# Form 5500

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

## Annual Return/Report of Employee Benefit Plan

This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code).

▶ **Complete all entries in accordance with the instructions to the Form 5500.**

OMB Nos. 1210-0110
1210-0089

**2009**

**This Form is Open to Public Inspection**

## Part I Annual Report Identification Information

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** This return/report is for:
- [ ] a multiemployer plan;
- [ ] a multiple-employer plan; or
- [X] a single-employer plan;
- [ ] a DFE (specify) ____

**B** This return/report is:
- [ ] the first return/report;
- [ ] the final return/report;
- [ ] an amended return/report;
- [ ] a short plan year return/report (less than 12 months).

**C** If the plan is a collectively-bargained plan, check here. . . . . ▶ [ ]

**D** Check box if filing under:
- [X] Form 5558;
- [ ] automatic extension;
- [ ] the DFVC program;
- [ ] special extension (enter description)

## Part II Basic Plan Information—enter all requested information

**1a** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**1b** Three-digit plan number (PN) ▶ 001

**1c** Effective date of plan 06/21/2004

**2a** Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.)
PARAMOUNT EQUITY MORTGAGE

8781 SIERRA COLLEGE BLVD.
ROSEVILLE, CA 95661

**2b** Employer Identification Number (EIN)
47-0912342

**2c** Sponsor's telephone number
916-218-7096

**2d** Business code (see instructions)
522300

**Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.**

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

| | | | |
|---|---|---|---|
| **SIGN HERE** | Filed with authorized/valid electronic signature. | 10/14/2010 | HAYDEN BARNARD |
| | **Signature of plan administrator** | Date | Enter name of individual signing as plan administrator |
| **SIGN HERE** | | | |
| | **Signature of employer/plan sponsor** | Date | Enter name of individual signing as employer or plan sponsor |
| **SIGN HERE** | | | |
| | **Signature of DFE** | Date | Enter name of individual signing as DFE |

**3a** Plan administrator's name and address (if same as plan sponsor, enter "Same")

PARAMOUNT EQUITY MORTGAGE

8781 SIERRA COLLEGE BLVD.
ROSEVILLE, CA 95661

**3b** Administrator's EIN: 47-0912342

**3c** Administrator's telephone number: 916-218-7096

**4** If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report:

**a** Sponsor's name

**4b** EIN

**4c** PN

| | | | |
|---|---|---|---|
| **5** | Total number of participants at the beginning of the plan year | **5** | 209 |
| **6** | Number of participants as of the end of the plan year (welfare plans complete only lines **6a, 6b, 6c,** and **6d**). | | |
| **a** | Active participants | **6a** | 179 |
| **b** | Retired or separated participants receiving benefits | **6b** | 0 |
| **c** | Other retired or separated participants entitled to future benefits | **6c** | 36 |
| **d** | Subtotal. Add lines **6a**, **6b**, and **6c** | **6d** | 215 |
| **e** | Deceased participants whose beneficiaries are receiving or are entitled to receive benefits | **6e** | 0 |
| **f** | Total. Add lines **6d** and **6e** | **6f** | 215 |
| **g** | Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) | **6g** | 107 |
| **h** | Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested | **6h** | 24 |
| **7** | Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item) | **7** | |

**8a** If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions:

2A 2E 2F 2G 2J 2K 2T 3D

**b** If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:

**9a** Plan funding arrangement (check all that apply)

| | | |
|---|---|---|
| **(1)** | X | Insurance |
| **(2)** | | Code section 412(e)(3) insurance contracts |
| **(3)** | X | Trust |
| **(4)** | | General assets of the sponsor |

**9b** Plan benefit arrangement (check all that apply)

| | | |
|---|---|---|
| **(1)** | X | Insurance |
| **(2)** | | Code section 412(e)(3) insurance contracts |
| **(3)** | X | Trust |
| **(4)** | | General assets of the sponsor |

**10** Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

**a Pension Schedules**

| | | |
|---|---|---|
| **(1)** | X | **R** (Retirement Plan Information) |
| **(2)** | | **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary |
| **(3)** | | **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary |

**b General Schedules**

| | | | |
|---|---|---|---|
| **(1)** | X | | **H** (Financial Information) |
| **(2)** | | | **I** (Financial Information – Small Plan) |
| **(3)** | X | 1 | **A** (Insurance Information) |
| **(4)** | X | | **C** (Service Provider Information) |
| **(5)** | X | | **D** (DFE/Participating Plan Information) |
| **(6)** | | | **G** (Financial Transaction Schedules) |

# SCHEDULE A (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

## Insurance Information

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).

▶ **File as an attachment to Form 5500.**

▶ Insurance companies are required to provide the information pursuant to ERISA section 103(a)(2).

OMB No. 1210-0110

**2009**

**This Form is Open to Public Inspection**

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500.
PARAMOUNT EQUITY MORTGAGE

**D** Employer Identification Number (EIN)
47-0912342

**Part I** **Information Concerning Insurance Contract Coverage, Fees, and Commissions** Provide information for each contract on a separate Schedule A. Individual contracts grouped as a unit in Parts II and III can be reported on a single Schedule A.

**1** Coverage Information:

**(a)** Name of insurance carrier
TRANSAMERICA FINANCIAL LIFE INSURANCE COMPANY

| (b) EIN | (c) NAIC code | (d) Contract or identification number | (e) Approximate number of persons covered at end of policy or contract year | Policy or contract year | |
|---|---|---|---|---|---|
| | | | | (f) From | (g) To |
| 36-6071399 | 70688 | 600036-000 | 107 | 01/01/2009 | 12/31/2009 |

**2** Insurance fee and commission information. Enter the total fees and total commissions paid. List in item 3 the agents, brokers, and other persons in descending order of the amount paid.

| (a) Total amount of commissions paid | (b) Total amount of fees paid |
|---|---|
| 4467 | 0 |

**3** Persons receiving commissions and fees. (Complete as many entries as needed to report all persons).

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

TROY PEWITT-MERRILL LYNCH LIFE
4804 DEER LAKE DR
E 5TH FLOOR
JACKSONVILLE, FL 32246

| (b) Amount of sales and base commissions paid | Fees and other commissions paid | | (e) Organization code |
|---|---|---|---|
| | (c) Amount | (d) Purpose | |
| 4467 | | | 3 |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| (b) Amount of sales and base commissions paid | Fees and other commissions paid | | (e) Organization code |
|---|---|---|---|
| | (c) Amount | (d) Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

## Part II Investment and Annuity Contract Information

Where individual contracts are provided, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

| | | | |
|---|---|---|---|
| 4 | Current value of plan's interest under this contract in the general account at year end | 4 | |
| 5 | Current value of plan's interest under this contract in separate accounts at year end | 5 | 1750213 |

**6** Contracts With Allocated Funds:

**a** State the basis of premium rates ▶

| | | | |
|---|---|---|---|
| **b** | Premiums paid to carrier | 6b | |
| **c** | Premiums due but unpaid at the end of the year | 6c | |
| **d** | If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, enter amount. | 6d | |

Specify nature of costs ▶

**e** Type of contract: (1) ☐ individual policies (2) ☐ group deferred annuity

(3) ☐ other (specify) ▶

**f** If contract purchased, in whole or in part, to distribute benefits from a terminating plan check here ▶ ☐

**7** Contracts With Unallocated Funds (Do not include portions of these contracts maintained in separate accounts)

**a** Type of contract: (1) ☐ deposit administration (2) ☐ immediate participation guarantee

(3) ☐ guaranteed investment (4) ☐ other ▶

| | | | | | |
|---|---|---|---|---|---|
| **b** | Balance at the end of the previous year | | | 7b | 252724 |
| **c** | Additions: (1) Contributions deposited during the year | 7c(1) | 53670 | | |
| | (2) Dividends and credits | 7c(2) | | | |
| | (3) Interest credited during the year | 7c(3) | 9240 | | |
| | (4) Transferred from separate account | 7c(4) | 199992 | | |
| | (5) Other (specify below) | 7c(5) | 3081 | | |
| | ▶ LOAN REPAYMENT | | | | |
| | (6) Total additions | | | 7c(6) | 265983 |
| **d** | Total of balance and additions (add **b** and **c(6)**) | | | 7d | 518707 |
| **e** | Deductions: | | | | |
| | (1) Disbursed from fund to pay benefits or purchase annuities during year | 7e(1) | 72857 | | |
| | (2) Administration charge made by carrier | 7e(2) | 4520 | | |
| | (3) Transferred to separate account | 7e(3) | 60227 | | |
| | (4) Other (specify below) | 7e(4) | 18868 | | |
| | ▶ LOAN REQUEST | | | | |
| | (5) Total deductions | | | 7e(5) | 156472 |
| **f** | Balance at the end of the current year (subtract **e(5)** from **d**) | | | 7f | 362235 |

