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May 1, 2004

THE GUARDIAN INVESTOR(R) INDIVIDUAL
VARIABLE ANNUITY CONTRACT PROSPECTUS

This prospectus describes two types of Individual Deferred Variable Annuity Contracts, the Single Premium Payment Contract and the Flexible Premium Payment Contract. It contains important information that you should know before investing in the contracts. Please read this prospectus carefully, along with the accompanying fund prospectuses, and keep them for future reference.

The contracts are issued by The Guardian Insurance & Annuity Company, Inc. (GIAC) through its Separate Account D (the Separate Account). They are designed to provide tax deferred annuity benefits under retirement programs. It will also pay a death benefit if the owner or annuitant dies before annuity payments begin.

The Single Premium Payment Contract requires a minimum investment of \$5,000, while the Flexible Premium Payment Contract requires a minimum initial premium payment of \$500 (\$1,000 in New York State). Your premiums may be invested in up to 20 variable investment options or 19 variable investment options and a fixed-rate option. Special limits apply to transfers out of the fixed-rate option. The variable investment options invest in the mutual funds listed below. Some of these funds may not be available in your state. The prospectuses for these Funds accompany this prospectus.

- o The Guardian Variable Contract Funds, Inc.
 - The Guardian Stock Fund
 - The Guardian VC 500 Index Fund
 - The Guardian VC Asset Allocation Fund
 - The Guardian VC High Yield Bond Fund

 - The Guardian VC Low Duration Bond Fund
 - The Guardian UBS VC Large Cap Value Fund
 - The Guardian UBS VC Small Cap Value Fund
- o The Guardian Bond Fund, Inc.
- o The Guardian Cash Fund, Inc.
- o GIAC Funds, Inc.
 - Baillie Gifford International Growth Fund (formerly Baillie Gifford International Fund)

 - Baillie Gifford Emerging Markets Fund
 - The Guardian Small Cap Stock Fund
- o Value Line Strategic Asset Management Trust
- o Value Line Centurion Fund
- o Gabelli Capital Series Funds, Inc.
 - Gabelli Capital Asset Fund
- o Alliance Variable Products Series Fund
 - AllianceBernstein Growth & Income Portfolio (Class B)
 - AllianceBernstein Premier Growth Portfolio (Class B)
 - AllianceBernstein Technology Portfolio (Class B)
 - AllianceBernstein Value Portfolio (Class B)
 - MFS(R) Variable Insurance Trust (Initial Class)
 - MFS Investors Trust Series
 - MFS Emerging Growth Series
 - MFS New Discovery Series
 - MFS Research Series
 - MFS Total Return Series
- o AIM Variable Insurance Funds (Series I Shares)
 - AIM V.I. Capital Appreciation Fund

 - INVESCO VIF-Utilities Fund (AIM V.I. Global Utilities Fund was merged into the INVESCO VIF-Utilities Fund on April 30, 2004)

 - AIM V.I. Premier Equity Fund
- o Davis Variable Account Fund
 - Davis Financial Portfolio
 - Davis Real Estate Portfolio
 - Davis Value Portfolio
- o Fidelity Variable Insurance Products Fund (Service Class)
 - Fidelity VIP Growth Opportunities Portfolio
 - Fidelity VIP Equity-Income Portfolio
 - Fidelity VIP Contrafund Portfolio
 - Fidelity VIP Mid Cap Portfolio

- o Franklin Templeton Variable Insurance Products Trust
 - Templeton Growth Securities Fund (Class 2)
- o Janus Aspen Series (Institutional Shares)
 - Janus Aspen Mid Cap Growth Portfolio
 - Janus Aspen Capital Appreciation Portfolio
 - Janus Aspen Growth Portfolio
 - Janus Aspen Worldwide Growth Portfolio
- o Van Kampen Life Investment Trust (Class II Shares)
 - Van Kampen Life Investment Trust Government Portfolio
 - Van Kampen Life Investment Trust Growth and Income Portfolio

A Statement of Additional Information about the contracts and the Separate Account is available free of charge by writing to GIAC at its Customer Service Office, P.O. Box 26210, Lehigh Valley, Pennsylvania 18002, or by calling 1-800-221-3253. Its contents are noted on page 40 of this prospectus.

The Statement of Additional Information, which is also dated May 1, 2004, is incorporated by reference into this prospectus.

The Securities and Exchange Commission has a web site (<http://www.sec.gov>) which you may visit to view this Prospectus, Statement of Additional Information and other information.

These securities have not been approved or disapproved by the Securities and Exchange Commission or any state securities commission, nor has the Commission or any state securities commission passed upon the accuracy or adequacy of this prospectus.

The contracts are not a deposit or obligation of, or guaranteed or endorsed by, any bank or depository institution, and the contracts are not federally insured by the Federal Deposit Insurance Corporation, the Federal Reserve Board or any other agency, and involve investment risk, including possible loss of the principal amount invested.

CONTENTS

This variable annuity contract may not be available in all states or jurisdictions. This prospectus does not constitute an offering in any state or jurisdiction in which such an offering may not lawfully be made. GIAC does not authorize any information or representations regarding the offering described in this prospectus or any supplement thereto or in any supplemental sales material authorized by GIAC. This prospectus is not valid without the prospectuses for the Funds.

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SUMMARY

WHAT IS A VARIABLE ANNUITY CONTRACT AND HOW DOES IT WORK?

A VARIABLE ANNUITY CONTRACT allows you to accumulate tax-deferred savings which are invested in options that you choose. This is the accumulation period of the contract. On an agreed date, you or someone else you have named will start receiving regular payments from the amount you have saved and any investment earnings. This is the annuity period. The amount of the annuity payments will depend on earnings during the accumulation period, and afterward if you select a variable annuity option. That's why this product is called a variable annuity.

The accumulation period

During the accumulation period, these contracts allow you to allocate your net premium payments and accumulation value to as many as twenty variable investment options, or nineteen variable investment options and a fixed-rate option.

