

NOTE 5 INVESTMENTS

Major categories of net investment income consist of the following (in thousands):

YEARS ENDED DECEMBER 31,	2003	2002	2001
Fixed maturity securities available for sale	\$228,260	\$203,534	\$192,685
Mortgage loans on real estate	23,599	14,385	11,569
Policy loans	59,883	59,058	54,713
Funds withheld at interest	144,975	89,831	72,753
Short-term investments	2,501	3,393	6,513
Other invested assets	12,820	7,290	5,092
Investment revenue	472,038	377,491	343,325
Investment expense	6,459	2,979	2,766
Net investment income	\$465,579	\$374,512	\$340,559

The amortized cost, gross unrealized gains and losses, and estimated fair values of investments in fixed maturity securities at December 31, 2003 and 2002 are as follows (in thousands):

2003	AMORTIZED COST	UNREALIZED GAINS	UNREALIZED LOSSES	FAIR VALUE
Available for sale:				
Commercial and industrial	\$1,162,516	\$ 53,545	\$ 7,599	\$1,208,462
Public utilities	663,491	102,479	2,567	763,403
Asset-backed securities	74,323	3,835	295	77,863
Canadian and Canadian provincial governments	440,207	73,336	1,276	512,267
Mortgage-backed securities	328,849	16,917	511	345,255
Finance	694,579	38,574	2,733	730,420
U.S. government and agencies	794,273	8,029	4,059	798,243
Other foreign government securities	140,359	766	1,303	139,822
	\$4,298,597	\$297,481	\$20,343	\$4,575,735

2002	AMORTIZED COST	UNREALIZED GAINS	UNREALIZED LOSSES	FAIR VALUE
Available for sale:				
Commercial and industrial	\$1,104,453	\$ 50,518	\$23,578	\$1,131,393
Public utilities	346,072	40,346	8,960	377,458
Asset-backed securities	178,988	4,733	18,309	165,412
Canadian and Canadian provincial governments	457,077	75,109	3,160	529,026
Mortgage-backed securities	423,505	24,287	824	446,968
Finance	347,299	19,428	2,726	364,001
U.S. government and agencies	410,143	11,883	19	422,007
Other foreign government securities	65,180	1,258	–	66,438
	\$3,332,717	\$227,562	\$57,576	\$3,502,703