## Part III Welfare Benefit Contract Information

If more than one contract covers the same group of employees of the same employer(s) or members of the same employee organization(s), the information may be combined for reporting purposes if such contracts are experience-rated as a unit. Where contracts cover individual employees, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

**8** Benefit and contract type (check all applicable boxes)

**a** ☐ Health (other than dental or vision) **b** ☐ Dental **c** ☐ Vision **d** ☐ Life insurance
**e** ☐ Temporary disability (accident and sickness) **f** ☐ Long-term disability **g** ☐ Supplemental unemployment **h** ☐ Prescription drug
**i** ☐ Stop loss (large deductible) **j** ☐ HMO contract **k** ☐ PPO contract **l** ☐ Indemnity contract
**m** ☐ Other (specify) ▶

| | | | | |
|---|---|---|---|---|
| **9** Experience-rated contracts: | | | | |
| **a** Premiums: (1) Amount received | **9a(1)** | | | |
| (2) Increase (decrease) in amount due but unpaid | **9a(2)** | | | |
| (3) Increase (decrease) in unearned premium reserve | **9a(3)** | | | |
| (4) Earned (**(1)** + **(2)** - **(3)**) | | | **9a(4)** | |
| **b** Benefit charges (1) Claims paid | **9b(1)** | | | |
| (2) Increase (decrease) in claim reserves | **9b(2)** | | | |
| (3) Incurred claims (add **(1)** and **(2)**) | | | **9b(3)** | |
| (4) Claims charged | | | **9b(4)** | |
| **c** Remainder of premium: (1) Retention charges (on an accrual basis) -- | | | | |
| (A) Commissions | **9c(1)(A)** | | | |
| (B) Administrative service or other fees | **9c(1)(B)** | | | |
| (C) Other specific acquisition costs | **9c(1)(C)** | | | |
| (D) Other expenses | **9c(1)(D)** | | | |
| (E) Taxes | **9c(1)(E)** | | | |
| (F) Charges for risks or other contingencies | **9c(1)(F)** | | | |
| (G) Other retention charges | **9c(1)(G)** | | | |
| (H) Total retention | | | **9c(1)(H)** | |
| (2) Dividends or retroactive rate refunds. (These amounts were ☐ paid in cash, or ☐ credited.) | | | **9c(2)** | |
| **d** Status of policyholder reserves at end of year: (1) Amount held to provide benefits after retirement | | | **9d(1)** | |
| (2) Claim reserves | | | **9d(2)** | |
| (3) Other reserves | | | **9d(3)** | |
| **e** Dividends or retroactive rate refunds due. (Do not include amount entered in **c(2)**.) | | | **9e** | |
| **10** Nonexperience-rated contracts: | | | | |
| **a** Total premiums or subscription charges paid to carrier | | | **10a** | |
| **b** If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, other than reported in Part I, item 2 above, report amount. | | | **10b** | |

Specify nature of costs ▶

## Part IV Provision of Information

**11** Did the insurance company fail to provide any information necessary to complete Schedule A? ☐ Yes ☒ No

**12** If the answer to line 11 is "Yes," specify the information not provided. ▶

| SCHEDULE C (Form 5500) | Service Provider Information | OMB No. 1210-0110 |
|---|---|---|
| Department of the Treasury<br>Internal Revenue Service<br>Department of Labor<br>Employee Benefits Security Administration<br>Pension Benefit Guaranty Corporation | This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).<br>▶ **File as an attachment to Form 5500.** | **2009**<br>**This Form is Open to Public Inspection.** |

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
PARAMOUNT EQUITY MORTGAGE

**D** Employer Identification Number (EIN)
47-0912342

## Part I Service Provider Information (see instructions)

You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, $5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

### 1 Information on Persons Receiving Only Eligible Indirect Compensation

**a** Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions).. . . . . [X] Yes [ ] No

**b** If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

TRANSAMERICA FINANCIAL LIFE INS CO

36-6071399

**(b)** Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation

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**2. Information on Other Service Providers Receiving Direct or Indirect Compensation.** Except for those persons for whom you answered "yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, $5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

**(a)** Enter name and EIN or address (see instructions)

TRANSAMERICA FINANCIAL LIFE INS CO

36-6071399

| (b) Service Code(s) | (c) Relationship to employer, employee organization, or person known to be a party-in-interest | (d) Enter direct compensation paid by the plan. If none, enter -0-. | (e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | (f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | (g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | (h) Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| 15 37 52 62 64 67 | RECORDKEEPER | 7535 | Yes [X] No [ ] | Yes [X] No [ ] | 0 | Yes [ ] No [X] |

**(a)** Enter name and EIN or address (see instructions)

| (b) Service Code(s) | (c) Relationship to employer, employee organization, or person known to be a party-in-interest | (d) Enter direct compensation paid by the plan. If none, enter -0-. | (e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | (f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | (g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | (h) Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| | | | Yes [ ] No [ ] | Yes [ ] No [ ] | | Yes [ ] No [ ] |

**(a)** Enter name and EIN or address (see instructions)

| (b) Service Code(s) | (c) Relationship to employer, employee organization, or person known to be a party-in-interest | (d) Enter direct compensation paid by the plan. If none, enter -0-. | (e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | (f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | (g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | (h) Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| | | | Yes [ ] No [ ] | Yes [ ] No [ ] | | Yes [ ] No [ ] |

**(a)** Enter name and EIN or address (see instructions)

| **(b)** Service Code(s) | **(c)** Relationship to employer, employee organization, or person known to be a party-in-interest | **(d)** Enter direct compensation paid by the plan. If none, enter -0-. | **(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | **(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | **(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | **(h)** Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| | | | Yes ☐ No ☐ | Yes ☐ No ☐ | | Yes ☐ No ☐ |

**(a)** Enter name and EIN or address (see instructions)

| **(b)** Service Code(s) | **(c)** Relationship to employer, employee organization, or person known to be a party-in-interest | **(d)** Enter direct compensation paid by the plan. If none, enter -0-. | **(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | **(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | **(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | **(h)** Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| | | | Yes ☐ No ☐ | Yes ☐ No ☐ | | Yes ☐ No ☐ |

**(a)** Enter name and EIN or address (see instructions)

| **(b)** Service Code(s) | **(c)** Relationship to employer, employee organization, or person known to be a party-in-interest | **(d)** Enter direct compensation paid by the plan. If none, enter -0-. | **(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | **(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | **(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | **(h)** Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| | | | Yes ☐ No ☐ | Yes ☐ No ☐ | | Yes ☐ No ☐ |

## Part I Service Provider Information (continued)

**3** If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received $1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| | | |
| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. | |
| | | |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| | | |
| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. | |
| | | |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| | | |
| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. | |
| | | |

## Part II Service Providers Who Fail or Refuse to Provide Information

**4** Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

| **(a)** Enter name and EIN or address of service provider (see instructions) | **(b)** Nature of Service Code(s) | **(c)** Describe the information that the service provider failed or refused to provide |
|---|---|---|
| | | |

