

SECURITIES AND EXCHANGE COMMISSION

FORM N-30D

Initial annual and semi-annual reports mailed to investment company shareholders pursuant to Rule 30e-1 (other than those required to be submitted as part of Form NCSR)

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FILER

COVA VARIABLE ANNUITY ACCOUNT ONE

CIK: **815915** | Fiscal Year End: **1231**

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Business Address
*ONE TOWER LANE
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OAKBROOK TERRACE IL
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8005231661*

COVA VARIABLE ANNUITY ACCOUNT ONE
 STATEMENT OF ASSETS AND LIABILITIES
 June 30, 1996 (Unaudited)
 (In thousands of dollars)

ASSETS
 INVESTMENTS:
 <TABLE>

<CAPTION>

<S>

<C>

COVA SERIES TRUST:

Quality Income Portfolio - 5,205,738 shares at a net asset value of \$10.39 per share (cost \$54,633)	\$	54,110
High Yield Portfolio - 2,965,491 shares at a net asset value of \$10.32 per share (cost \$31,260)		30,606
Growth and Income Portfolio - 1,942,662 shares at a net asset value of \$13.27 per share (cost \$22,930)		25,780
Money Market Portfolio - 36,859,968 shares at a net asset value of \$1.00 per share (cost \$35,860)		35,860
Stock Index Portfolio - 5,428,714 shares at a net asset value of \$15.07 per share (cost \$66,309)		81,816
Bond Debenture Portfolio - 184,590 shares at a net asset value of \$10.22 per share (cost \$1,874)	\$	1,887
Quality Bond Portfolio - 553,900 shares at a net asset value of \$9.87 per share (cost \$5,533)		5,469
Small Cap Stock Portfolio - 520,520 shares at a net asset value of \$10.46 per share (cost 5,324)		5,447
Large Cap Stock Portfolio - 1,505,477 shares at a net asset value of \$10.19 per share (cost \$15,058)		15,334
Select Equity Portfolio - 542,165 shares at a net asset value of \$9.89 per share (cost \$5,444)		5,364
International Equity Portfolio - 669,434 shares at a net asset value of \$10.33 per share (cost \$6,751)		6,914

LORD ABBETT SERIES FUND, INC:

Growth and Income Portfolio - 14,642,484 shares at a net asset value of \$16.31 per share (cost \$202,395)		238,821
Global Equity Portfolio - 210,450 shares at a net asset value of \$12.32 per share (cost \$2,267)		2,594

GENERAL AMERICAN CAPITAL COMPANY

Money Market Portfolio - 2,810 shares at a net asset value of \$16.78 per share (cost \$47)		47
---	--	----

TOTAL ASSETS

\$ 510,049
 =====

LIABILITIES AND CONTRACT OWNERS' EQUITY

FEE PAYABLE TO COVA FINANCIAL SERVICES LIFE INSURANCE COMPANY

\$ 59

CONTRACT OWNERS' EQUITY:

Trust Quality Income - 3,610,602 accumulation units at \$14.984782 per unit		54,104
Trust High Yield - 1,524,550 accumulation units at \$20.073353 per unit		30,603
Trust Growth and Income - 1,661,762 accumulation units at \$15.511762 per unit		25,777
Trust Money Market - 3,078,614 accumulation units at \$11.6466764 per unit		35,856
Trust Stock Index - 4,750,550 accumulation units at \$17.220446 per unit		81,807
Trust Bond Debenture Portfolio - 183,490 accumulation units at \$10.279480 per unit		1,886
Trust Quality Bond Portfolio - 548,016 accumulation units at \$9.978378 per unit		5,468
Trust Small Cap Stock Portfolio - 520,327 accumulation units at \$10.467047 per unit		5,446
Trust Large Cap Stock Portfolio - 1,501,012 accumulation units at \$10.214745 per unit		15,332
Trust Select Equity Portfolio - 541,014 accumulation units at \$9.913792 per unit		5,364
Trust International Equity Portfolio - 667,291 accumulation units at \$10.360307 per unit		6,913
Fund Growth and Income - 10,554,642 accumulation units at \$22.645982 per unit		238,794
Fund Global Equity - 167,244 accumulation units at \$15.505202 per unit		2,593
GACC Money Market Portfolio - 4,700 accumulation units at \$10.029473 per unit		47

TOTAL CONTRACT OWNERS' EQUITY

509,990

TOTAL LIABILITIES AND CONTRACT OWNERS' EQUITY

\$ 510,049
 =====

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
 STATEMENT OF OPERATIONS
 For the Six Months Ended June 30, 1996 (Unaudited)
 (In thousands of dollars)

COVA

LORD ABBETT

SERIES TRUST

SERIES FUND, INC.

GACC

<TABLE>

<CAPTION>

	QUALITY INCOME	HIGH YIELD	GROWTH & INCOME	MONEY MARKET	STOCK INDEX	BOND DEBENTURE	QUALITY BOND	INTL EQUITY	SMALL CAP STOCK	SMALL STOCK
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
INVESTMENT INCOME:										
INCOME:										
Dividends	\$ 1,370	\$1,667	\$ 208	\$ 849	\$ 796	\$ 15	\$ 68	\$ 36	\$	14
Total Income	1,370	1,667	208	849	796	15	68	36		14
EXPENSES:										
Mortality and Expense										
Risk Fee	289	232	142	202	551	2	9	12		12
Administrative Fee	35	28	17	24	66	--	1	2		2
Total Expenses	324	260	159	226	617	2	10	14		14
Net Investment Income	1,046	1,407	49	623	179	13	58	22		--
NET REALIZED GAIN/(LOSS) ON INVESTMENTS	(13)	(201)	53	--	2,916	5	--	30		50
NET CHANGE IN UNREALIZED GAIN/(LOSS) ON INVESTMENTS	(1,992)	(193)	1,214	--	4,531	13	(64)	163		123
NET REALIZED AND UNREALIZED GAIN/(LOSS) ON INVESTMENTS	(2,005)	(394)	1,267	--	7,447	18	(64)	193		173
NET INCREASE/(DECREASE) IN CONTRACT OWNERS' EQUITY RESULTING FROM OPERATIONS	(\$959)	\$1,013	\$ 1,316	\$ 623	\$7,626	\$ 31	\$ (6)	\$ 215	\$	173