When you allocate your premiums to the variable investment options, you bear the risk of any investment losses. No assurance can be given that the value of the contracts during the accumulation period, or the total amount of annuity payments made under the contracts, will equal or exceed the net premium payments allocated to the variable investment options. When you allocate your net investment premium payments to the fixed-rate option, the contracts guarantee that they will earn a minimum rate of interest and the investment risk is borne by GIAC.

GIAC has established a Separate Account to hold the variable investments in its annuity contracts. The Separate Account has 41 investment divisions, corresponding to 41 variable investment options, each of which invests in a mutual fund. Your net premiums are used to buy accumulation units in the investment divisions you have chosen, or are allocated to the fixed-rate option.

The total value of your contract's investment in the investment divisions and in the fixed-rate option is known as the accumulation value. It's determined by multiplying the number of variable accumulation units credited to your account in each investment division by the current value of the division's units, and adding your value in the fixed-rate option.

The value of units in a variable investment division reflects the investment experience within the division. The value of units in the fixed-rate option reflects interest accrued at a rate not less than the guaranteed minimum specified in the contract. For a complete explanation, please see Financial information: How we calculate unit values.

The annuity period

Annuity payments under these contracts must begin no later than the annuitant's 85th birthday. Distributions under the contract are taxable, and if you take money out of the contract before age 59 1/2, you may also incur a 10% federal tax penalty on your earnings.

You may select one or a combination of three annuity payout options under the contract:

- o Life annuity without a guaranteed period
- o Life annuity with a 10-year guaranteed period
- o Joint and survivor annuity.

These payout options are available on either a variable or fixed-rate basis. They're described in more detail in the section titled The annuity period.

Other contract features

Transfers among investment options

You can make transfers among the variable investment options at any time. Transfers to and from the fixed-rate option are only permitted during the accumulation period. Certain restrictions apply to transfers out of the fixed-rate option. Transfers must also comply with the rules of any retirement plan that apply. Please see The accumulation period: Transfers.

Death benefits

If you, or another person named as the annuitant, should die before annuity payments begin, then we pay a death benefit to the beneficiary. The contracts also give you the option of purchasing a rider that may provide a greater death benefit. Please see Other contract features: Death benefits.

Surrenders and partial withdrawals

At any time during the accumulation period, you may withdraw some or all of the amount you have saved in the contract. Taking out all you have saved is known as a surrender; taking out part of your savings is a partial withdrawal. These options are not available once annuity payments begin. Please see The accumulation period: Surrenders and partial withdrawals.

PROSPECTUS 1

Expenses

The following are expenses that you will incur as a contract owner:

- o Operating expenses for mutual funds comprising the variable investment options

Management fees, 12b-1 fees, and other expenses associated with the Funds ranged from 0.40% to 1.82% in 2003. Actual charges will depend on the variable investment options you select.

- o Mortality and expense risk charges

1.15% annually of the net asset value of your variable investment options.

- o Administrative expenses

\$35 annually will be deducted from the accumulation value of your contract.

The following are expenses that you may incur as a contract owner:

- o Contingent deferred sales charges

A charge of 1% to 6% against any amount that you withdraw that has been in your contract for less than eight years. The actual amount will depend on the number of years the amount has been invested.

- o Enhanced death benefit expense

If you choose this benefit, the annual expense is up to 0.30% of the net asset value of your variable investment options, depending on the rider

chosen.

o Annuity taxes

A tax on premiums or annuity payments, applicable in some states and municipalities only, that currently range up to 3.5% of premiums paid to the contract.

Deciding to purchase a contract

You should consider purchasing a variable annuity contract if your objective is to invest over a long period of time and to accumulate assets on a tax-deferred basis, generally for retirement. A tax-deferred accrual feature is provided by any tax-qualified arrangement. Therefore, you should have reasons other than tax-deferral for purchasing the contract to fund a tax-qualified arrangement. You have the right to examine the contract and return it for cancellation within 10 days of receiving it. This is known as the free-look period. The period may be longer than 10 days in some states. Because the laws and regulations that govern the contract vary among the jurisdictions where the contract is sold, some of the contract's terms will vary depending on where you live.

We sell other variable annuity contracts with other features and charges. Please contact us if you would like more information.

For information about the compensation we pay for sales of the contract, see Distribution of the contract.

Please see Appendix A: Summary financial information about the Separate Account for more information about Separate Account D and accumulation unit values.

Please see Special terms used in this prospectus for definitions of key terms.

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EXPENSE TABLES

The following tables describe the fees and expenses that you will pay when buying, owning, and surrendering the contract. The first table describes the fees and expenses that you will pay at the time that you buy the contract, surrender the contract, or transfer cash value among investment options. State premium taxes may also be deducted.

Expenses

The tables will assist you in understanding the various costs and expenses of the Separate Account and its underlying Funds that you will bear directly or indirectly. See Financial Information - Contract costs and expenses and the accompanying Fund prospectuses for a more complete description of the various costs and expenses. Premium taxes may apply.

CONTRACT OWNER TRANSACTION EXPENSES

Sales Charge Imposed on Purchases:	None
Contingent Deferred Sales Charge	6% see Note (1)
Transfer Fee:	Currently, none (may charge \$25 for each transfer)

Note:

(1) For Single Premium Payment Contracts, the following contingent deferred sales charges will be assessed upon amounts withdrawn during the first seven contract years:

Number of contract years completed from date of the premium payment	Contingent deferred sales charge percentage
1	6%
2	6%

3	5%
4	4%
5	3%
6	2%
7	1%
8+	0%

After the first contract year, you may withdraw in each contract year, without a deferred sales charge, the greater of (i) 10% of the accumulation value on the date of the first withdrawal in the current contract year, or (ii) 10% of the amount of the single premium payment. Per contracts issued in Section 1035 exchanges or in certain IRA transfers or rollovers, this privilege may also be exercised in the first contract year. The amount used to calculate this charge will not exceed the single premium payment and the charge will not exceed 6% of the amount being withdrawn, as outlined in the table above.