## Part III Termination Information on Accountants and Enrolled Actuaries (see instructions)

(complete as many entries as needed)

| | |
|---|---|
| **a** Name: | **b** EIN: |
| **c** Position: | |
| **d** Address: | **e** Telephone: |

Explanation:

| | |
|---|---|
| **a** Name: | **b** EIN: |
| **c** Position: | |
| **d** Address: | **e** Telephone: |

Explanation:

| | |
|---|---|
| **a** Name: | **b** EIN: |
| **c** Position: | |
| **d** Address: | **e** Telephone: |

Explanation:

| | |
|---|---|
| **a** Name: | **b** EIN; |
| **c** Position: | |
| **d** Address: | **e** Telephone: |

Explanation:

| | |
|---|---|
| **a** Name: | **b** EIN; |
| **c** Position: | |
| **d** Address: | **e** Telephone: |

Explanation:

# SCHEDULE D (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

# DFE/Participating Plan Information

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

**2009**

**This Form is Open to Public Inspection.**

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan or DFE sponsor's name as shown on line 2a of Form 5500
PARAMOUNT EQUITY MORTGAGE

**D** Employer Identification Number (EIN)
47-0912342

## Part I Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs)

(Complete as many entries as needed to report all interests in DFEs)

**a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA GROWTH OPP.

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-306 | P | 52115 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA EQUITY

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-307 | P | 5995 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA PARTNERS MID VAL

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-495 | P | 40611 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA PARTNERS HG YD BD

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-102 | P | 14014 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: FRANKLIN REAL ESTATE SEC

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-111 | P | 9791 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: FIDELITY ADVISOR SMALL CAP

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-115 | P | 48837 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: AMERICAN FUNDS FUNDAMENTL INV

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| 36-6071399-141 | P | 94863 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: AMERICAN FUNDS GRTH FUND OF AM

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-147 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 99446 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: WELLS FARGO ADV SMALL CAP VAL

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-153 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 94507 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: SSGA SMALL-CAP INDEX

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-002 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 11779 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: SSGA BOND INDEX

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-006 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 3141 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2045

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-020 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 64706 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: NEUBERGER BERMAN PARTNERS

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-013 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 24395 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2005

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-016 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 39 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2015

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-017 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 5334 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2025

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-018 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 62478 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2035

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-019 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 145440 |
|---|---|---|

| | | | |
|---|---|---|---|
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: OPPENHEIMER GLOBAL | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-035 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 90946 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA AA-CONSERVATIVE | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-036 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 10673 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA AA-MODERATE | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-037 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 36805 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA AA-MODERATE GRT | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-038 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 191677 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA AA-GROWTH | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-039 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 202219 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: DREYFUS STRUCTURED MIDCAP | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-041 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 33612 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: BLACKROCK GLOBAL ALLOCATION | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-045 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 77417 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: BLACKROCK LARGE CAP VALUE | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-048 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 72434 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: LOOMIS SAYLES INV GRADE BOND | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-094 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 68646 |
| **a** Name of MTIA, CCT, PSA, or 103-12 IE: TRANSAMERICA PARTNERS TT RT BD | | | |
| **b** Name of sponsor of entity listed in (a): TFLIC | | | |
| **c** EIN-PN 36-6071399-078 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) | 9952 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2020

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-135 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 273 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2030

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-163 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 9931 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2040

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-164 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 165589 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE: VANGUARD TARGET RET 2050

**b** Name of sponsor of entity listed in (a): TFLIC

| **c** EIN-PN 36-6071399-165 | **d** Entity code P | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 2547 |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

## Part II Information on Participating Plans (to be completed by DFEs)

(Complete as many entries as needed to report all participating plans)

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

**a** Plan name

| **b** Name of plan sponsor | **c** EIN-PN |
|---|---|

# SCHEDULE H (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

# Financial Information

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

**2009**

**This Form is Open to Public Inspection**

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
PARAMOUNT EQUITY MORTGAGE

**D** Employer Identification Number (EIN)
47-0912342

## Part I Asset and Liability Statement

**1** Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

| Assets | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|
| **a** Total noninterest-bearing cash | 1a | | |
| **b** Receivables (less allowance for doubtful accounts): | | | |
| **(1)** Employer contributions | 1b(1) | | |
| **(2)** Participant contributions | 1b(2) | | |
| **(3)** Other | 1b(3) | | |
| **c** General investments: | | | |
| **(1)** Interest-bearing cash (include money market accounts & certificates of deposit) | 1c(1) | | |
| **(2)** U.S. Government securities | 1c(2) | | |
| **(3)** Corporate debt instruments (other than employer securities): | | | |
| **(A)** Preferred | 1c(3)(A) | | |
| **(B)** All other | 1c(3)(B) | | |
| **(4)** Corporate stocks (other than employer securities): | | | |
| **(A)** Preferred | 1c(4)(A) | | |
| **(B)** Common | 1c(4)(B) | | |
| **(5)** Partnership/joint venture interests | 1c(5) | | |
| **(6)** Real estate (other than employer real property) | 1c(6) | | |
| **(7)** Loans (other than to participants) | 1c(7) | | |
| **(8)** Participant loans | 1c(8) | 110501 | 98577 |
| **(9)** Value of interest in common/collective trusts | 1c(9) | | |
| **(10)** Value of interest in pooled separate accounts | 1c(10) | 1377339 | 1750213 |
| **(11)** Value of interest in master trust investment accounts | 1c(11) | | |
| **(12)** Value of interest in 103-12 investment entities | 1c(12) | | |
| **(13)** Value of interest in registered investment companies (e.g., mutual funds) | 1c(13) | | |
| **(14)** Value of funds held in insurance company general account (unallocated contracts) | 1c(14) | 252724 | 362235 |
| **(15)** Other | 1c(15) | | |

| | | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|---|
| **1d** | Employer-related investments: | | | |
| | **(1)** Employer securities | 1d(1) | | |
| | **(2)** Employer real property | 1d(2) | | |
| **e** | Buildings and other property used in plan operation | 1e | | |
| **f** | Total assets (add all amounts in lines 1a through 1e) | 1f | 1740564 | 2211025 |
| | **Liabilities** | | | |
| **g** | Benefit claims payable | 1g | | |
| **h** | Operating payables | 1h | | |
| **i** | Acquisition indebtedness | 1i | | |
| **j** | Other liabilities | 1j | | |
| **k** | Total liabilities (add all amounts in lines 1g through1j) | 1k | 0 | 0 |
| | **Net Assets** | | | |
| **l** | Net assets (subtract line 1k from line 1f) | 1l | 1740564 | 2211025 |

## Part II Income and Expense Statement

**2** Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

| | Income | | (a) Amount | (b) Total |
|---|---|---|---|---|
| **a** | **Contributions:** | | | |
| | **(1)** Received or receivable in cash from: **(A)** Employers | 2a(1)(A) | | |
| | **(B)** Participants | 2a(1)(B) | 338091 | |
| | **(C)** Others (including rollovers) | 2a(1)(C) | | |
| | **(2)** Noncash contributions | 2a(2) | | |
| | **(3)** Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)** | 2a(3) | | 338091 |
| **b** | **Earnings on investments:** | | | |
| | **(1)** Interest: | | | |
| | **(A)** Interest-bearing cash (including money market accounts and certificates of deposit) | 2b(1)(A) | | |
| | **(B)** U.S. Government securities | 2b(1)(B) | | |
| | **(C)** Corporate debt instruments | 2b(1)(C) | | |
| | **(D)** Loans (other than to participants) | 2b(1)(D) | | |
| | **(E)** Participant loans | 2b(1)(E) | 11392 | |
| | **(F)** Other | 2b(1)(F) | | |
| | **(G)** Total interest. Add lines **2b(1)(A)** through **(F)** | 2b(1)(G) | | 11392 |
| | **(2)** Dividends: **(A)** Preferred stock | 2b(2)(A) | | |
| | **(B)** Common stock | 2b(2)(B) | | |
| | **(C)** Registered investment company shares (e.g. mutual funds) | 2b(2)(C) | | |
| | **(D)** Total dividends. Add lines **2b(2)(A)**, **(B)**, and **(C)** | 2b(2)(D) | | 0 |
| | **(3)** Rents | 2b(3) | | |
| | **(4)** Net gain (loss) on sale of assets: **(A)** Aggregate proceeds | 2b(4)(A) | | |
| | **(B)** Aggregate carrying amount (see instructions) | 2b(4)(B) | | |
| | **(C)** Subtract line **2b(4)(B)** from line **2b(4)(A)** and enter result | 2b(4)(C) | | 0 |