	LARGE CAP STOCK	SELECT STOCK	SELECT EQUITY	GROWTH & INCOME	GLOBAL EQUITY	Money Market	Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
INVESTMENT INCOME:							
INCOME:							
Dividends	\$	69	\$ 23	--	--	--	\$ 5,115
Total Income		69	23	--	--	--	5,115
EXPENSES:							
Mortality and Expense							
Risk Fee		23	12	1,345	16	--	2,847
Administrative Fee		3	1	162	2	--	343
Total Expenses		26	13	1,507	18	--	3,190
Net Investment Income		43	10	(1,507)	(18)	--	1,925
NET REALIZED GAIN/(LOSS) ON INVESTMENTS		1	(14)	75	11	--	2,913
NET CHANGE IN UNREALIZED GAIN/(LOSS) ON INVESTMENTS		276	(80)	13,957	175	--	18,123
NET REALIZED AND UNREALIZED GAIN/(LOSS) ON INVESTMENTS		277	(94)	14,032	186	--	21,036
NET INCREASE/(DECREASE) IN CONTRACT OWNERS' EQUITY RESULTING FROM OPERATIONS	\$	320	(\$84)	\$ 12,525	\$ 168	--	\$22,961

</TABLE>

See accompanying notes to financial statements.
COVA VARIABLE ANNUITY ACCOUNT ONE
STATEMENT OF CHANGES IN CONTRACT OWNERS' EQUITY
For the Six Months Ended June 30, 1996 (Unaudited)
(In thousands of dollars)

COVA

LORD ABBETT

SERIES TRUST

<TABLE>

<CAPTION>

	QUALITY INCOME	HIGH YIELD	GROWTH & INCOME	MONEY MARKET	STOCK INDEX	BOND DEBENTURE	QUALITY BOND	INTL EQUITY
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
FROM OPERATIONS:								
Net Investment Income	\$ 1,046	\$ 1,407	\$ 49	\$ 623	\$ 179	\$ 13	\$ 58	\$ 22
Net Realized Gain/(Loss) on Investments	(13)	(201)	53	--	2,916	5	--	30
Net Unrealized Gain/(Loss) on Investments	(1,992)	(193)	1,214	--	4,531	13	(64)	163
NET INCREASE/(DECREASE) IN Contract Owners' Equity Resulting from Operations	(959)	1,013	1,316	623	7,626	31	(6)	215
From Account Unit Transactions:								
Contributions by Cova Life	--	--	--	--	--	500	5,000	5,000
Redemptions by Cova Life	--	--	--	--	--	(508)	--	(1,500)
Proceeds from Units of the Account Sold	1,237	1,300	1,651	21,822	2,107	1,254	217	1,516
Payments for Units of the Account Redeemed	(1,560)	(1,256)	(402)	(1,237)	(2,063)	(5)	(1)	--
Account Transfers	14,133	(6,966)	3,595	(19,480)	(11,625)	614	258	1,682
Net Increase/(Decrease) in Contract Owners' Equity From Account Unit Transactions	13,810	(6,922)	4,844	1,105	(11,581)	1,855	5,474	6,698
Net Increase/(Decrease) in Contract Owners' Equity	12,851	(5,909)	6,160	1,728	(3,955)	1,886	5,468	6,913
Contract Owners' Equity: Beginning of Period	41,253	36,512	19,617	34,128	85,762	--	--	--
End of Period	\$ 54,104	\$ 30,603	\$ 25,777	\$ 35,856	\$ 81,807	\$ 1,886	\$ 5,468	\$ 6,913

	SMALL	LARGE CAP STOCK	SELECT CAP STOCK	GROWTH & EQUITY	GLOBAL INCOME	Money EQUITY	MARKET	TOTAL
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
FROM OPERATIONS:								
Net Investment Income	\$ 0	\$ 43	\$ 10	(\$1,507)	(\$18)	--	\$ 1,925	
Net Realized Gain/(Loss) on Investments	50	1	(14)	75	11	--	2,913	
Net Unrealized Gain/(Loss) on Investments	123	276	(80)	13,957	175	--	18,123	
NET INCREASE/(DECREASE) IN Contract Owners' Equity Resulting from Operations	173	320	(84)	12,525	168	--	22,961	
From Account Unit Transactions:								
Contributions by Cova Life	5,000	15,000	5,000	--	--	--	35,500	
Redemptions by Cova Life	(2,772)	(366)	(3,435)	--	--	--	(8,581)	
Proceeds from Units of the Account Sold	1,475	147	2,185	16,436	77	15	51,439	
Payments for Units of the Account Redeemed	(2)	--	(2)	(5,358)	(134)	--	(12,020)	
Account Transfers	1,572	231	1,700	24,561	(18)	32	10,289	
Net Increase/(Decrease) in Contract Owners' Equity From Account Unit Transactions	5,273	15,012	5,448	35,639	(75)	47	76,627	
Net Increase/(Decrease) in Contract Owners' Equity	5,446	15,332	5,364	48,164	93	47	99,588	

Contract Owners' Equity:								
Beginning of Period	--	--	--	190,630	2,500	--	410,402	
End of Period	\$ 5,446	\$ 15,332	\$ 5,364	\$ 238,794	\$ 2,593	\$ 47	\$509,990	
	=====	=====	=====	=====	=====	=====	=====	

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
STATEMENT OF CHANGES IN CONTRACT OWNERS' EQUITY
For the Year Ended December 31, 1995
(In thousands of dollars)

VAN KAMPEN MERRITT
LORD ABBETT

SERIES TRUST
SERIES FUND, INC.

<TABLE>

<CAPTION>

	QUALITY INCOME	HIGH YIELD	GROWTH & INCOME	MONEY MARKET	STOCK INDEX	GROWTH & INCOME	GLOBAL EQUITY	TOTAL
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
From Operations:								
Net Investment Income	\$ 1,948	\$ 2,332	\$ 1,371	\$ 2,318	\$ 2,875	\$ 12,501	\$ 149	\$ 23,495
Net Realized Gain/(Loss) on Investments	16	(117)	46	--	2,589	383	63	2,980
Net Unrealized Gain on Investments	3,600	1,786	2,248	110	11,838	22,184	5	41,771
Net Increase in Contract Owners' Equity Resulting from Operations	5,564	4,001	3,665	2,428	17,302	35,069	217	68,246
From Account Unit Transactions:								
Redemptions by Cova Financial Services Life Insurance Company	--	--	--	--	--	--	(132)	(132)
Proceeds from Units of the Account Sold	2,609	3,648	2,179	27,608	2,384	29,458	686	68,572
Payments for Units of the Account Redeemed	5,174	(2,111)	(718)	(4,508)	4,200	(18,059)	(1,244)	(36,014)
Account Transfers	4,321	11,321	3,550	67,278	33,469	29,746	(135)	14,994
Net Increase/(Decrease) in Contract Owners' Equity From Account Unit Transactions	1,756	12,858	5,011	(44,178)	31,653	41,145	(825)	47,420
Net Increase/(Decrease) in Contract Owners' Equity	7,320	16,859	8,676	(41,750)	48,955	76,214	(608)	115,666
Contract Owners' Equity:								
Beginning of Period	33,933	19,653	10,941	75,878	36,807	114,416	3,108	294,736
End of Period	\$ 41,253	\$36,512	\$ 19,617	\$ 34,128	\$85,762	\$ 190,630	\$ 2,500	\$410,402
		=====	=====	=====	=====	=====	=====	=====