For Flexible Premium Payment Contracts, the contingent deferred sales charges will be the lesser of:

- o 6% of the total payments made during the 84 months immediately preceding the date of withdrawal, or
- o 6% of the total amount being withdrawn.

After the first contract year, you may withdraw in each contract year, without a deferred sales charge, the greater of (i) 10% of the accumulation value on the date of the first withdrawal in the current contract year, or (ii) 10% of the total premiums paid under the contract in the 84 months immediately preceding the date of your withdrawal. For contracts issued in Section 1035 exchanges on certain IRA transfers or rollovers, this privilege may also be exercised in the first contract year. This charge will not exceed 6% of the total premiums paid in the 84 months preceding the date of your withdrawal.

PROSPECTUS 3

The next table describes the fees and expenses that you will pay periodically during the time that you own the contract, not including the fees and expenses of the underlying mutual funds associated with the variable investment options.

Annual Contract Fee: \$35.00*

*The annual contract fee may be lower where required by state law.

SEPARATE ACCOUNT LEVEL ANNUAL EXPENSES
(as a percentage of daily net asset value)

<TABLE>
<CAPTION>

	For Contract Without Enhanced Death Benefit	For Contract With 7 Year Enhanced Death Benefit	For Contract With Contract Anniversary Enhanced Death Benefit
<S>	<C>	<C>	<C>
Mortality & Expense Risk Charge	1.15%	1.15%	1.15%
Account Fees and Expenses	0%	0%	0%
Enhanced Death Benefit Charge	0%	.30%	.25%
	-----	-----	-----
Total Separate Account Annual Expenses	1.15%	1.45%	1.40%

</TABLE>

The next item shows the minimum and maximum total operating expenses charged by the mutual fund companies that you may pay periodically during the time that you own the contract. More detail concerning fees and expenses is contained in the prospectus for each underlying mutual fund.

TOTAL ANNUAL UNDERLYING MUTUAL FUND OPERATING EXPENSES

(expenses that are deducted from the assets of the underlying mutual funds including management fees, distribution [and/or service] (12b-1) fees, and other expenses)

Minimum Maximum

Total Annual Underlying Mutual Fund Operating Expenses
(before applicable waivers and reimbursements)** 0.40% 1.82%

The fee and expense information regarding the underlying mutual funds was provided by those mutual funds.

**"Total Annual Underlying Mutual Fund Operating Expenses" are expenses for the fiscal year ended December 31, 2003..

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Expense Examples

These Examples are intended to help you compare the cost of investing in the contract with the cost of investing in other variable annuity contracts. These costs include the contract owner transaction expenses, contract fees, separate account annual expenses and underlying mutual fund fees and expenses.

The Examples assume that you invest \$10,000 in the contract for the time periods indicated. The Examples also assume that your investment has a 5% return each year and assume: a) maximum and (b) minimum fees and expenses of any of the underlying mutual funds. Although your actual costs may be higher or lower, based on those assumptions, your costs would be:

Chart 1. Chart 1 assumes you select the Flexible Premium Payment Contract with the 7 Year Enhanced Death Benefit Rider, which is the most expensive way to purchase the contract. In this example, you surrender your contract at the end of the applicable time period:

Time Periods

1 year	3 years	5 years	10 years
(a) \$978	(a) \$1,748	(a) \$2,534	(a) \$3,980
(b) \$829	(b) \$1,304	(b) \$1,800	(b) \$2,550

Chart 2. Chart 2 assumes you select the Flexible Premium Payment Contract with the 7 Year Enhanced Death Benefit Rider, which is the most expensive way to purchase the contract. In this example, you annuitize your contract or you do not surrender your contract at the end of the applicable time period:

Time Periods

1 year	3 years	5 years	10 years
(a) \$378	(a) \$1,148	(a) \$1,934	(a) \$3,980
(b) \$229	(b) \$ 704	(b) \$1,200	(b) \$2,550

Chart 3. Chart 3 assumes you select the Single Premium Payment Contract without any Riders, which is the least expensive way to purchase the contract. In this example, you surrender your contract at the end of the applicable time period:

Time Periods

1 year	3 years	5 years	10 years
(a) \$947	(a) \$1,555	(a) \$2,083	(a) \$3,695
(b) \$798	(b) \$1,108	(b) \$1,340	(b) \$2,220

Chart 4. Chart 4 assumes you select the Single Premium Payment Contract without any Riders, which is the least expensive way to purchase the contract. In this example, you annuitize your contract or you do not surrender your contract at the end of the applicable time period:

Time Periods

1 year	3 years	5 years	10 years
(a) \$347	(a) \$1,055	(a) \$1,783	(a) \$3,695
(b) \$198	(b) \$ 608	(b) \$1,040	(b) \$2,220

PROSPECTUS 5

THE GUARDIAN INSURANCE & Annuity Company, Inc.

The Guardian Insurance & Annuity Company, Inc. (GIAC) is a stock life insurance company incorporated in the state of Delaware in 1970. GIAC, which issues the contracts offered with this prospectus, is licensed to conduct an insurance business in all 50 states of the United States and the District of Columbia. The company had total assets (GAAP basis) of over \$10 billion as of December 31, 2003. Its financial statements appear in the Statement of Additional Information.

GIAC's executive office is located at 7 Hanover Square, New York, New York 10004. The mailing address of the GIAC Customer Service Office, which administers these contracts, is P.O. Box 26210, Lehigh Valley, Pennsylvania 18002.

GIAC is wholly owned by The Guardian Life Insurance Company of America (Guardian Life), a mutual life insurance company organized in the state of New York in 1860. As of December 31, 2003, Guardian Life had total assets (GAAP basis) in excess of \$37 billion. Guardian Life does not issue the contracts offered under this prospectus and does not guarantee the benefits they provide.