| | | (a) Amount | (b) Total |
|---|---|---|---|
| **2b** (5) Unrealized appreciation (depreciation) of assets: (A) Real estate | 2b(5)(A) | | |
| (B) Other | 2b(5)(B) | | |
| (C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B) | 2b(5)(C) | | 0 |
| (6) Net investment gain (loss) from common/collective trusts | 2b(6) | | |
| (7) Net investment gain (loss) from pooled separate accounts | 2b(7) | | 412364 |
| (8) Net investment gain (loss) from master trust investment accounts | 2b(8) | | |
| (9) Net investment gain (loss) from 103-12 investment entities | 2b(9) | | |
| (10) Net investment gain (loss) from registered investment companies (e.g., mutual funds) | 2b(10) | | |
| **c** Other income | 2c | | 1188 |
| **d** Total income. Add all **income** amounts in column (b) and enter total | 2d | | 763035 |
| **Expenses** | | | |
| **e** Benefit payment and payments to provide benefits: | | | |
| (1) Directly to participants or beneficiaries, including direct rollovers | 2e(1) | 280581 | |
| (2) To insurance carriers for the provision of benefits | 2e(2) | | |
| (3) Other | 2e(3) | | |
| (4) Total benefit payments. Add lines 2e(1) through (3) | 2e(4) | | 280581 |
| **f** Corrective distributions (see instructions) | 2f | | |
| **g** Certain deemed distributions of participant loans (see instructions) | 2g | | |
| **h** Interest expense | 2h | | |
| **i** Administrative expenses: (1) Professional fees | 2i(1) | 4833 | |
| (2) Contract administrator fees | 2i(2) | | |
| (3) Investment advisory and management fees | 2i(3) | 7160 | |
| (4) Other | 2i(4) | | |
| (5) Total administrative expenses. Add lines 2i(1) through (4) | 2i(5) | | 11993 |
| **j** Total expenses. Add all **expense** amounts in column (b) and enter total | 2j | | 292574 |
| **Net Income and Reconciliation** | | | |
| **k** Net income (loss). Subtract line 2j from line 2d | 2k | | 470461 |
| **l** Transfers of assets: | | | |
| (1) To this plan | 2l(1) | | |
| (2) From this plan | 2l(2) | | |

## Part III Accountant's Opinion

**3** Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

**a** The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) [ ] Unqualified (2) [ ] Qualified (3) [X] Disclaimer (4) [ ] Adverse

**b** Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? [X] Yes [ ] No

**c** Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: MCBRIDE EDWARDS LLP, CPA (2) EIN: 26-2696788

**d** The opinion of an independent qualified public accountant is **not attached** because:

(1) [ ] This form is filed for a CCT, PSA, or MTIA. (2) [ ] It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

## Part IV Compliance Questions

**4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

| | | Yes | No | Amount |
|---|---|---|---|---|
| **a** | Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.) | 4a | | X | |
| **b** | Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.) | 4b | | X | |
| **c** | Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.) | 4c | | X | |
| **d** | Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.) | 4d | | X | |
| **e** | Was this plan covered by a fidelity bond? | 4e | X | | 1000000 |
| **f** | Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty? | 4f | | X | |
| **g** | Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser? | 4g | | X | |
| **h** | Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser? | 4h | | X | |
| **i** | Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.) | 4i | X | | |
| **j** | Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.) | 4j | | X | |
| **k** | Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC? | 4k | | X | |
| **l** | Has the plan failed to provide any benefit when due under the plan? | 4l | | X | |
| **m** | If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.) | 4m | | X | |
| **n** | If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3. | 4n | | | |

**5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? If yes, enter the amount of any plan assets that reverted to the employer this year ☐ **Yes** ☒ **No** **Amount:**

**5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

| **5b(1)** Name of plan(s) | **5b(2)** EIN(s) | **5b(3)** PN(s) |
|---|---|---|
| | | |
| | | |
| | | |
| | | |

# SCHEDULE R (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

# Retirement Plan Information

This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

**2009**

**This Form is Open to Public Inspection.**

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

**A** Name of plan
PARAMOUNT EQUITY MORTGAGE 401K PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
PARAMOUNT EQUITY MORTGAGE

**D** Employer Identification Number (EIN)
47-0912342

## Part I Distributions

**All references to distributions relate only to payments of benefits during the plan year.**

**1** Total value of distributions paid in property other than in cash or the forms of property specified in the instructions ..... **1** 0

**2** Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):

EIN(s): 42-1445542

**Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.**

**3** Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year. ..... **3**

## Part II Funding Information (If the plan is not subject to the minimum funding requirements of section of 412 of the Internal Revenue Code or ERISA section 302, skip this Part)

**4** Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

**If the plan is a defined benefit plan, go to line 8.**

**5** If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. **Date:** Month _____ Day _____ Year _____

**If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.**

**6** **a** Enter the minimum required contribution for this plan year ..... **6a**

**b** Enter the amount contributed by the employer to the plan for this plan year ..... **6b**

**c** Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount) ..... **6c**

**If you completed line 6c, skip lines 8 and 9.**

**7** Will the minimum funding amount reported on line 6c be met by the funding deadline? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

**8** If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

## Part III Amendments

**9** If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box(es). If no, check the "No" box. ..... ☐ **Increase** ☐ **Decrease** ☐ **Both** ☐ **No**

## Part IV ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.

**10** Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ..... ☐ **Yes** ☐ **No**

**11** **a** Does the ESOP hold any preferred stock? ..... ☐ **Yes** ☐ **No**

**b** If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ..... ☐ **Yes** ☐ **No**

**12** Does the ESOP hold any stock that is not readily tradable on an established securities market? ..... ☐ **Yes** ☐ **No**

## Part V Additional Information for Multiemployer Defined Benefit Pension Plans

**13** Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

**d** Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

**e** Contribution rate information *(If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

**14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

| | | |
|---|---|---|
| **a** The current year | **14a** | |
| **b** The plan year immediately preceding the current plan year | **14b** | |
| **c** The second preceding plan year | **14c** | |

**15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

| | | |
|---|---|---|
| **a** The corresponding number for the plan year immediately preceding the current plan year | **15a** | |
| **b** The corresponding number for the second preceding plan year | **15b** | |

**16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

| | | |
|---|---|---|
| **a** Enter the number of employers who withdrew during the preceding plan year | **16a** | |
| **b** If item 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers | **16b** | |

**17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

## Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

**18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐

**19** If the total number of participants is 1,000 or more, complete items (a) through (c)

**a** Enter the percentage of plan assets held as:
Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

**b** Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

**c** What duration measure was used to calculate item 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify):

*McBride Edwards, LLP*
*Certified Public Accountant*

**PARAMOUNT EQUITY MORTGAGE 401(k) PLAN**

FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2009 AND 2008
TOGETHER WITH AUDITOR'S REPORT
AND SUPPLEMENTARY SCHEDULE

*McBride Edwards, LLP*
*Certified Public Accountant*

INDEPENDENT AUDITOR'S REPORT

To the Administrative Committee of
The Paramount Equity Mortgage 401(k) Plan:

We were engaged to audit the accompanying statements of net assets available for benefits of the Paramount Equity Mortgage 401(k) Plan as of December 31, 2009 and 2008 and the related statement of changes in net assets available for benefits, and supplemental schedule as of and for the year ended December 31, 2009. These financial statements and supplemental schedule are the responsibility of the Plan's management.