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS
Financial Highlights for each accumulation unit outstanding throughout the
period
per sub-account are presented below:

<TABLE>

<CAPTION>

COVA SERIES TRUST - QUALITY INCOME PORTFOLIO
(MANAGED BY VAN KAMPEN AMERICAN CAPITAL INVESTMENT ADVISORY CORP.)

FOR THE SIX MONTHS ENDED 6/30/96 (UNAUDITED)	FOR THE YEAR ENDED 12/31/95	FOR THE YEAR ENDED 12/31/94
--	-----------------------------------	-----------------------------------

<S>	<C>	<C>	<C>
ACCUMULATION UNIT VALUE, BEGINNING OF PERIOD	\$ 15.33	\$ 13.17	\$ 13.97
NET INVESTMENT INCOME	.33	.72	.60
NET REALIZED AND UNREALIZED GAIN/(LOSS) FROM SECURITY TRANSACTIONS	(.68)	1.44	(1.40)
TOTAL FROM INVESTMENT OPERATIONS	1.38	1.22	1.40
ACCUMULATION UNIT VALUE, END OF PERIOD	\$ 14.98	\$ 15.33	\$ 13.17
TOTAL RETURN**	(4.50)%*	16.41%	5.70%
CONTRACT OWNERS EQUITY , END OF PERIOD (IN THOUSANDS)	\$ 54,104	\$ 41,253	\$ 33,933
RATIO OF EXPENSES TO AVERAGE CONTRACT OWNERS' EQUITY	1.40%*	1.40%	1.40%
RATIO OF NET INVESTMENT INCOME TO AVERAGE CONTRACT OWNERS' EQUITY	4.51%*	4.99%	4.48%
NUMBER OF UNITS OUTSTANDING AT END OF PERIOD	3,610,602	2,690,633	2,576,412

	FOR THE YEAR ENDED 12/31/93	FOR THE YEAR ENDED 12/31/92
<S>	<C>	<C>
ACCUMULATION UNIT VALUE, BEGINNING OF PERIOD	\$ 12.75	\$ 12.02
NET INVESTMENT INCOME	1.00	.64
NET REALIZED AND UNREALIZED GAIN/(LOSS) FROM SECURITY TRANSACTIONS	.22	.09
TOTAL FROM INVESTMENT OPERATIONS	1.22	.73
ACCUMULATION UNIT VALUE, END OF PERIOD	\$ 13.97	\$ 12.75
TOTAL RETURN**	9.50%	6.10%
CONTRACT OWNERS EQUITY , END OF PERIOD (IN THOUSANDS)	\$ 51,111	\$ 24,124
RATIO OF EXPENSES TO AVERAGE CONTRACT OWNERS' EQUITY	1.40%	1.40%
RATIO OF NET INVESTMENT INCOME TO AVERAGE CONTRACT OWNERS' EQUITY	8.30%	5.45%
NUMBER OF UNITS OUTSTANDING AT END OF PERIOD	3,659,656	1,891,499

<FN>
* ANNUALIZED

** INVESTMENT RETURNS DO NOT REFLECT ANY ANNUAL CONTRACT MAINTENANCE FEES OR WITHDRAWAL CHARGES.
</TABLE>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:
<TABLE>

<CAPTION>

COVA SERIES TRUST - HIGH YIELD PORTFOLIO
(MANAGED BY VAN KAMPEN AMERICAN CAPITAL INVESTMENT ADVISORY CORP.)

	For the Six Months Ended 6/30/96 (Unaudited)	For the Year Ended 12/31/95	For the Year Ended 12/31/94	For the Year Ended 12/31/93	For the Year Ended 12/31/92
<S>	<C>	<C>	<C>	<C>	<C>
Accumulation Unit Value, Beginning of Period	\$ 19.52	\$ 16.98	\$ 18.02	\$ 14.99	\$ 12.75
Net Investment Income	.79	1.44	1.38	1.80	2.26
Net Realized and Unrealized Gain/(Loss) from Security Transactions	(.24)	1.10	(2.42)	1.23	(.02)
Total from Investment Operations	.55	2.54	(1.04)	3.03	2.24
Accumulation Unit Value, End of Period	\$ 20.07	\$ 19.52	\$ 16.98	\$ 18.02	\$ 14.99
Total Return**	5.75%*	14.99%	(5.79)%	20.21%	17.53%
Contract Owners Equity , End of Period (in thousands)	\$ 30,603	\$ 36,512	\$ 19,653	\$ 18,846	\$ 5,416
Ratio of Expenses to Average Contract Owners' Equity	1.40%*	1.40%	1.40%	1.40%	1.40%
Ratio of Net Investment Income to Average Contract Owners' Equity	7.59%*	7.98%	7.92%	13.05%	16.04%
Number of Units Outstanding at End of Period	1,524,550	1,870,232	1,157,642	1,045,815	361,296

<FN>

* Annualized

** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:
<TABLE>

<CAPTION>

COVA SERIES TRUST - GROWTH & INCOME PORTFOLIO
(MANAGED BY VAN KAMPEN AMERICAN CAPITAL INVESTMENT ADVISORY CORP.)