BUYING A CONTRACT

There are two types of contracts. With a Flexible Premium Payment Contract, you make regular payments throughout the accumulation period. With a Single Premium Payment Contract, you make a single payment when you buy the contract. Both types of contracts allow you to direct where your net premium payments are invested.

The application form

If you would like to buy a contract, you must complete and sign the application form. You or your agent then must send it, along with your initial premium payment, by regular U.S. mail to the following address:

The Guardian Insurance & Annuity Company, Inc.
Customer Service Office
P.O. Box 26210
Lehigh Valley, Pennsylvania 18002

If you wish to send your application and payment by certified, registered or express mail, please address it to:

The Guardian Insurance & Annuity Company, Inc.
Customer Service Office
3900 Burgess Place
Bethlehem, Pennsylvania 18017

Our decision to accept or reject your application is based on administrative rules such as whether you have completed the form completely and accurately. We have the right to reject any application or initial premium payment for any reason.

If we accept your application as received, we will credit your net premium payment to your new contract within two business days. If your application is not complete within five business days of our receiving it, we will return it to you along with your payment.

If you are considering purchasing a contract with the proceeds of another annuity or life insurance contract, it may not be advantageous to replace

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the existing contract by purchasing this contract. A variable annuity is not a short-term investment.

Payments

We require a minimum initial premium payment of \$5,000 for Single Premium Payment Contracts, and \$500 for Flexible Premium Payment Contracts (\$1,000 in New York State). Thereafter, the minimum additional flexible payment is \$100. However, if you purchase a Flexible Premium Payment Contract through an employer payroll deduction plan, we will accept purchase payments below \$100. The total amount paid in flexible premium payments in any contract year after the first may not exceed, without our written consent, the lesser of 10 times the total amount you paid in premium payments in the first contract year, or \$100,000.

THE ACCUMULATION PERIOD

How we allocate your premium payments

After we receive your initial premium payment and issue a contract to you, we will normally credit subsequent net premium payments to your contract on the same day we receive them, provided we receive them prior to the close of our regular business day.

If we receive your payment on a non-business day, or after our close, we will normally credit it on the next business day. If required in your state or municipality, premium taxes are deducted from your payment before we credit it to your contract. We call the amount remaining after this deduction the net premium payment.

We use your net premium payments to purchase accumulation units in the variable investment options you have chosen or in the fixed-rate option, according to your instructions in the application or as later changed. The prices of accumulation units are set daily because they change along with the share values of the Funds you invest in. The amount you pay for each unit will be the next price calculated after we receive and accept your payment.

The value of accumulation units will vary as you earn interest in the fixed-rate option or as the value of investments rises and falls in the variable investment options.

You can change your investment option selections by notifying us in writing. We will apply your new instructions to subsequent net premium payments after we receive and accept them. Please remember that you cannot invest in more than twenty variable investment options, or nineteen variable investment options and the fixed-rate option at any given time.

AUTOMATED PURCHASE PAYMENTS

You may elect to participate in our automated payment program by authorizing your bank to deduct money from your checking account to make monthly purchase payments. We will debit your checking account on the 15th of each month or the next business day if the 15th is not a business day. You tell us the amount of the monthly purchase payment and specify the effective date on our authorization form. You may request to participate, change the amount of your purchase payments, change bank accounts or terminate the program at any time prior to the

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first of the month for your requested transaction to be processed for that month. For IRAs, the maximum monthly purchase payment is 1/12th of your allowable annual contribution.

The Separate Account

GIAC has established a Separate Account, known as Separate Account D, to receive and invest your premium payments in the variable investment options. The Separate Account has 41 investment divisions, corresponding to the 41 Funds available to you. The performance of each division is based on the Fund in which it invests. Each investment division is divided into two subdivisions, one for tax qualified retirement plans and the other for non-tax qualified retirement plans.

The Separate Account was established by GIAC in August 1989. It is registered as a unit investment trust under the Investment Company Act of 1940 (the 1940 Act) and meets the definition of a separate account under federal securities laws. State insurance law provides that the assets of the Separate Account equal to its reserves and other liabilities are not chargeable with GIAC's obligations except those under annuity contracts issued through the Separate Account.

Income, gains and losses of the Separate Account are kept separate from other income, gains or losses of the contract owner.

Each investment division is administered and accounted for as part of the general business of GIAC. Under Delaware law, the income and capital gains or capital losses of each investment division are credited to or charged against the assets held in that division according to the terms of each contract, without regard to other income, capital gains or capital losses of the other investment divisions or of GIAC. Contract obligations are GIAC's responsibility. According to Delaware insurance law, the assets of the Separate Account are not chargeable with liabilities arising out of any other business GIAC may conduct. Please see Financial Information: Federal tax matters.

We have the right to make changes to the Separate Account, to the investment divisions within it, and to the Fund shares they hold. We may make these changes for some or all contracts. These changes must be made in a manner that is consistent with laws and regulations. When necessary, we'll use this right to serve your best interests and to carry out the purposes of the contract. Possible changes to the Separate Account and the investment divisions include:

- o deregistering the Separate Account under the 1940 Act
- o operating the Separate Account as a management investment company, or in another permissible form
- o combining two or more Separate Accounts or investment divisions
- o transferring assets to another Separate Account
- o modifying the contracts where necessary to preserve the favorable tax treatment that owners of variable annuities currently receive under the Internal Revenue Code
- o eliminating the shares of any of the Funds and substituting shares of another appropriate Fund (which may have different fees and expenses or may be available/closed to certain purchasers)
- o adding to or suspending your ability to take allocations or transfers into any variable investment option.

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Variable investment options

You may choose to invest in a maximum of twenty of the 41 variable investment options, or 19 variable investment options and the fixed-rate option, at any time. Each Fund is an open-end management investment company, registered with the Securities and Exchange Commission under the 1940 Act.

The Funds have different investment objectives which influence their risk and return. The table below summarizes their main characteristics.