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employment Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 7, which was certified by Transamerica Financial Life Insurance Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements and the supplemental schedule. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the trustee as of and for the years ended December 31, 2009 and 2008, that the information provided to the plan administrator by the trustee is complete and accurate.

Because of the significance of the information that we did not audit, we are unable to, and do not, express an opinion on the accompanying financial statements and the supplemental schedule taken as a whole. The form and content of the information included in the financial statements and the supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.



Folsom, CA
September 20, 2010

**PARAMOUNT EQUITY MORTGAGE 401(k) PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2009 AND 2008**

| | 2009 | 2008 |
|---|---|---|
| **ASSETS** | | |
| Investments - pooled separate accounts (at fair value) | $ 1,750,213 | $ 1,377,339 |
| Investments - stable value account (at fair value) | 362,235 | 252,724 |
| Accounts receivable - participant contributions | 0 | 12,740 |
| Loans receivable from participants | 98,577 | 110,501 |
| Net assets available for benefits (reflecting investments at fair value) | $ 2,211,025 | $ 1,753,304 |

The accompanying notes and supplemental schedule are an integral part of these financial statements.

**PARAMOUNT EQUITY MORTGAGE 401(k) PLAN**
**STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS**
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**ADDITIONS**

| | | |
|---|---|---|
| Additions to net assets attributed to: | | |
| Investment income: | | |
| Net appreciation in fair value of investments | $ | 412,364 |
| Participant loan interest income | | 11,392 |
| Interest and other income | | 1,188 |
| Total investment income | | 424,944 |
| Contributions: | | |
| Participants | | 325,351 |
| Total contributions | | 325,351 |
| Total additions | | 750,295 |

**DEDUCTIONS**

| | | |
|---|---|---|
| Deductions from net assets attributed to: | | |
| Benefits paid to participants | | 231,785 |
| Participant loans | | 32,257 |
| Hardship distributions | | 16,539 |
| Administrative expenses | | 4,833 |
| Investment expenses charged to participants | | 7,160 |
| Total deductions | | 292,574 |
| Net increase | | 457,721 |
| Net assets available for benefits, beginning of year | | 1,753,304 |
| Net assets available for benefits, end of year | $ | 2,211,025 |

The accompanying notes and supplemental schedule are an integral part of these financial statements.

**PARAMOUNT EQUITY MORTGAGE 401(k) PLAN**
**NOTES TO FINANCIAL STATEMENTS**
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

## (1.) DESCRIPTION OF PLAN:

The Paramount Equity Mortgage 401(k) Plan (the "Plan") is sponsored by Paramount Equity Mortgage, Inc. (the "Company") and was established June 21, 2004. The following description of the Plan provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General
The Plan is a defined contribution plan covering all employees, age eighteen or older, of the Company. The Plan entry dates are the first of the month following ninety days of employment and/or the first of the month following the participant's eighteenth birthday. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions
Each year, participants may contribute up to 100% of pretax annual compensation, as defined in the Plan. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may elect to contribute to a pre-tax deferral or a Roth deferral. Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. As of December 31, 2009, the Plan offered thirty seven investment funds as investment options for participants.

Participant Accounts
Each participant's account is credited with the participant's contribution and allocations of (a) the Company's contribution and, (b) Plan earnings, and charged with an allocation of administrative and investment expenses. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Employer Contributions
The Plan provides that the Company may make matching contributions equal to a discretionary percentage of participant contributions. The contribution is determined annually by the Board of Directors of the Company at the end of each Plan year. The matching contribution is determined based on the entire plan year. Total Company matching contributions received during 2009 were $0. The Company may also elect to make a discretionary profit sharing contribution, which is allocated to each eligible participant according to the employee grouping method specified in the plan documents. The amount of this profit sharing contribution during 2009 was $0.

Distribution of Benefits
Upon termination of service due to death, disability, retirement or termination of employment, a participant may elect to receive the value of the participant's vested interest in his or her account. Participants may elect lump sum, rollover or installment distributions or a combination of each.

Forfeited Accounts
At December 31, 2009, forfeited non-vested accounts totaled $15,491. These accounts will be used for Plan operating expenses and to reduce future employer contribution amounts.

Vesting
Participants are immediately (100%) vested in their contributions plus actual earnings thereon. To vest in Company matching and profit sharing contributions, participants must complete one year of service (1,000 hours) during the plan year and must be employed on the last day of the plan year. A participant receives 20% vesting per year of service and is fully vested after five years of credited service.

Participant Loans
Participants may borrow from their accounts a minimum of $1,000 up to a maximum equal to the lesser of $50,000 or 50% of their vested account balance. The loans are secured by the balance in the participant's account and bear interest at rates ranging from 5.0% to 9.25%, which are commensurate with local prevailing rates as determined quarterly by the Plan administrator. Principal and interest are paid ratably through payroll deductions.

## (2.) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Recent Accounting Pronouncements
On July 1, 2009, the Financial Accounting Standards Board ("FASB") issued guidance with the objective of establishing the Accounting Standards Codification (ASC) as the source of authoritative nongovernmental Generally Accepted Accounting Principles ("GAAP"). This guidance did not replace GAAP, however, all existing accounting standards have been superseded and all other accounting literature not included in the codification will be considered non-authoritative. Accordingly, all references to accounting standards have been adjusted to conform to the new codification hierarchy.

ASC 820-10, Fair Value Measurements and Disclosures - In April 2009, the FASB updated ASC 820-10, "Fair Value Measurements and Disclosures", to provide guidance for determining fair value when the volume and level of activity for the asset or liability have significantly decreased and for identifying transactions that are not orderly. The guidance requires entities to disclose the inputs and valuation techniques used to measure fair value and to discuss changes in valuation techniques and related inputs, if any, in both interim and annual periods. The Plan adopted this guidance during the fiscal year and the adoption did not have a material impact on the Plan's net assets available for benefits, as the Plan's existing valuation methodologies were largely consistent with those of this guidance.

ASC 962-325, Investment and Insurance Contracts - On January 1, 2009 the Plan adopted the accounting standard for investment contracts. This standard requires all investment contracts held by defined contribution plans, including fully benefit-responsive investment contracts, to be reported at fair value. However, contract value is also a relevant value because contract value would be used to value a participant's account for participant-initiated transactions, such as withdrawals. Accordingly, defined contribution plans are required to make certain financial statement presentation and disclosures relating to the contract value of fully benefit-responsive investment contracts. The Plan adopted this guidance during the fiscal year.

ASC 855, Subsequent Events - On January 1, 2009 the Plan adopted the accounting standard for subsequent events. This standard introduces the concept of financial statements being available to be issued.

It requires the disclosure of the date through which an entity has evaluated subsequent events and the basis for that date. This statement did not result in changes in the subsequent events that the Plan reports, either through recognition or disclosure, in the financial statements upon adoption. Subsequent events have been evaluated through September 20, 2010.

Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the financial statements and accompanying notes. Actual results could differ from those estimates.

Basis of Accounting
The financial statements of the Plan are prepared under the accrual method of accounting.

Investment Valuation
In accordance with ASC 820-10 (noted above), the Plan's net assets available for benefits are reported at fair value as required by the Department of Labor and the Internal Revenue Service. The fair value of the accounts is based on quoted net market prices of the underlying mutual fund shares held by the pooled separate accounts at year-end. Accounts receivable from participants is converted to cash received by the Plan within a few days. The fair value is equal to the cash received. The participant loans are not actively traded and significant other observable inputs are not available. Thus, the fair value of participant loans is equal to the amortized cost of the loans because the loans are secured by each respective participant's account balance. The Plan's stable value account is reported at fair value as provided by Transamerica Financial Life Insurance Company (TFLIC). The fair value of the account also represents contract value.

Income Recognition & Payment of Benefits
Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Benefits are recorded when paid.

Operating Expenses
The total cost to administer the plan in 2009 was $4,833. All expenses of maintaining the Plan were paid from the forfeited non-vested accounts.