FOR THE SIX MONTHS ENDED	FOR THE YEAR	FOR THE YEAR	FOR THE YEAR	FOR THE PERIOD FROM 5/1/92 (COMMENCEMENT
-----------------------------	--------------	--------------	--------------	---

<S>	6/30/96 (UNAUDITED)	ENDED 12/31/95	ENDED 12/31/94	ENDED 12/31/93	OF OPERATIONS) THROUGH 12/31/92
<C>	<C>	<C>	<C>	<C>	<C>
ACCUMULATION UNIT VALUE, BEGINNING OF PERIOD	\$ 14.61	\$ 11.20	\$ 11.92	\$ 10.47	\$ 10.00
NET INVESTMENT INCOME	.02	1.02	.19	.54	.19
NET REALIZED AND UNREALIZED GAIN/(LOSS) FROM SECURITY TRANSACTIONS	.88	2.39	(.91)	.91	.28
TOTAL FROM INVESTMENT OPERATIONS	.90	3.41	(.72)	1.45	.47
ACCUMULATION UNIT VALUE, END OF PERIOD	\$ 15.51	\$ 14.61	\$ 11.20	\$ 11.92	\$ 10.47
TOTAL RETURN**	12.82%*	30.49%	(6.07)%	13.84%	7.09%*
CONTRACT OWNERS EQUITY , END OF PERIOD (IN THOUSANDS)	\$ 25,777	\$ 19,617	\$ 10,941	\$ 6,528	\$ 2,627
RATIO OF EXPENSES TO AVERAGE CONTRACT OWNERS' EQUITY	1.40%*	1.40%	1.40%	1.40%	1.40%*
RATIO OF NET INVESTMENT INCOME TO AVERAGE CONTRACT OWNERS' EQUITY	.43%*	9.92%	2.05%	7.54%	3.82%*
NUMBER OF UNITS OUTSTANDING AT END OF PERIOD	1,661,762	1,342,833	977,209	574,643	250,919

<FN>
* ANNUALIZED
** INVESTMENT RETURNS DO NOT REFLECT ANY ANNUAL CONTRACT MAINTENANCE FEES OR WITHDRAWAL CHARGES.
</TABLE>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<S>	For the Six Months Ended 6/30/96 (Unaudited)	For the Year Ended 12/31/95	For the Year Ended 12/31/94	For the Year Ended 12/31/93	For the Year Ended 12/31/92
<C>	<C>	<C>	<C>	<C>	<C>
Accumulation Unit Value, Beginning of Period	\$ 11.43	\$ 10.90	\$ 10.61	\$ 10.46	\$ 10.21
Net Investment Income	.22	.50	.30	.19	.25
Net Realized and Unrealized Gain/(Loss) from Security Transactions	--	.03	(.01)	(.04)	--
Total from Investment Operations	.22	.53	.29	.15	.25
Accumulation Unit Value, End of Period	\$ 11.65	\$ 11.43	\$ 10.90	\$ 10.61	\$ 10.46

Total Return**		3.94%*	4.85%	2.70%	1.45%	2.44%
Contract Owners Equity , End of Period (in thousands)	\$	35,856	\$ 34,128	\$ 75,878	\$ 6,552	\$ 4,031
Ratio of Expenses to Average Contract Owners' Equity		1.40%*	1.40%	1.40%	1.40%	1.40%
Ratio of Net Investment Income to Average Contract Owners' Equity		3.85%*	4.48%	2.90%	1.78%	2.46%
Number of Units Outstanding at End of Period		3,078,614	2,987,132	6,963,421	617,575	385,448

<FN>
* Annualized
** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.
</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS
Financial Highlights for each accumulation unit outstanding throughout the
period
per sub-account are presented below:

<TABLE>

<CAPTION>

COVA SERIES TRUST - STOCK INDEX PORTFOLIO
(MANAGED BY VAN KAMPEN AMERICAN CAPITAL INVESTMENT ADVISORY CORP.)

		For the Six Months Ended 6/30/96 (Unaudited)	For the Year Ended 12/31/95	For the Year Ended 12/31/94	For the Year Ended 12/31/93	For the Year Ended 12/31/92
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Accumulation Unit Value, Beginning of Period	\$	15.77	\$ 11.68	\$ 11.87	\$ 11.05	\$ 10.55
Net Investment Income		.05	.51	.37	.22	.52
Net Realized and Unrealized Gain/(Loss) from Security Transactions		1.40	3.58	(.56)	.60	(.02)
Total from Investment Operations		1.45	4.09	(.19)	.82	.50
Accumulation Unit Value, End of Period	\$	17.22	\$ 15.77	\$ 11.68	\$ 11.87	\$ 11.05
Total Return**		19.30%*	35.06%	(1.58)%	7.35%	4.75%
Contract Owners Equity , End of Period (in thousands)	\$	81,807	\$ 85,762	\$ 36,807	\$ 91,269	\$ 34,979
Ratio of Expenses to Average Contract Owners' Equity		1.40%*	1.40%	1.40%	1.40%	1.40%
Ratio of Net Investment Income to Average Contract Owners' Equity		.40%*	4.85%	2.10%	2.99%	10.02%
Number of Units Outstanding at End of Period		4,750,550	5,436,980	3,151,443	7,691,151	3,164,251

<FN>
 * Annualized
 ** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.
 </TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
 FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<TABLE>

<CAPTION>
 COVA SERIES TRUST - SELECT EQUITY PORTFOLIO (MANAGED BY J.P. MORGAN INVESTMENT MANAGEMENT, INC.)

	For the Period From 4/01/96 (Commencement of Operations) Through 6/30/96 (Unaudited)	
<S>	<C>	
Accumulation Unit Value, Beginning of Period	\$	10.00

Net Investment Income		.02
Net Realized and Unrealized Gain/(Loss) from Security Transactions		(.11)
Total from Investment Operations		(.09)
Accumulation Unit Value, End of Period	\$	9.91
	=====	
Total Return**		(3.41)%*
Contract Owners Equity , End of Period (in thousands)	\$	5,364
Ratio of Expenses to Average Contract Owners' Equity		1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity		.67%*
Number of Units Outstanding at End of Period		541,014

<FN>
 * Annualized
 ** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.
 </TABLE>

See accompanying notes to financial statements.

VARIABLE ANNUITY ACCOUNT ONE
 FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<TABLE>

<CAPTION>
 COVA SERIES TRUST - LARGE CAP STOCK PORTFOLIO (MANAGED BY J.P. MORGAN INVESTMENT MANAGEMENT, INC.)