Some Funds have similar investment objectives and policies to other Funds managed by the same adviser. The Funds may also have the same or similar names to mutual funds available directly to the public on a retail basis. The Funds are not the same funds as those publicly available funds. As a result, the investment returns of the Funds may be higher or lower than these similar funds managed by the same adviser. There is no assurance, and we make no representation, that the performance of any Fund will be comparable to the performance of any other Fund.

All of the Funds are available for investment through other variable annuity contracts funded by the Separate Account. Some of these Funds are also available under other separate accounts supporting variable annuity contracts and variable life insurance policies of GIAC and other companies. We do not anticipate any inherent conflicts with these arrangements. However, it is possible that conflicts of interest may arise in connection with the use of the same Funds under both variable life insurance policies and variable annuity contracts, or issued by different companies. While the Board of Directors of each Fund monitors activities in an effort to avoid or correct any material irreconcilable conflicts of interest arising out of this arrangement, we may also take actions to protect the interests of our contract owners. See the accompanying Fund prospectuses for more information about possible conflicts of interest.

Investment advisers (or their affiliates) pay us compensation for administration, distribution or other expenses. Currently, these advisers include Value Line, Inc., MFS Investment Management, AIM Advisors, Inc., Janus Capital Management LLC, Fidelity Management & Research Company, Davis Selected

Advisers, LP, Gabelli Funds, LLC Alliance Capital Management LP, Van Kampen Asset Management Inc., and Templeton Global Advisors Limited. The compensation ranges from .15% to .25% of the average daily net assets that are invested in the variable investment options available through the Separate Account. We also receive 12b-1 fees from some Funds. Those Funds include funds from AllianceBernstein, Fidelity, Franklin Templeton, Value Line and Van Kampen. Currently, the amount of 12b-1 fees ranges from .08% to .40%.

Before investing, please read the accompanying Fund prospectuses carefully. They contain important information on the investment objectives, policies, charges and expenses of the Funds.

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Variable investment options

<TABLE>	<CAPTION>		Investment objectives	Typical investments
<S>	Fund	<C>	Long-term growth of capital	U.S. common stocks
	The Guardian VC 500 Index Fund		Seeks to match the investment performance of the Standard & Poor's 500 Composite Stock Price Index (the "S&P Index")	Common stocks of companies in the S&P Index, which emphasizes large U.S. companies
	The Guardian Small Cap Stock Fund		Long-term growth of capital	U.S. common stocks of companies with small market capitalization
	The Guardian Bond Fund		Maximum income without undue risk of principal; capital appreciation as a secondary objective	Investment grade debt obligations
	The Guardian VC High Yield Bond Fund		Current income; capital appreciation is a secondary objective	Corporate bonds and other debt securities rated below investment grade
	The Guardian VC Low Duration Bond Fund		Seeks a high level of current income consistent with preservation of capital	Investment grade debt obligations such as corporate bonds, mortgage backed and asset-backed securities and obligations of the US government and its agencies
	The Guardian UBS VC Large Cap Fund		Seeks to maximize total return, consisting of capital appreciation and current income	Normally, at least 80% of the value of the Fund's net assets is invested in equity securities issued by companies with large market capitalization at the time of purchase
	The Guardian UBS VC Small Cap Value Fund		Seeks to maximize total return, consisting of capital appreciation and current income	Normally, at least 80% of the value of the Fund's net assets is invested in equity securities issued by companies with small market capitalization at the time of purchase
	The Guardian Cash Fund		High level of current income consistent with liquidity and preservation of capital	Money market instruments
	The Guardian VC Asset Allocation Fund		Long-term total investment return consistent with moderate investment risk	Shares of The Guardian VC 500 Index Fund, The Guardian Stock Fund, The Guardian Bond Fund and The Guardian Cash Fund
	Baillie Gifford International Growth Fund		Long-term capital appreciation	Common stocks and convertible securities issued by foreign companies
	Baillie Gifford Emerging Markets Fund		Long-term capital appreciation	Common stocks and convertible securities of emerging market companies
	Value Line Centurion Fund		Long-term growth of capital	U.S. common stocks with selections based on rankings of the Value Line Ranking System
	Value Line Strategic Asset Management Trust		High total investment return	U.S. common stocks with selections based on rankings of the Value Line Ranking

System, bonds and money market instruments

Gabelli Capital Asset Fund Growth of capital; current income as a secondary objective U.S. common stocks and convertible securities

AIM V.I. Capital Appreciation Fund (Series I) Growth of capital Common stocks

</TABLE>

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Variable investment options

<TABLE>

<CAPTION>

Fund	Investment objectives	Typical investments
<S>	<C>	<C>
INVESCO VIF-Utilities Fund (Series I)*	Capital growth and income	Equity securities and equity-related instruments of companies engaged in the utilities-related industries

AIM V.I. Premier Equity Fund (Series I) Long-term growth of capital. Income as a secondary objective Equity securities judged to be undervalued by the investment adviser

AllianceBernstein Growth and Income Portfolio To seek reasonable current income and reasonable opportunity for appreciation Investments primarily in dividend-paying common stocks of good quality

AllianceBernstein Premier Growth Portfolio Growth of capital by pursuing aggressive investment policies Invests primarily in the equity securities of a limited number of large, carefully selected, high-quality U.S. companies that are judged likely to achieve superior earnings growth

AllianceBernstein Technology Portfolio Growth of capital, and only incidentally for current income Securities of companies that use technology extensively in the development of new or improved products or processes

AllianceBernstein Value Portfolio Long-term growth of capital Diversified portfolio of equity securities

Davis Financial Portfolio Long-term growth of capital Common stocks of financial companies

Davis Real Estate Portfolio Total return through a combination of growth and income Securities issued by companies that are "principally engaged" in real estate

Davis Value Portfolio Long-term growth of capital U.S. common stocks of companies with at least \$10 billion market capitalization

Fidelity VIP Contrafund Portfolio Long-term capital appreciation U.S. and foreign common stocks of companies believed to be undervalued

Fidelity VIP Equity-Income Portfolio Reasonable income; also considers potential for capital appreciation Income-producing equity securities

Fidelity VIP Growth Opportunities Portfolio Capital growth U.S. and foreign common stocks

Fidelity VIP Mid Cap Portfolio Long-term growth of capital Common stocks with medium market capitalization, both U.S. and foreign

Janus Aspen Mid Cap Growth Portfolio Long-term growth of capital Equity securities of medium-sized companies

Janus Aspen Capital Appreciation Portfolio Long-term growth of capital Equity securities of companies of any size; non-diversified

Janus Aspen Growth Portfolio Long-term growth of capital in a manner consistent with preservation of capital Common stocks of issuers of any size

Janus Aspen Worldwide Growth Portfolio Long-term growth of capital in a manner consistent with preservation of capital Common stocks of foreign and U.S. issuers; usually invests in at least five

countries, including the U.S.