## (3.) INVESTMENTS:

All Plan investments (100%) are participant directed. During 2009, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) increased in value by $424,944 as follows:

| | | **Amount** |
|---|---|---|
| Interest and dividends | $ | 12,580 |
| Investment gains | | 412,364 |
| | $ | 424,944 |

The following tables present investments and mutual fund investments (sub-accounts) that represent 5 percent or more of the Plan's net assets:

| | As of December 31, 2009 | |
|---|---|---|
| | Amount | Percentage of plan assets |
| Stable Value Account | $ 362,235 | 16.4% |
| Transamerica AA Growth | 202,219 | 9.2% |
| Transamerica AA Moderate Growth | 191,677 | 8.7% |
| Vanguard Target Retirement 2040 | 165,589 | 7.5% |
| Vanguard Target Retirement 2035 | 145,440 | 6.6% |
| | $ 1,067,160 | 48.3% |

| | As of December 31, 2008 | |
|---|---|---|
| | Amount | Percentage of plan assets |
| Stable Value Account | $ 252,724 | 14.4% |
| Transamerica AA Moderate Growth | 172,977 | 9.9% |
| Transamerica AA Growth | 172,439 | 9.8% |
| Blackrock Global Allocation | 125,079 | 7.1% |
| Vanguard Target Retirement 2040 | 97,720 | 5.6% |
| Vanguard Target Retirement 2035 | 95,352 | 5.4% |
| Transamerica AA Moderate | 93,205 | 5.3% |
| | $ 1,009,496 | 57.6% |

Pooled Separate Accounts

Pooled Separate Accounts are investment accounts established with TFLIC. The funds in these accounts are placed in underlying investment vehicles: mutual funds, collective trusts or portfolios of investments managed by affiliated and unaffiliated investment managers. The separate accounts are stated at fair value as reported to the Plan by TLFIC, based on the quoted market prices of the underlying funds. The unit value of the separate account is calculated by dividing the total value of the assets of the separate account by the number of units in the account.

For separate accounts that invest exclusively in mutual funds, the total value of the assets of the separate account is based on the net asset value (NAV), or price per share, of the underlying mutual fund. The mutual fund calculates its NAV by dividing the mutual fund's net assets by the mutual fund's outstanding number of shares.

The performance history of the pooled separate account sub-accounts is as follows:

| | Average Annual Total Return | | | |
|---|---|---|---|---|
| **Sub-Account** | **1 Yr.** | **3 Yr.** | **5 Yr.** | **10 Yr.** |
| Investment Company Sponsored | | | | |
| American Funds Fundamental Inv. | 32.93% | -3.30% | 3.62% | 3.21% |
| American Funds Grth. Fund of Am. | 34.12% | -3.40% | 2.57% | 2.00% |
| Blackrock Global Allocation | 21.27% | 3.76% | 7.29% | 8.36% |
| Blackrock Large Cap. Value | 14.14% | -8.38% | 0.46% | 4.75% |
| Dreyfus Premier Structured Mid. | 35.17% | -6.25% | 0.48% | 4.09% |
| Fidelity Advisor Small-Cap. | 27.61% | 1.65% | 4.31% | 2.96% |
| Franklin Real Estate Sec. | 17.16% | -19.40% | -6.39% | 6.47% |
| Loomis Sayles Inv Grade Bond | 26.76% | 6.92% | 5.96% | 8.32% |
| Neuberger Berman Partners | 55.53% | -6.52% | 1.63% | 2.34% |
| Oppenheimer Global | 38.75% | -4.53% | 2.73% | 3.21% |
| SSGA Bond Index | 5.25% | 5.35% | 4.21% | 5.54% |
| SSGA Small-Cap Index | 26.47% | -6.58% | -0.17% | 2.69% |
| Vanguard Target Ret. 2005 | 15.90% | 1.11% | 2.72% | 3.92% |
| Vanguard Target Ret. 2015 | 20.40% | -1.06% | 2.25% | 3.93% |
| Vanguard Target Ret. 2020 | 22.18% | -1.88% | 1.46% | N/A |
| Vanguard Target Ret. 2025 | 23.88% | -2.80% | 1.60% | 3.68% |
| Vanguard Target Ret. 2030 | 25.78% | -3.68% | 32.00% | N/A |
| Vanguard Target Ret. 2035 | 27.22% | -4.16% | 1.25% | 3.87% |
| Vanguard Target Ret. 2040 | 27.37% | -4.07% | -0.13% | N/A |
| Vanguard Target Ret. 2045 | 27.19% | -4.13% | 1.53% | 4.38% |
| Vanguard Target Ret. 2050 | 27.36% | -4.11% | -2.00% | N/A |
| Wells Fargo Adv. Small Cap. Val. | 51.78% | 1.04% | 5.88% | 12.67% |

| Sub-Account | Average Annual Total Return 1 Yr. | 3 Yr. | 5 Yr. | 10 Yr. |
|---|---|---|---|---|
| Transamerica Financial Life Insurance Company Sponsored | | | | |
| Transamerica AA – Conservative | 24.64% | 1.59% | 3.63% | 5.20% |
| Transamerica AA – Growth | 29.07% | -5.48% | 1.25% | 2.87% |
| Transamerica AA – Moderate | 25.30% | -0.19% | 3.28% | 4.70% |
| Transamerica AA - Moderate Growth | 26.83% | -2.50% | 2.52% | 3.93% |
| Transamerica Equity | 29.25% | -6.25% | 0.59% | -1.41% |
| Transamerica Growth Opp. | 33.06% | -2.65% | 1.60% | -1.55% |
| Transamerica Partners Hi Yield Bond | 56.18% | 3.89% | 5.14% | 6.01% |
| Transamerica Partners Mid Val | 32.18% | -5.82% | 1.42% | 11.30% |
| Transamerica Partners TT RT BD | 17.83% | 3.42% | 3.37% | 6.00% |

Stable Value Account

The Plan has a benefit-responsive investment contract with TFLIC. TFLIC maintains the contributions in a general account of TFLIC. The investment's contract or proceeds cannot nor will not be assigned or sold to another party without the consent of TFLIC. The repayment of principal and interest credited to participants holding the investment is a non-tradable financial obligation of TFLIC. .

The terms of the contract require all permitted participant-initiated transactions involving the investment to occur at contract value with no conditions, limits or restrictions. Permitted participant-initiated transactions are those allowed by the underlying defined contribution plan agreement such as withdrawals for benefits, loans or transfers to other investment choices within the Plan. Since the Stable Value Account is an obligation of TFLIC, the occurrence of an event that limits the ability of the investment to transact at contract value is not probable.

The Stable Value Account has no stated maturity. Interest rates are reset monthly as of the beginning of each month. The interest rate is applied daily to the total outstanding balance of the investment. For deposit liabilities with no defined maturities, the fair value is equal to the amount payable on demand at the reporting date. Accordingly, the contract value is also the fair market value. Shares of the fund are not bank deposits and are not guaranteed or insured by the FDIC or any other government agency. The two year performance history of the Stable Value Account is as follows:

| | 2009 | 2008 |
|---|---|---|
| Minimum interest rate | 2.75% | 3.50% |
| Average interest rate | 3.16% | 3.53% |
| Closing interest rate | 2.75% | 3.50% |

## (4.) RELATED PARTY TRANSACTIONS:

The Plan contracts with Transamerica Retirement Services, Transamerica Life Insurance Company and PENCO to provide legal, accounting, investment, trust and administrative services. As of December 31, 2009, all assets in the pooled separate accounts and stable asset account were managed by Transamerica Life Insurance Company (Note 3). Administrative and investment fees paid to Transamerica by the Plan during 2009 were $11,993. Transactions with Transamerica Retirement Services, Transamerica Life Insurance Company and PENCO qualify as party-in-interest transactions.

## (5.) ADMINISTRATIVE FUNCTIONS:

Certain administrative functions are performed by key employees of the Company. No employee receives compensation from the Plan for performance of administrative functions.