For the Period From 4/01/96
 (Commencement of Operations)
 Through 6/30/96 (Unaudited)
 <S> <C>

Accumulation Unit Value, Beginning of Period	\$	10.00

Net Investment Income		.03
Net Realized and Unrealized Gain/(Loss) from Security Transactions		.18
Total from Investment Operations		.21
Accumulation Unit Value, End of Period	\$	10.21
=====		
Total Return**		8.90%*
Contract Owners Equity , End of Period (in thousands)	\$	15,332
Ratio of Expenses to Average Contract Owners' Equity		1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity		1.19%*
Number of Units Outstanding at End of Period		1,501,012

<FN>
 * Annualized
 ** Investment returns do not reflect any annual contract maintenance
 fees or withdrawal charges.
 </TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONEHIGHLIGHTS
 Financial Highlights for each accumulation unit outstanding throughout the
 period
 per sub-account are presented below:

<TABLE>
 <CAPTION>
 COVA SERIES TRUST - SMALL CAP STOCK PORTFOLIO (MANAGED BY J.P. MORGAN
 INVESTMENT MANAGEMENT, INC.)

For the Period From 4/01/96 (Commencement of Operations) Through 6/30/96 (Unaudited) <S> <C>		
Accumulation Unit Value, Beginning of Period	\$	10.00

Net Investment Income		.00
Net Realized and Unrealized Gain/(Loss) from Security Transactions		.47
Total from Investment Operations		.47
Accumulation Unit Value,		

End of Period	\$	10.47
		=====
Total Return**		20.09%*
Contract Owners Equity , End of Period (in thousands)	\$	5,446
Ratio of Expenses to Average Contract Owners' Equity		1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity		(.03)%*
Number of Units Outstanding at End of Period		520,327

<FN>

* Annualized

** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.

</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE

FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<TABLE>

<CAPTION>

COVA SERIES TRUST - INTERNATIONAL EQUITY PORTFOLIO (MANAGED BY J.P. MORGAN INVESTMENT MANAGEMENT, INC.)

	For the Period From 4/01/96 (Commencement of Operations) Through 6/30/96 (Unaudited)
<S>	<C>

Accumulation Unit Value, Beginning of Period	\$	10.00

Net Investment Income		.03
Net Realized and Unrealized Gain/(Loss) from Security Transactions		.33
Total from Investment Operations		.36
Accumulation Unit Value, End of Period	\$	10.36
		=====
Total Return**		15.25%*
Contract Owners Equity , End of Period (in thousands)	\$	6,913
Ratio of Expenses to Average Contract Owners' Equity		1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity		1.61%*

Number of Units Outstanding
at End of Period 667,291

<FN>
* Annualized
** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.
</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS
Financial Highlights for each accumulation unit outstanding throughout the period sub-account are presented below:

<TABLE>
<CAPTION>
COVA SERIES TRUST - QUALITY BOND PORTFOLIO (MANAGED BY J.P. MORGAN INVESTMENT MANAGEMENT, INC.)

	For the Period From 4/01/96 (Commencement of Operations) Through 6/30/96 (Unaudited)
<S>	<C>
Accumulation Unit Value, Beginning of Period	\$ 10.00

Net Investment Income	.10
Net Realized and Unrealized Gain/(Loss) from Security Transactions	(.12)
Total from Investment Operations	(.02)
Accumulation Unit Value, End of Period	\$ 9.98
	=====
Total Return**	(.86)%*
Contract Owners Equity , End of Period (in thousands)	\$ 5,468
Ratio of Expenses to Average Contract Owners' Equity	1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity	4.73%*
Number of Units Outstanding at End of Period	548,016

<FN>
* Annualized
** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.
</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE
FINANCIAL HIGHLIGHTS
Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<TABLE>
<CAPTION>
COVA SERIES TRUST - BOND DEBENTURE PORTFOLIO (MANAGED BY LORD, ABBETT & CO.)

For the Period From 4/01/96
 (Commencement of Operations)
 Through 6/30/96 (Unaudited)
 <C>

<S>	
Accumulation Unit Value, Beginning of Period	\$ 10.00 -----
Net Investment Income	.06
Net Realized and Unrealized Gain/(Loss) from Security Transactions	.22
Total from Investment Operations	.28
Accumulation Unit Value, End of Period	\$ 10.28 =====
Total Return**	11.69%*
Contract Owners Equity , End of Period (in thousands)	\$ 1,886
Ratio of Expenses to Average Contract Owners' Equity	1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity	5.77%*
Number of Units Outstanding at End of Period	183,490

<FN>
 * Annualized
 ** Investment returns do not reflect any annual contract maintenance
 fees or withdrawal charges.
 </TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE
 FINANCIAL HIGHLIGHTS
 Financial Highlights for each accumulation unit outstanding throughout the
 period
 per sub-account are presented below:

<TABLE>
 <CAPTION>
 GENERAL AMERICAN CAPITAL COMPANY - MONEY MARKET PORTFOLIO

For the Period From 6/03/96
 (Commencement of Operations)
 Through 6/30/96 (Unaudited)
 <C>

<S>	
Accumulation Unit Value, Beginning of Period	\$ 10.00 -----
Net Investment Income	(.01)
Net Realized and Unrealized Gain/(Loss) from Security Transactions	.04
Total from Investment Operations	.03
Accumulation Unit Value, End of Period	\$ 10.03 =====

Total Return**		3.65%*
Contract Owners Equity , End of Period (in thousands)	\$	47
Ratio of Expenses to Average Contract Owners' Equity		1.40%*
Ratio of Net Investment Income to Average Contract Owners' Equity		(1.40)%*
Number of Units Outstanding at End of Period		4,700

<FN>

* Annualized

** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.

</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE

FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period

per sub-account are presented below:

<TABLE>

<CAPTION>

LORD ABBETT SERIES FUND, INC. - GROWTH AND INCOME PORTFOLIO

	For the Six Months Ended 6/30/96 (Unaudited)	For the Year Ended 12/31/95	For the Year Ended 12/31/94	For the Year Ended 12/31/93	For the Year Ended 12/31/92
<S>	<C>	<C>	<C>	<C>	<C>
Accumulation Unit Value, Beginning of Period	\$ 21.31	\$ 16.64	\$ 16.42	\$ 14.50	\$ 12.73
Net Investment Income	(.15)	1.37	.76	.88	1.06
Net Realized and Unrealized Gain/(Loss) from Security Transactions	1.49	3.30	(.54)	1.04	.71
Total from Investment Operations	1.34	4.67	.22	1.92	1.77
Accumulation Unit Value, End of Period	\$ 22.65	\$ 21.31	\$ 16.64	\$ 16.42	\$ 14.50
Total Return**	13.05%*	28.03%	1.32%	13.24%	13.98%
Contract Owners Equity , End of Period (in thousands)	\$ 238,794	\$ 190,630	\$ 114,416	\$ 82,033	\$ 37,146
Ratio of Expenses to Average Contract Owners' Equity	1.40%*	1.40%	1.40%	1.40%	1.40%