MFS Emerging Growth Series	Long-term growth of capital	Common stocks of emerging growth companies of any size
----------------------------	-----------------------------	--

</TABLE>

* Effective April 30, 2004, pursuant to shareholder approval, the AIM V.I. Global Utilities Fund was merged into the INVESCO VIF-Utilities Fund. As a result of this merger, the AIM V.I. Global Utilities Fund is no longer being offered as a variable investment option under this contract.

PROSPECTUS 11

Variable investment options

<TABLE>
<CAPTION>

Fund	Investment objectives	Typical investments
<S>	<C>	<C>
MFS Investors Trust Series	Long-term growth of capital with a secondary objective to seek reasonable current income	Equity securities issued by U.S. and foreign companies
MFS New Discovery Series	To seek capital appreciation	Equity securities of companies that offer superior prospects for growth, both U.S. and foreign
MFS Research Series	Long-term growth of capital and future income	Equity securities of companies believed to possess better than average prospects for long-term growth
MFS Total Return Series	Above average income consistent with prudent employment of capital; as a secondary objective, to provide reasonable opportunity for growth of capital and income	Broad list of securities, including a combination of equity and fixed-income, both U.S. and foreign
Van Kampen Life Investment Trust Government Portfolio	Seeks to provide investors with high current return consistent with preservation of capital	Debt securities issued by the U.S. government, its agencies or its instrumentalities.
Van Kampen Life Investment Trust Growth and Income Portfolio	Long-term growth of capital and income	Income-producing equity securities, including common stocks and convertible securities, although investments are also made in non-convertible preferred stocks and debt securities
Templeton Growth Securities Fund	Long-term capital growth	At least 65% of its total assets in the equity securities of companies that are located anywhere in the world, including those in the U.S. and emerging markets

Some of these Funds may not be available in your state.

</TABLE>

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The Funds' investment advisers and their principal business addresses are shown in the table below.

<TABLE>
<CAPTION>

Fund	Investment adviser and principal business address
<S>	<C>
The Guardian Stock Fund	Guardian Investor Services LLC
The Guardian Small Cap Stock Fund	7 Hanover Square
The Guardian Bond Fund	New York, New York 10004
The Guardian Cash Fund	

The Guardian VC 500 Index Fund
The Guardian VC Asset Allocation Fund
The Guardian VC High Yield Bond Fund

The Guardian VC Low Duration Bond Fund

The Guardian UBS VC Large Cap Value Fund
The Guardian UBS VC Small Cap Value Fund

Guardian Investor Services LLC (Adviser)
7 Hanover Square
New York, New York 10004

UBS Global Asset Management
(Americas) Inc. (Sub-adviser)
One North Wacker Drive
Chicago, Illinois 60606

Baillie Gifford International Growth Fund
Baillie Gifford Emerging Markets Fund

Guardian Baillie Gifford Limited (Adviser)
Baillie Gifford Overseas Limited (Sub-adviser)
Calton Square
1 Greenside Row
Edinburgh, EH1 3AN Scotland

Value Line Centurion Fund
Value Line Strategic Asset Management Trust

Value Line, Inc.
220 East 42nd Street
New York, New York 10017

Gabelli Capital Asset Fund

Gabelli Funds, LLC
One Corporate Center
Rye, New York 10580-1422

MFS Investors Trust Series
MFS Emerging Growth Series
MFS New Discovery Series
MFS Research Series
MFS Total Return Series

MFS Investment Management(R)
500 Boylston Street
Boston, MA 02116

AIM V.I. Capital Appreciation Fund
INVESCO VIF-Utilities Fund
AIM V.I. Premier Equity Fund

A I M Advisors, Inc.
11 Greenway Plaza-- Suite 100
Houston, Texas 77046-1173

AllianceBernstein Growth & Income Portfolio
AllianceBernstein Premier Growth Portfolio
AllianceBernstein Technology Portfolio
AllianceBernstein Value Portfolio

Alliance Capital Management LP
1345 Avenue of the Americas
New York, New York 10105

Davis Financial Portfolio
Davis Real Estate Portfolio
Davis Value Portfolio

Davis Selected Advisers, LP
2949 East Elvira Road
Suite 101
Tucson, Arizona 85706

Fidelity VIP Contrafund Portfolio
Fidelity VIP Equity-Income Portfolio
Fidelity VIP Growth Opportunities Portfolio
Fidelity VIP Mid Cap Portfolio

Fidelity Management & Research Company
82 Devonshire Street
Boston, Massachusetts 02109

</TABLE>

PROSPECTUS 13

<TABLE>
<CAPTION>

Fund

Investment adviser
and principal business address

<S>

<C>

Janus Aspen Aggressive Growth Portfolio
Janus Aspen Capital Appreciation Portfolio
Janus Aspen Growth Portfolio
Janus Aspen Worldwide Growth Portfolio

Janus Capital Management LLC
151 Detroit Street
Denver, Colorado 80206-4928

Templeton Growth Securities Fund

Templeton Global Advisors Limited
Lyford Cay
Nassau, Bahamas

Templeton Asset Management Limited
(Sub-adviser)
#7 Temasek Boulevard

Van Kampen Life Investment Trust Government Portfolio	Van Kampen Asset Management Inc.
Van Kampen Life Investment Trust Growth and Income Portfolio	1 Parkview Plaza Oakbrook Terrace, Illinois 60181

