

December 31, 2000				
	Amortized Cost	Fair Value	Gross Unrealized Gains	Gross Unrealized Losses
Fixed maturities held to maturity at amortized cost:				
Bonds and notes:				
United States				
government	\$ 8,765	\$ 9,393	\$ 628	\$ —
State and municipal obligations	460,826	481,399	21,070	497
	\$ 469,591	\$ 490,792	\$21,698	\$ 497
Fixed maturities available for sale:				
Bonds and notes:				
United States				
government	\$ 33,126	\$ 33,527	\$ 756	\$ 355
State and municipal obligations	822,501	848,048	28,541	2,994
Corporate	152,052	157,115	8,807	3,744
Asset-backed securities	59,200	60,031	1,146	315
Redeemable preferred stock	20,312	22,119	2,437	630
	\$1,087,191	\$1,120,840	\$41,687	\$8,038
Equity securities available for sale	\$ 58,877	\$ 64,202	\$12,684	\$7,359

The contractual maturities of fixed maturity investments are as follows (in thousands):

December 31, 2001		
	Amortized Cost	Fair Value
Fixed maturities held to maturity:		
2002	\$ 23,723	\$ 23,754
2003–2006	125,760	132,106
2007–2011	186,266	196,525
2012 and thereafter	106,449	109,577
	\$ 442,198	\$ 461,962
Fixed maturities available for sale:		
2002	\$ 19,104	\$ 18,524
2003–2006	301,250	309,324
2007–2011	339,413	342,513
2012 and thereafter	1,718,111	1,721,779
Asset-backed securities	149,670	149,700
Redeemable preferred stock	25,382	25,360
	\$2,552,930	\$2,567,200

Net investment income consisted of (in thousands):

Year Ended December 31			
	2001	2000	1999
Investment income:			
Fixed maturities	\$139,508	\$79,891	\$66,090
Equity securities	1,772	1,461	636
Short-term investments	7,597	3,941	1,789
Other	3,749	1,272	667
	152,626	86,565	69,182
Investment expenses	(5,139)	(3,619)	(1,923)
	\$147,487	\$82,946	\$67,259

Net gain on sales of investments consisted of (in thousands):

Year Ended December 31			
	2001	2000	1999
Gains on sales and redemptions of fixed maturity investments available for sale			
	\$ 22,336	\$ 12,732	\$ 3,213
Losses on sales and redemptions of fixed maturity investments available for sale			
	(13,782)	(9,115)	(1,752)
Gains on sales and redemptions of fixed maturity investments held to maturity			
	59	4	27
Losses on sales and redemptions of fixed maturity investments held to maturity			
	(84)	(35)	(10)
Gains on sales of equity securities available for sale			
	39	2,206	273
Losses on sales of equity securities available for sale			
	(943)	(1,767)	(183)
Losses on sales of other invested assets			
	(1,058)	—	—
Gains on sales of trading securities			
	521	—	—
Losses on sales of trading securities			
	(669)	—	—
Gains on sales of short-term investments			
	5	184	—
Losses on sales of short-term investments			
	—	(30)	—
	\$ 6,824	\$ 4,179	\$ 1,568

For the year ended December 31, 2001, the Company did not sell any fixed maturity investments held to maturity. For the year ended December 31, 2000, the Company sold fixed maturity investments held to maturity with an amortized cost of \$1,949,000 resulting in losses of \$27,000, and for the year ended December 31, 1999, the Company sold a fixed maturity investment held to maturity with an amortized cost of \$10,000 that resulted in no gain or loss. All investments were sold in response to a significant deterioration in the issuer's creditworthiness.

Net change in unrealized appreciation (depreciation) on investments consisted of (in thousands):

Year Ended December 31			
	2001	2000	1999
Fixed maturities held to maturity			
	\$ (1,437)	\$ 14,493	\$(28,142)
Fixed maturities available for sale			
	\$(19,379)	\$ 68,718	\$(59,636)
Deferred tax benefit (provision)			
	6,725	(24,051)	20,873
	\$(12,654)	\$ 44,667	\$(38,763)
Equity securities available for sale			
	\$ (1,983)	\$ (5,334)	\$ 8,343
Deferred tax benefit (provision)			
	695	1,867	(2,920)
	\$ (1,288)	\$ (3,467)	\$ 5,423
Other			
	\$ (365)	—	—

Securities on deposit with various state insurance commissioners amounted to \$17,512,000 at December 31, 2001 and \$13,086,000 at December 31, 2000. The Company also had \$596,965,000 on deposit at December 31, 2001 for the benefit of reinsurers.