Ratio of Net Investment Income

to Average Contract					

Owners' Equity	(1.40)%*	8.57%	5.40%	8.12%	10.59%

Number of Units Outstanding					

at End of Period	10,544,642	8,947,108	6,875,139	4,994,582	2,560,999

<FN>

* Annualized

** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE

FINANCIAL HIGHLIGHTS

Financial Highlights for each accumulation unit outstanding throughout the period per sub-account are presented below:

<TABLE>

<CAPTION>

LORD ABBETT SERIES FUND, INC. - GLOBAL EQUITY PORTFOLIO

	For the Six Months	For the Year	For the Year	For the Year	For the Year
	Ended 6/30/96	Ended	Ended	Ended	Ended
	(Unaudited)	12/31/95	12/31/94	12/31/93	12/31/92
<S>	<C>	<C>	<C>	<C>	<C>
Accumulation Unit Value,					

Beginning of Period	\$ 14.52	\$ 13.33	\$ 13.29	\$ 10.64	\$ 10.97

Net Investment Income	(0.11)	.91	1.45	.24	.18

Net Realized and Unrealized Gain/(Loss) from Security Transactions	1.10	.28	(1.41)	2.41	(.51)

Total from Investment Operations	.99	1.19	.04	2.65	(.33)

Accumulation Unit Value,					

End of Period	\$ 15.51	\$ 14.52	\$ 13.33	\$ 13.29	\$ 10.64
=====					
Total Return**	14.15%*	8.91%	.27%	24.91%	(2.98)%

Contract Owners Equity ,					

End of Period (in thousands)	\$ 2,593	\$ 2,500	\$ 3,108	\$ 3,635	\$ 3,249

Ratio of Expenses to Average					

Contract Owners' Equity	1.40%*	1.40%	1.40%	1.40%	1.40%

Ratio of Net Investment Income					

to Average Contract					

Owners' Equity	(1.40)%*	5.36%	9.78%	1.88%	1.38%

Number of Units Outstanding

at End of Period	167,244	172,206	233,186	273,399	305,314
------------------	---------	---------	---------	---------	---------

<FN>

* Annualized

** Investment returns do not reflect any annual contract maintenance fees or withdrawal charges.

</TABLE>

See accompanying notes to financial statements.

COVA VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

1. Organization:

Cova Variable Annuity Account One, (the "Separate Account") is a separate investment account established by a resolution of the Board of Directors of Cova Financial Services Life Insurance Company ("Cova Life"). The Separate Account operates as a Unit Investment Trust under the Investment Company Act of 1940.

The Separate Account is divided into sub-accounts, with the assets of each sub-account invested in the Cova Series Trust (formerly Van Kampen Merritt Series Trust) ("Trust"), the Lord Abbett Series Fund, Inc. ("Fund") or General American Capital Company (GACC). The Trust consists of eleven portfolios of which five portfolios are managed by Van Kampen American Capital Investment Advisory Corp., five are managed by J.P. Morgan Investment Management, Inc. and one portfolio is managed by Lord, Abbett & Co. During 1996 and prior, the Trust portfolios available for investment were the Quality Income, High Yield, Growth and Income, Money Market, Stock Index, Select Equity, Large Cap Stock, Small Cap Stock, International Equity, Quality Bond, and Bond Debenture Portfolios. The Fund had two portfolios available for investment during and prior to 1996; the Growth and Income Global Equity Portfolios. GACC had the Money Market Portfolio available for investment in 1996. Not all portfolios of the Trust, Fund and GACC are available for investment depending upon the nature and specific terms of the different contracts currently being offered for sale. The Trust, Fund and GACC are all diversified, open-end, management investment companies which are intended to meet differing investment objectives.

The Trust Quality Income Portfolio invests in U.S. Government issued debt obligations and in various investment-grade debt instruments, including mortgage pass-through certificates and collateralized mortgage obligations. The Trust High Yield Portfolio invests primarily in medium and lower-grade debt securities and futures and options contracts. The Trust Growth and Income Portfolio invests primarily in common stocks and futures and options contracts. The Trust Money Market and GACC Money Market Portfolios invest in short-term money market instruments. The Trust Stock Index Portfolio invests in common stocks, stock index futures and options, and short-term securities. The Trust Select Equity and Large Cap Stock Portfolios invest in stocks of large and medium-sized companies holding from 60 to 90 and from 225 to 250 stocks, respectively. The Trust Small Cap Stock Portfolio invests primarily in the common stock of small U.S. companies. The Trust International Equity Portfolio invests primarily in stocks of established companies based in developed countries. The Trust Quality Bond Portfolio investment objective is to provide a high total return consistent with moderate risk of capital and maintenance of liquidity. The Trust Bond Debenture Portfolio invests primarily in convertible and discount debt securities. The Fund Growth and Income Portfolio invests in common stocks. The Fund Global Equity Portfolio invests primarily in both domestic and foreign common stocks and forward currency contracts.

In order to satisfy diversification requirements and provide for optimum policyholder returns, Cova Life has made periodic contributions to the Trust and Fund to provide for the initial purchases of investments. In return, Cova Life has been credited with accumulation units of the Separate Account. As additional funds are received through policyholder deposits, Cova Life has, at its discretion and without adversely impacting the investment operations of the Trust and Fund, removed its capital investment in the Separate Account by

liquidating accumulation units. Since inception, \$48,700,000 has been contributed to the Separate Account by Cova Life of which, after subsequent redemptions, \$27,621,951 remains as of June 30, 1996.

2. SIGNIFICANT ACCOUNTING POLICIES:

A. INVESTMENT VALUATION

Investments in shares of the Trust, Fund and GACC are carried in the statement of assets and liabilities at the underlying net asset value of the Trust, Fund and GACC. The net asset value of the Trust, Fund and GACC has been determined on the market value basis and is valued daily by the Trust, Fund and GACC investment managers. Realized gains and losses are calculated by the average cost method.

COVA VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

B. REINVESTMENT OF DIVIDENDS

Dividends received from net investment income and net realized capital gains are reinvested in additional shares of the portfolio of the Trust, Fund or GACC making the distribution or, at the election of the Separate Account, received in cash. Dividend income and capital gain distributions are recorded as income on the ex-dividend date.