## (6.) FAIR VALUE MEASUREMENTS:

Pursuant to ASC 820-10, the Plan has elected to report specified financial assets and liabilities at fair value. The carrying amounts and fair value of the Plan's financial instruments provided below have been determined by the Plan using available market information and appropriate valuation methodologies. However, considerable judgment is required to interpret market data to develop the estimates of fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts that could be realized in a current market exchange. The use of different market assumptions or estimation methodologies may have a material impact on the estimated fair value amounts.

Fair value is estimated based on a hierarchy that maximizes the use of observable inputs and minimizes the use of unobservable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity.

Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy prioritizes the inputs to valuation techniques into three broad levels whereby the highest priority is given to Level 1 inputs and the lowest to Level 3 inputs. The three broad categories are:

Level 1: Observable inputs such as quoted prices for identical assets in active markets obtained from independent sources.

Level 2: Other inputs that are observable directly or indirectly, such as quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active and inputs that are derived principally from or corroborated by observable market data.

Level 3: Unobservable inputs for which there is little or no market data and require the Plan to develop its own assumptions, based on the best information available in the circumstances, about the assumptions market participants would use in pricing the asset or liability.

The following table displays the assets at fair value.

| | As of December 31, 2009 | | | |
|---|---|---|---|---|
| | Recurring Fair Value Measurements Using | | | |
| | Quoted Market Prices in Active Markets for Identical Assets (Level 1) | Other Observable Inputs (Level 2) | Unobservable Inputs (Level 3) | Total Fair Value |
| Investments in mutual funds | $ 1,681,567 | $ 68,646 | $ 0 | $ 1,750,213 |
| Investments in stable value account | 0 | 362,235 | 0 | 362,235 |
| Loans receivable from participants | 0 | 0 | 98,577 | 98,577 |
| Total | $ 1,681,567 | $ 430,881 | $ 98,577 | $ 2,211,025 |

| | As of December 31, 2008 | | | |
|---|---|---|---|---|
| | Recurring Fair Value Measurements Using | | | |
| | Quoted Market Prices in Active Markets for Identical Assets (Level 1) | Other Observable Inputs (Level 2) | Unobservable Inputs (Level 3) | Total Fair Value |
| Investments in mutual funds | $ 1,375,349 | $ 1,990 | $ 0 | $ 1,377,339 |
| Investments in stable value account | 0 | 252,724 | 0 | 252,724 |
| Loans receivable from participants | 0 | 0 | 110,501 | 110,501 |
| Accounts receivable from participants | | 12,740 | | 12,740 |
| Total | $ 1,375,349 | $ 267,454 | $ 110,501 | $ 1,753,304 |

The following presents the changes in the Plan's assets that are measured at fair value on a recurring and non-recurring basis using significant unobservable inputs (Level 3).

| | Unobservable Inputs Level 3 | |
|---|---|---|
| | December 31, 2009 | December 31, 2008 |
| | Participant loans | Participant loans |
| Balance at January 1 | $ 110,501 | $ 121,461 |
| Total net gains (realized and unrealized) included in changes in net assets available for benefits | 11,391 | 7,612 |
| Repayments, withdrawals, benefit payments and defaults, net | (23,315) | (18,572) |
| Balance at December 31 | $ 98,577 | $ 110,501 |

## (7.) INFORMATION PREPARED AND CERTIFED BY TRUSTEE:

The Company has elected the method of compliance permitted by 29 CFR 2520.130-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Accordingly, as permitted under such election, the following information included in the accompanying financial statements and supplemental schedule was obtained from data that has been prepared and certified as complete and accurate by the trustee (TFLIC) and was not subjected to auditing procedures performed by the independent accountants:

- Statement of net assets available for benefits for the year ended December 31, 2009.
- Statement of changes in net assets available for benefits for the year ended December 31, 2009.
- Statement of net assets available for benefits for the year ended December 31, 2008.
- Schedule of assets held at end of year, December 31, 2009.

## (8.) RECONCILIATION OF FINANCIAL STATEMENTS TO SCHEDULE H, FORM 5500:

The following is a reconciliation of net assets available for benefits per the financial statements to Schedule H of Form 5500:

| | December 31, 2009 | December 31, 2008 |
|---|---|---|
| Net assets available for benefits per the financial statements | $ 2,211,025 | $ 1,753,304 |
| Accounts receivable, participant contributions | 0 | (12,740) |
| Net assets available for benefits per Schedule H of Form 5500 | $ 2,211,025 | $ 1,740,564 |

The following is a reconciliation of changes in net assets available for benefits per the financial statements to Schedule H of Form 5500:

| | December 31, 2009 |
|---|---|
| Net increase (decrease) in net assets available for benefits per the financial statements | $ 457,721 |
| Accounts receivable, participant contributions | 12,740 |
| Net income (loss) per Schedule H of Form 5500 | $ 470,461 |

## (9.) RISK AND UNCERTAINTIES:

The Plan invests in various securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants account balances and the amounts reported in the statement of net assets available for benefits.

## (10.) PLAN TERMINATION:

Although it has not expressed any intent to do so, the Company has the right under the Plan agreement to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA.

In the event of Plan termination, participants would become 100% vested in their allocated employer contributions. Any unallocated assets of the Plan shall be allocated to participant accounts and distributed in such a manner consistent with the Plan agreement.

## (11.) TAX STATUS:

The Internal Revenue Service ruled that the Plan qualifies under section 401(a) of the Internal Revenue Code ("IRC"), and, therefore, the related trust is not subject to tax under present income tax law. Once qualified, the Plan is required to operate in conformity with the IRC and ERISA to maintain its qualification. The administrator is not aware of any course of action or series of events that have occurred that might adversely affect the Plan's qualified status.

## (12.) INVESTMENT OPTION CHANGES SUBSEQUENT TO YEAR END:

Effective January 7, 2010, the Plan added five investment funds: JP Morgan Short Duration Bond, Janus Adviser International Growth, Jenson Natural Resources, SSgA MSCI Emerging Markets Index and American Century Inflation Adjusted Bond. Also effective January 7, 2010, the Plan discontinued one investment fund, Transamerica Partners Total Return Bond.

SCHEDULE 1

**PARAMOUNT EQUITY MORTGAGE 401(k) PLAN**
**FORM 5500, SCHEDULE H, LINE 1i**
**SCHEDULE OF ASSETS HELD AT END OF YEAR**
**DECEMBER 31, 2009**