</TABLE>

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When you buy a contract, please note:

- o You can choose up to 20 investment options at any one time.
- o If you select the fixed-rate option, you are limited to an additional 19 variable options.
- o There are no initial sales charges on the premium payments that you allocate to the variable investment options. However, there may be premium tax charges.
- o All of the dividends and capital gains distributions that are payable to variable investment options are reinvested in shares of the applicable Fund at the current net asset value.
- o When the annuity period of the contract begins, we will apply your accumulation value to a payment option in order to make annuity payments to you.
- o You can arrange to transfer your investments among the divisions by notifying us in writing or by telephone. Currently, there is no fee for this, but we reserve the right to charge a fee and to limit the number of transactions.
- o You can change beneficiaries as long as the annuitant is living.

Fixed-rate option

The fixed-rate option is not registered under the Securities Act of 1933 or as an investment company under the 1940 Act, and is therefore not subject to the provisions or restrictions of these Acts. However, the following disclosure about the fixed-rate option may be subject to certain generally applicable provisions of the federal securities laws regarding the accuracy and completeness of statements not in prospectuses. The fixed-rate option may not be available for allocation in all states in which the contracts are available.

In the fixed-rate option, we guarantee that the net premium payments you invest will earn daily interest at a minimum annual rate of 3.5%. You can allocate all of your net premium payments to this option, or you may choose it as one of your twenty investment selections. The value of your net premiums invested in the fixed-rate option does not vary with the investment experience of any Fund. The money that you put into your fixed-rate option becomes part of GIAC's general assets.

At certain times we may choose to pay interest at a rate higher than 3.5%, but we aren't obliged to do so. Higher interest rates are determined at our discretion, and we can change them prospectively without notice. We don't use a specific formula to determine interest rates; rather we consider such factors as general economic trends, current rates of return on our general account investments, regulatory and tax requirements, and competitive factors. The rate of interest we pay hasn't been limited by our Board of Directors.

Here are some of the important conditions that apply when we pay interest on your investments in the fixed-rate option:

- o The initial interest rate that we credit to your premiums or transfers will be whatever rate is in effect on the date the amounts are allocated to the fixed-rate option.
- o This interest rate will continue until the next contract anniversary date.
- o At that time, all payments and transfers allocated to the fixed-rate option during the previous year, together with interest earned, will be credited with the rate of interest in effect on the renewal date, known as the renewal rate.
- o The renewal rate will be guaranteed until the next contract anniversary date.

If your state's insurance department permits, your contract may have what's known as a bailout rate. If the renewal rate set on any contract anniversary date is more than 3% below the interest rate for the previous year, or falls below the minimum bailout rate outlined in your contract, you can withdraw all or part of the money you have invested in the fixed-rate option for one year or more from the contract without incurring a deferred sales charge.

PROSPECTUS 15

Transfers

You can transfer money among variable investment options or change your future allocations to options both before and after the date annuity payments begin. You can also transfer to and from the fixed-rate option, but only before the date annuity payments begin. Transfers are subject to certain conditions, which are described below.

If you are considering a transfer or change in your allocations, be sure to look into each option carefully and make sure your decisions will help you to achieve your long-term investment goals.

During the accumulation period and up to 30 days before the date annuity payments are scheduled to begin, you can transfer all or part of your accumulation value among the contract options. These transfers are subject to the following rules:

- o We permit transfers from the fixed-rate option to any variable investment option only once each contract year, during the 30 days beginning on the contract anniversary date. Amounts that have been on deposit in the fixed-rate option longest will be transferred out first. The maximum yearly transfer from the fixed-rate option is the greater of the following:
 - 33 1/3% of the amount in the fixed-rate option on the applicable contract anniversary date or
 - \$2,500.

Each transfer involving the variable investment options will be based on the accumulation unit value that is next calculated after we have received proper transfer instructions from you.

We will implement a transfer or changes to your allocations upon receiving your written, telephone or electronic instructions in good order. If we receive your transfer request on a business day before 4:00 p.m. New York City time, you will receive that day's unit value. Your telephone transfer instructions will be considered received before 4:00 p.m. if the telephone call is completed no later than 4:00 p.m.

Currently, we do not limit the number of transfers you may make. However, the contract is not designed for market timing activity such as frequent transfers or rebalancing activity. We may limit your right to make transfers or allocation changes if we determine that your transfers would have an adverse effect on other contract owners. We make this determination by monitoring trading activity among the variable investment options based upon established parameters that are applied consistently. If your trading activity violates these parameters, we will apply restrictions that we reasonably believe will prevent any disadvantage to other contract owners. We will not grant waivers to any contract owners who violate these parameters. Restrictions may be imposed without prior notice and may include without limitation:

- o limiting the frequency of transfers to not more than once every 30 days;
- o imposing a fee of up to \$25 per transfer;

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Personal Security

When you call us, we will require identification of your contract as well as your personal security code. We may accept transfer or changes to future allocations instructions from anyone who can provide us with this information. Neither GIAC, Guardian Investor Services LLC (GIS), nor the Funds will be liable

for any loss, damage, cost or expense resulting from a telephone or electronic request we reasonably believe to be genuine. As a result, you assume the risk of unauthorized or fraudulent telephone or electronic transfers. We may record telephone conversations regarding transfers without disclosure to the caller. See Telephone and Electronic Services.

- o requiring you to make your transfer requests through the U.S. Postal Service or otherwise restricting electronic or telephonic transaction privileges;
- o refusing to act on instructions of an agent acting under a power of attorney on your behalf;
- o refusing or otherwise restricting any transaction request we believe alone or with a group of transaction requests may have a detrimental effect on the Separate Account or the underlying Funds, or we are informed by any of the Funds that the purchase or redemption of shares would have a detrimental effect on the applicable Funds.