C. FEDERAL INCOME TAXES

Operations of the Separate Account form a part of Cova Life, which is taxed as a "Life Insurance Company" under the Internal Revenue Code ("Code"). Under current provisions of the Code, no Federal income taxes are payable by Cova Life with respect to earnings of the Separate Account.

Under the principles set forth in Internal Revenue Ruling 81-225 and Section 817(h) of the Code and regulations thereunder, Cova Life believes that it will be treated as the owner of the assets invested in the Separate Account for Federal income tax purposes, with the result that earnings and gains, if any, derived from those assets will not be included in a contract owners gross income until amounts are withdrawn or received pursuant to an Optional Payment Plan.

3. CONTRACT CHARGES:

There are no deductions made from purchase payments for sales charges at the time of purchase. However, if all or a portion of the contract value is withdrawn, a withdrawal charge is calculated and deducted from the contract value. The withdrawal charge is imposed on withdrawals of contract values attributable to purchase payments within five years after receipt and is equal to 5% of the purchase payment withdrawn. After the first contract anniversary, provided that the contract value prior to withdrawal exceeds \$5,000, an owner may make a withdrawal each contract year of up to 10% of the aggregate purchase payments free from withdrawal charges. An annual contract maintenance charge of \$30 is imposed on all contracts with contract values less than \$50,000 on their policy anniversary. The charge covers the cost of contract administration for the previous year and is prorated between the sub-accounts to which the contract value is allocated.

Mortality and expense risks assumed by Cova Life are compensated by a charge equivalent to an annual rate of 1.25% of the value of net assets. The mortality risks assumed by Cova Life arise from its contractual obligation to make annuity payments after the annuity date for the life of the annuitant, and to waive the withdrawal charge in the event of the death of the contract owner.

In addition, the Separate Account bears certain administration expenses, which are equivalent to an annual rate of .15% of net assets. These charges cover the cost of establishing and maintaining the contracts and Separate Account.

Cova Life currently advances any premium taxes due at the time purchase payments are made and then deducts premium taxes from the contract value at the time annuity payments begin or upon withdrawal if Cova Life is unable to obtain a refund. Cova Life, however, reserves the right to deduct premium taxes when incurred.

4. ACCOUNT TRANSFERS:

Subject to certain restrictions, the contract owner may transfer all or a part of the accumulated value of the contract among other offered and available account options of the Separate Account and fixed rate annuities of Cova Life. If more than 12 transfers have been made in the contract year, a transfer fee

of \$25 per transfer or, if less, 2% of the amount transferred will be deducted from the account value. If the owner is participating in the Dollar Cost Averaging program, such related transfers are not taken into account in determining any transfer fee.

COVA VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

5. GAIN/(LOSS) ON INVESTMENTS:

The table below summarizes realized and unrealized gains and losses on investments:

<TABLE>

<CAPTION>

REALIZED GAIN/(LOSS) ON INVESTMENTS (IN THOUSANDS OF DOLLARS):

	For the Six Months	For the Year
	Ended 6/30/96	Ended
	(Unaudited)	12/31/95
<S>	<C>	<C>
Trust Quality Income Portfolio:		
Aggregate Proceeds From Sales	\$ 8,959	\$ 21,223
Aggregate Cost	8,972	21,207
Net Realized Gain on Investments	\$ (13)	\$ 16
Trust High Yield Portfolio:		
Aggregate Proceeds From Sales	\$ 21,062	\$ 1,957
Aggregate Cost	21,263	2,074
Net Realized Loss on Investments	\$ (201)	\$ (117)
Trust Growth and Income Portfolio:		
Aggregate Proceeds From Sales	\$ 487	\$ 1,127
Aggregate Cost	434	1,082
Net Realized Gain on Investments	\$ 53	\$ 46
Trust Money Market Portfolio:		
Aggregate Proceeds From Sales	\$ 22,271	\$ 71,027
Aggregate Cost	22,271	71,027
Net Realized Gain/(Loss) on Investments	--	--
Trust Stock Index Portfolio:		
Aggregate Proceeds From Sales	\$ 16,626	\$ 19,097
Aggregate Cost	13,710	16,508
Net Realized Gain on Investments	\$ 2,916	\$ 2,589
Trust Select Equity Portfolio		
Aggregate Proceeds From Sales	\$ 1,635	
Aggregate Cost	1,649	N/A
Net Realized Loss on Investments	\$ (14)	

</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

5. GAIN/(LOSS) ON INVESTMENTS, CONTINUED:

<TABLE>

<CAPTION>

REALIZED GAIN/(LOSS) ON INVESTMENTS (IN THOUSANDS OF DOLLARS):

	For the Six Months	For the Year
	Ended 6/30/96	Ended
	(Unaudited)	12/31/95
<S>	<C>	<C>
Trust Large Cap Stock Portfolio		
Aggregate Proceeds From Sales	\$ 90	
Aggregate Cost	89	N/A
Net Realized Gain on Investments	\$ 1	
Trust Small Cap Stock Portfolio	\$ 1,675	
Aggregate Proceeds From Sales	1,625	N/A
Aggregate Cost	\$ 50	
Net Realized Gain on Investments		
Trust International Equity Portfolio		
Aggregate Proceeds From Sales	\$ 1,190	
Aggregate Cost	1,160	N/A
Net Realized Gain on Investments	\$ 30	
Trust Quality Bond Portfolio		
Aggregate Proceeds From Sales	\$ 34	
Aggregate Cost	34	N/A
Net Realized Gain on Investments	--	
Trust Bond Debenture Portfolio		
Aggregate Proceeds From Sales	\$ 475	
Aggregate Cost	470	N/A
Net Realized Gain on Investments	\$ 5	
Fund Growth and Income Portfolio:		
Aggregate Proceeds From Sales	\$ 476	\$ 4,043
Aggregate Cost	401	3,660
Net Realized Gain on Investments	\$ 75	\$ 383
Fund Global Equity Portfolio:		
Aggregate Proceeds From Sales	\$ 110	\$ 946
Aggregate Cost	99	883
Net Realized Gain on Investments	\$ 11	\$ 63

</TABLE>

VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

5. GAIN/(LOSS) ON INVESTMENTS, CONTINUED:

<TABLE>

<CAPTION>

REALIZED GAIN/(LOSS) ON INVESTMENTS (IN THOUSANDS OF DOLLARS):