| (a) | Identity of Issue, Borrower, Lessor, or Similar Party (b) | Description of Investment (c) | Cost (d) | Current Value (e) |
|---|---|---|---|---|
| * | TFLIC - American Funds Fundamental Inv. | Participant directed pooled seperate account | (z) | $ 94,863 |
| * | TFLIC - American Funds Grth. Fund of Am. | Participant directed pooled seperate account | (z) | 99,446 |
| * | TFLIC - Blackrock Global Allocation | Participant directed pooled seperate account | (z) | 77,417 |
| * | TFLIC - Blackrock Large Cap. Value | Participant directed pooled seperate account | (z) | 72,434 |
| * | TFLIC - Dreyfus Premier Structured Mid. | Participant directed pooled seperate account | (z) | 33,612 |
| * | TFLIC - Fidelity Advisor Small-Cap. | Participant directed pooled seperate account | (z) | 48,837 |
| * | TFLIC - Franklin Real Estate Sec. | Participant directed pooled seperate account | (z) | 9,791 |
| * | TFLIC - Loomis Sayles Inv Grade Bond | Participant directed pooled seperate account | (z) | 68,646 |
| * | TFLIC - Neuberger Berman Partners | Participant directed pooled seperate account | (z) | 24,395 |
| * | TFLIC - Oppenheimer Global | Participant directed pooled seperate account | (z) | 90,946 |
| * | TFLIC - SSGA Bond Index | Participant directed pooled seperate account | (z) | 3,141 |
| * | TFLIC - SSGA Small-Cap Index | Participant directed pooled seperate account | (z) | 11,780 |
| * | TFLIC - Transamerica AA - Conservative | Participant directed pooled seperate account | (z) | 10,673 |
| * | TFLIC - Transamerica AA - Growth | Participant directed pooled seperate account | (z) | 202,219 |
| * | TFLIC - Transamerica AA - Moderate | Participant directed pooled seperate account | (z) | 36,805 |
| * | TFLIC - Transamerica AA - Moderate Growth | Participant directed pooled seperate account | (z) | 191,677 |
| * | TFLIC - Transamerica Equity | Participant directed pooled seperate account | (z) | 5,995 |
| * | TFLIC - Transamerica Growth Opp. | Participant directed pooled seperate account | (z) | 52,115 |
| * | TFLIC - Transamerica Partners Hi Yield Bond | Participant directed pooled seperate account | (z) | 14,014 |
| * | TFLIC - Transamerica Partners Mid Val | Participant directed pooled seperate account | (z) | 40,611 |
| * | TFLIC - Transamerica Partners TT RT BD | Participant directed pooled seperate account | (z) | 9,952 |
| * | TFLIC - Vanguard Target Ret. 2005 | Participant directed pooled seperate account | (z) | 39 |
| * | TFLIC - Vanguard Target Ret. 2015 | Participant directed pooled seperate account | (z) | 5,334 |
| * | TFLIC - Vanguard Target Ret. 2020 | Participant directed pooled seperate account | (z) | 273 |
| * | TFLIC - Vanguard Target Ret. 2025 | Participant directed pooled seperate account | (z) | 62,478 |
| * | TFLIC - Vanguard Target Ret. 2030 | Participant directed pooled seperate account | (z) | 9,931 |
| * | TFLIC - Vanguard Target Ret. 2035 | Participant directed pooled seperate account | (z) | 145,440 |
| * | TFLIC - Vanguard Target Ret. 2040 | Participant directed pooled seperate account | (z) | 165,589 |
| * | TFLIC - Vanguard Target Ret. 2045 | Participant directed pooled seperate account | (z) | 64,706 |
| * | TFLIC - Vanguard Target Ret. 2050 | Participant directed pooled seperate account | (z) | 2,547 |
| * | TFLIC - Wells Fargo Adv. Small Cap. Val. | Participant directed pooled seperate account | (z) | 94,507 |
| | Total investments in pooled seperate accounts | | | 1,750,213 |
| * | TFLIC - Stable Value Fund | Benefit-responsive investment contract | | 362,235 |
| | Loans receivable from participants | Interest rates of 5.0% to 9.25% | | 98,577 |
| | Total assets held at year end | | | $ 2,211,025 |

TFLIC - Transamerica Financial Life Insurance Company

(z) In accordance with DOL 29 CFR 2520.103-11, cost information may be omitted for participant-directed transactions.

* Indicates a party-in-interest to the Plan

The accompanying notes are an integral part of these financial statements.

**Attachment to 2009 Form 5500**
**Schedule H, line 4i - Schedule of Assets (Held at End of Year)**

**Plan Name** PARAMOUNT EQUITY MORTGAGE 401K PLAN **EIN:** 47-0912342
**Plan Sponsor's Name** PARAMOUNT EQUITY MORTGAGE **PN:** 001

| (a) | (b) Identity of issue, borrower, lessor, or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value. | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA GROWTH OPP PSA | 0 | 52,115 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA EQUITY PSA | 0 | 5,995 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA PARTNERS MID VAL PSA | 0 | 40,611 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA PARTNERS HG YD BD PSA | 0 | 14,014 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | FRANKLIN REAL ESTATE SEC PSA | 0 | 9,791 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | FIDELITY ADVISOR SMALL CAP PSA | 0 | 48,837 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA STABLE VALUE GENERAL ACCOUNT | 0 | 362,235 |

**Attachment to 2009 Form 5500**
**Schedule H, line 4i - Schedule of Assets (Held at End of Year)**

**Plan Name** PARAMOUNT EQUITY MORTGAGE 401K PLAN **EIN:** 47-0912342
**Plan Sponsor's Name** PARAMOUNT EQUITY MORTGAGE **PN:** 001

| (a) | (b) Identity of issue, borrower, lessor, or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value. | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | TRANSAMERICA FINANCIAL LIFE INS CO | AMERICAN FUNDS FUNDAMENTAL INV PSA | 0 | 94,863 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | AMERICAN FUNDS GRTH FUND OF AM PSA | 0 | 99,446 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | WELLS FARGO ADV SMALL CAP VAL PSA | 0 | 94,507 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | SSGA SMALL-CAP INDEX PSA | 0 | 11,779 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | SSGA BOND INDEX PSA | 0 | 3,141 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | VANGUARD TARGET RET 2045 PSA | 0 | 64,706 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | NEUBERGER BERMAN PARTNERS PSA | 0 | 24,395 |

**Attachment to 2009 Form 5500**
**Schedule H, line 4i - Schedule of Assets (Held at End of Year)**

**Plan Name** PARAMOUNT EQUITY MORTGAGE 401K PLAN **EIN:** 47-0912342
**Plan Sponsor's Name** PARAMOUNT EQUITY MORTGAGE **PN:** 001

| (a) | (b) Identity of issue, borrower, lessor, or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value. | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | TRANSAMERICA FINANCIAL LIFE INS CO | VANGUARD TARGET RET 2005 PSA | 0 | 39 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | VANGUARD TARGET RET 2015 PSA | 0 | 5,334 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | VANGUARD TARGET RET 2025 PSA | 0 | 62,478 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | VANGUARD TARGET RET 2035 PSA | 0 | 145,440 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | OPPENHEIMER GLOBAL PSA | 0 | 90,946 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA AA-CONSERVATIVE PSA | 0 | 10,673 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA AA-MODERATE PSA | 0 | 36,805 |

**Attachment to 2009 Form 5500**
**Schedule H, line 4i - Schedule of Assets (Held at End of Year)**

**Plan Name** PARAMOUNT EQUITY MORTGAGE 401K PLAN **EIN:** 47-0912342
**Plan Sponsor's Name** PARAMOUNT EQUITY MORTGAGE **PN:** 001

| (a) | (b) Identity of issue, borrower, lessor, or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value. | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA AA-MODERATE GRT PSA | 0 | 191,677 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA AA-GROWTH PSA | 0 | 202,219 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | DREYFUS STRUCTURED MIDCAP PSA | 0 | 33,612 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | BLACKROCK GLOBAL ALLOCATION PSA | 0 | 77,417 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | BLACKROCK LARGE CAP VALUE PSA | 0 | 72,434 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | LOOMIS SAYLES INV GRADE BOND PSA | 0 | 68,646 |
| * | TRANSAMERICA FINANCIAL LIFE INS CO | TRANSAMERICA PARTNERS TT RT BD PSA | 0 | 9,952 |

**Attachment to 2009 Form 5500**
**Schedule H, line 4i - Schedule of Assets (Held at End of Year)**

**Plan Name** PARAMOUNT EQUITY MORTGAGE 401K PLAN **EIN:** 47-0912342
**Plan Sponsor's Name** PARAMOUNT EQUITY MORTGAGE **PN:** 001

| (a) | (b) Identity of issue, borrower, lessor, or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value. | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | TRANSAMERICA FINANCIAL LIFE | VANGUARD TARGET RET 2020 PSA INS CO | 0 | 273 |
| * | TRANSAMERICA FINANCIAL LIFE | VANGUARD TARGET RET 2030 PSA INS CO | 0 | 9,931 |
| * | TRANSAMERICA FINANCIAL LIFE | VANGUARD TARGET RET 2040 PSA INS CO | 0 | 165,589 |
| * | TRANSAMERICA FINANCIAL LIFE | VANGUARD TARGET RET 2050 PSA INS CO | 0 | 2,547 |
| * | PARTICIPANT PLAN LOAN | PARTICIPANT PLAN LOANS 1-5 YEARS INTEREST RANGE 4.00-11.00 | 0 | 98,577 |
| | | | | |
| | | | | |