/04/2010	ADJUSTMENT	2,000		36							36	36				
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)									20,444							20,444	20,444				
Common Stocks - Parent, Subsidiaries, and Affiliates																					
Common Stocks - Mutual Funds																					
Common Stocks - Money Market Mutual Funds																					

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE DA - PART 1

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

1	2	Codes		5	6	7	8	Change In Book/Adjusted Carrying Value				13	14	Interest					21		
		3	4					9	10	11	12			15	16	17	18	19		20	
CUSIP Identification	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	When Paid	Amount Received During Year	Paid for Accrued Interest	
Bonds: U.S. Governments Issuer Obligations																					
	FANNIE MAE			03/29/2010	TRANSFER	02/01/2011	50,212		(2,127)	52		50,000	50,212	1,302		6.250	6.250	FA	1,563	503	
	US TREASURY N/B			03/29/2010	TRANSFER	02/15/2011	402,252		(6,906)	7,076		400,000	402,252	7,554		5.000	5.000	FA	10,000	2,320	
0199999 - Bonds: U.S. Governments - Issuer Obligations																					
							452,464		(9,034)	7,128		450,000	452,464	8,856		xxx	xxx	xxx	11,563	2,823	
Bonds: U.S. Governments Single Class Mortgage-Backed/Asset-Backed Securities																					
0399999 - Bonds: Subtotals - U.S. Governments																					
							452,464		(9,034)	7,128		450,000	452,464	8,856		xxx	xxx	xxx	11,563	2,823	
Bonds: All Other Governments - Issuer Obligations																					
Bonds: All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Issuer Obligations																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
	ABBEY NATL N AMERICA LLC			11/12/2010	DIRECT	05/11/2011	5,988,083		4,583			6,000,000	5,983,500			0.552		N/A			
	CREDIT SUISSE USA INC			03/29/2010	TRANSFER	03/02/2011	99,998		3	178		100,000	99,995	41		0.490	0.503	MJSD	421	33	
	GENWORTH GLOBAL FUNDING			03/30/2010	TRANSFER	03/15/2011	302,064		(3,357)	3,118		300,000	305,421	4,527		5.125	1.740	MS	7,688	641	
	HSBC FINANCE CORP			11/12/2010	DIRECT	04/11/2011	2,997,250		1,375			3,000,000	2,995,875			0.331		N/A			
	TOYOTA MOTOR CREDIT CORP			11/12/2010	DIRECT	05/11/2011	2,996,317		1,417			3,000,000	2,994,900			0.341		N/A			
	WAL-MART STORES INC			03/29/2010	TRANSFER	02/15/2011	100,424		(1,286)	1,280		100,000	100,424	1,558		4.125	4.125	FA	2,063	504	
3299999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
							12,484,136		2,734	4,576		12,500,000	12,480,115	6,126		xxx	xxx	xxx	10,171	1,178	
Bonds: Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
3899999 - Bonds: Subtotals - Industrial and Miscellaneous (Unaffiliated)																					
							12,484,136		2,734	4,576		12,500,000	12,480,115	6,126		xxx	xxx	xxx	10,171	1,178	
Bonds: Credit Tenant Loans - Issuer Obligations																					
Bonds: Credit Tenant Loans - Single Class Mortgage-Backed Securities																					
Bonds: Hybrid Securities - Issuer Obligations																					
Bonds: Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities																					
Bonds: Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates Bonds - Issuer Obligations																					
Bonds: Parent, Subsidiaries and Affiliates Bonds - Single Class Mortgage-Backed/Asset-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Residential Mortgage-Backed Securities																					
Bonds: Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Residential Mortgage-Backed Securities																					

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Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
U.S. Governments Issuer Obligations							
U.S. Governments Single Class Mortgage-Backed/Asset-Backed Securities							
All Other Governments - Issuer Obligations							
All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities							
All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities							
All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities							
All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities							
All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities							
U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed/Asset-Backed Securities							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities							
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Issuer Obligations							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Residential Mortgage-Backed Securities							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities							
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations							
PACCAR FINANCIAL CORP		11/12/2010	0.230	02/11/2011	2,999,214		958
3299999 - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					2,999,214		958
Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities							
Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities							
Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities							
Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities							
Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
3899999 - Subtotals - Industrial and Miscellaneous (Unaffiliated)					2,999,214		958
Credit Tenant Loans - Issuer Obligations							
Credit Tenant Loans Single Class Mortgage-Backed Securities							
Hybrid Securities - Issuer Obligations							
Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities							
Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities							
Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities							
Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities							
Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
Parent, Subsidiaries and Affiliates Bonds - Issuer Obligations							
Parent, Subsidiaries and Affiliates Bonds - Single Class Mortgage-Backed/Asset-Backed Securities							
Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Residential Mortgage-Backed Securities							
Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Residential Mortgage-Backed Securities							
Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Commercial Mortgage-Backed Securities							
Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities							
7799999 - Subtotals - Issuer Obligations					2,999,214		958
8399999 - Subtotals - Bonds					2,999,214		958
Sweep Accounts							
Other Cash Equivalents							
8699999 Total Cash Equivalents					2,999,214		958

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE TRIAD GUARANTY INSURANCE CORPORATION

SCHEDULE E PART 3 - SPECIAL DEPOSITS

States, etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR	.B State Deposit	299,966	320,853		
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL	.B State Deposit	2,200,797	2,467,166		
11. Georgia	GA	.B State Deposit	29,997	32,085		
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL	.B State Deposit	1,600,328	1,678,541		
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA	.B State Deposit	600,000	600,000		
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV	.B State Deposit	247,740	250,613		
30. New Hampshire	NH	.B State Deposit	500,452	502,080		
31. New Jersey	NJ					
32. New Mexico	NM	.B State Deposit	114,987	122,994		
33. New York	NY					
34. North Carolina	NC	.B State Deposit	242,161	256,095		
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR	.B State Deposit	662,089	679,470		
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC	.B State Deposit	149,983	160,427		
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA	.B State Deposit	525,474	527,184		
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Other Alien	OT	.XXX	.XXX			
59. Total	XXX	XXX	7,173,974	7,597,508		
DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898.	Sum of remaining write-ins for Line 58 from overflow page	.XXX	.XXX			
5899.	Totals (Lines 5801 - 5803 + 5898) (Line 58 above)	XXX	XXX			

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Schedule BA – Part 2	E08
Schedule BA – Part 3	E09
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