	For the Six Months ----- Ended 6/30/96 ----- (Unaudited) -----	For the Year ----- Ended ----- 12/31/95 -----
<S>	<C>	<C>
GACC Money Market Portfolio		
Aggregate Proceeds From Sales	\$ 1	
Aggregate Cost	1	N/A
Net Realized Gain on Investments	--	

UNREALIZED GAIN/(LOSS) ON INVESTMENTS (IN THOUSANDS OF DOLLARS):

Trust Quality Income Portfolio:		
End of Period	\$ (523)	\$ 1,469
Beginning of Period	1,469	(2,131)
Net Change in Unrealized Gain/(Loss) on Investments	\$ (1,992)	\$ 3,600
Trust High Yield Portfolio:		
End of Period	\$ (654)	\$ (461)
Beginning of Period	(461)	(2,247)
Net Change in Unrealized Gain/(Loss) on Investments	\$ (193)	\$ 1,786
Trust Growth and Income Portfolio:		
End of Period	\$ 2,850	\$ 1,636
Beginning of Period	1,636	(612)
Net Change in Unrealized Gain/(Loss) on Investments	\$ 1,214	\$ 2,248
Trust Money Market Portfolio:		
End of Period	\$ 35,860	--
Beginning of Period	35,860	(110)
Net Change in Unrealized Gain/(Loss) on Investments	--	\$ 110
Trust Stock Index Portfolio:		
End of Period	\$ 15,507	\$ 10,976
Beginning of Period	10,976	(862)
Net Change in Unrealized Gain/(Loss) on Investments	\$ 4,531	\$ 11,838
Trust Select Equity Portfolio:		
End of Period	\$ (80)	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ (80)	

</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE
NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

5. GAIN/(LOSS) ON INVESTMENTS, CONTINUED:

<TABLE>

<CAPTION>

UNREALIZED GAIN/(LOSS) ON INVESTMENT (IN THOUSANDS OF DOLLARS):

	For the Six Months Ended 6/30/96 (Unaudited)	For the Year Ended 12/31/95
<S>	<C>	<C>
Trust Large Cap Portfolio:		
End of Period	\$ 276	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ 276	
=====		
Trust Small Cap Portfolio:		
End of Period	\$ 123	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ 123	
=====		
Trust International Equity Portfolio:		
End of Period	\$ 163	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ 163	
=====		
Trust Quality Bond Portfolio:		
End of Period	\$ (64)	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ (64)	
=====		
Trust Bond Debenture Portfolio:		
End of Period	\$ 13	
Beginning of Period	--	N/A
Net Change in Unrealized Gain/(Loss) on Investments	\$ 13	
=====		
Fund Growth and Income Portfolio:		
End of Period	\$ 36,426	\$ 22,469
Beginning of Period	22,469	285
Net Change in Unrealized Gain/(Loss) on Investments	\$ 13,957	\$ 22,184
=====		
Fund Global Equity Portfolio:		
End of Period	\$ 327	\$ 152
Beginning of Period	152	147
Net Change in Unrealized Gain/(Loss) on Investments	\$ 175	\$ 5
=====		
GACC Money Market Portfolio		
End of Period	--	N/A
Beginning of Period	--	
Net Change in Unrealized Gain/(Loss) on Investments	--	
=====		

</TABLE>

COVA VARIABLE ANNUITY ACCOUNT ONE

NOTES TO FINANCIAL STATEMENTS

For the six months ended June 30, 1996 (Unaudited)
and for the year ended December 31, 1995

6. ACCOUNT UNIT TRANSACTIONS:

The change in the number of accumulation units resulting from account unit transactions is as follows:

COVA	LORD ABBETT	
SERIES TRUST	SERIES FUND, INC.	GACC

<TABLE>

<CAPTION>

QUALITY HIGH GROWTH & MONEY STOCK BOND QUALITY INTL

	INCOME	YIELD	INCOME	MARKET	INDEX	DEBENTURE	BOND	EQUITY
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Balances at December 31, 1994	2,576,412	1,157,642	977,209	6,963,421	3,151,443	N/A	N/A	N/A
Redemptions by Cova Life	--	--	--	--	--			
Units Sold	181,275	195,356	162,687	2,450,650	163,890			
Units Redeemed	(362,174)	(114,779)	(55,487)	(405,521)	(300,704)			
Units Transferred	295,120	632,013	258,424	(6,021,418)	2,422,351			
Balance at December 31, 1995	2,690,633	1,870,232	1,342,833	2,987,132	5,436,980	N/A	N/A	N/A
Contributions by Cova Life	--	--	--	--	--	50,000	500,000	500,000
Redemptions by Cova Life	--	--	--	--	--	(50,000)	--	(145,617)
Units Sold	82,515	65,480	108,657	1,888,137	126,982	123,347	21,986	148,011
Units Redeemed	(103,688)	(63,220)	(26,529)	(106,954)	(124,136)	(452)	(38)	(79)
Units Transferred	941,142	(347,942)	236,801	(1,689,701)	(689,276)	60,595	26,068	164,976
Balance at June 30, 1996 (Unaudited)	3,610,602	1,524,550	1,661,762	3,078,614	4,750,550	183,490	548,016	667,291
	SMALL CAP STOCK	LARGE CAP STOCK	SELECT EQUITY	GROWTH & INCOME	GLOBAL EQUITY	MONEY MARKET	TOTAL	
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	
Balances at December 31, 1994	N/A	N/A	N/A	6,875,139	233,186	N/A	2,193,445	
Redemptions by Cova Life				--	(10,000)		(10,000)	
Units Sold				1,505,688	50,282		4,709,828	
Units Redeemed				(940,462)	(91,135)		2,270,262	
Units Transferred				1,506,743	(10,127)		(916,893)	
Balance at December 31, 1995	N/A	N/A	N/A	8,947,108	172,206	N/A	23,447,124	
Contributions by Cova Life	500,000	1,500,000	500,000	--	--	--	3,550,000	
Redemptions by Cova Life	(263,687)	(36,005)	(345,326)	--	--	--	(840,635)	
Units Sold	138,080	14,366	217,785	736,492	5,137	1,488	3,678,463	
Units Redeemed	(118)	--	(147)	(240,032)	(9,106)	--	(674,499)	
Units Transferred	146,052	22,651	168,702	1,101,074	(993)	3,212	143,361	
Balance at June 30, 1996 (Unaudited)	520,327	1,501,012	541,014	10,544,642	167,244	4,700	29,303,814	