After the date annuity payments begin, if you have a variable annuity option you can transfer all or part of the value of your annuity among the variable investment options only once each calendar year. No fixed-rate option transfers are permitted.

Surrenders and partial withdrawals

During the accumulation period and while the annuitant and all contract owners are living, you can redeem your contract in whole. This is known as surrendering the contract. If you redeem part of the contract, it's called a partial withdrawal. We will not accept requests for surrenders or partial withdrawals after the date annuity payments begin.

Your request for surrenders and partial withdrawals must be received in good order. If you wish to surrender your contract, you must send us the contract or we will not process the request. If you have lost the contract, we will require an acceptable affidavit of loss.

To process a partial withdrawal, we will redeem enough accumulation units to equal the dollar value of your request. When you surrender your contract, we redeem all the units. For both transactions we use the unit value next calculated after we receive a proper request from you. We will deduct any applicable contract charges and deferred sales charges from the proceeds of a surrender. In the case of a partial withdrawal, we will cash additional units to cover these charges. If you have less than \$1,000 left in your contract after a partial withdrawal, we will cancel the contract and pay you the balance of the proceeds. This is called an involuntary surrender and it may be subject to any applicable contract charges, deferred sales charge and annuity taxes. Please see Financial information: Federal tax matters.

Surrenders and partial withdrawals are subject to tax, and may be subject to penalty taxes and mandatory federal income tax withholding. After the first contract year, you are allowed to make an annual withdrawal of the following amounts from the contract without paying a deferred sales charge:

For Single Premium Payment Contracts

- o 10% of your contract's accumulation value, or if greater,
- o 10% of the amount of your single premium payment.

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Special Restrictions

There are special restrictions on withdrawals from contracts issued in connection with Section 403(b) qualified plans. Please see Financial information: Federal tax matters for details about how withdrawals can be made from these contracts.

For Flexible Premium Payment Contracts

- o 10% of your contract's accumulation value, or if greater,
- o 10% of the total premiums paid during the 84 months immediately preceding the date of your withdrawal.

These withdrawal privileges can be exercised in the first contract year of the following contracts:

- o Section 1035 exchanges

- o IRA transfers
- o rollovers from annuity contracts.

You may request a schedule of systematic partial withdrawals of a certain dollar amount. Under such a program, you may select to receive withdrawal proceeds on a monthly, quarterly, semi-annual or annual basis. Redemptions from the contract will be effective on the 21st of the month or the next following business day preceding the payment date. Withdrawals under this program are not the same as annuity payments you would receive from a payout option. Your contract value will be reduced by the amount of any withdrawals, applicable contract charges, deferred sales charges and annuity taxes.

Such systematic withdrawals may be used to satisfy special tax rules related to substantially equal periodic payments or other needs you may have. We are not responsible for the accuracy of the calculations for distributed amounts or compliance with tax provisions. Please see Financial Information: Federal tax matters.

Unless you are making a withdrawal directly from the fixed-rate option in accordance with the bailout provisions, we will cash accumulation units in the following order:

- o all variable accumulation units attributable to the investment divisions; this will be done on a pro-rata basis unless you instruct us differently, then
- o all fixed accumulation units attributable to the fixed-rate option.

We will send you your payment within seven days of receiving a request from you in good order. Please see Payments later in this section.

If you have a question about surrenders or withdrawals, please call us toll free at 1-800-221-3253.

Managing your annuity - Dollar Cost Averaging

You may wish to take advantage of one of the programs we offer to help you build a stronger annuity, such as dollar cost averaging.

There is no fee for dollar cost averaging, but we have the right to introduce one. We also have the right to modify or discontinue this program. We'll give you written notice if we do so. Transfers under this program do not count against any free transfer permitted under the contract. You may terminate the program at any time. However, money in the fixed-rate option will be subject to transfer restrictions which apply to the fixed-rate options. See Transfers for limitations on such transfers.

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Payments

For all transactions, we can delay payment if the contract is being contested. We may postpone any calculation or payment from the variable investment options if:

- o the New York Stock Exchange is closed for trading or trading has been suspended, or
- o the Securities and Exchange Commission restricts trading or determines that a state of emergency exists which may make payment or transfer impracticable

Assigning contract interests

If the contract is part of a corporate retirement plan or an individual plan under sections 401(a), 403(b) or 408 of the Internal Revenue Code, the contract owner's interest in the contract cannot be assigned, unless the contract owner is not the annuitant or the annuitant's employer. Assigned contract interests may be treated as a taxable distribution to the contract owner. See Federal tax matters for more information.

Reports

At least twice each year, we send a report to each contract owner that contains financial information about the underlying Funds, according to applicable laws, rules and regulations. In addition, at least once each year, we send a statement to each contract owner that reports the number of accumulation units and their value under the contract. If several members of the same household each own a contract, we may send only one such report or prospectus to that address, unless

you instruct us otherwise. You may receive additional copies by calling or writing our Customer Service Office.

You can transfer specific amounts of money from one investment option to another on a monthly basis, as opposed to investing the total amount at one time. This approach may help lower your average dollar cost of investing over time. However, there is no guarantee that dollar cost averaging will result in profits or prevent losses.

If you wish to take advantage of this program, you must designate a dollar amount to be transferred automatically out of The Guardian Cash Fund investment division. The money can go into one or more of the other variable investment options or the fixed-rate option. The rule still applies that you can invest in a maximum of only twenty options at one time (this includes the required Guardian Cash Fund option).

You can begin dollar cost averaging when you buy your contract or at any time afterwards, until annuity payments begin, by completing the dollar cost averaging election form and returning it to us. We must receive it in good order at least three business days before the monthly anniversary date of when you wish the transfers to begin.

You may select dollar cost averaging from The Guardian Cash Fund investment division for periods of 12, 24 or 36 months. Your total accumulation value at the time must be at least \$10,000 for transfers over a 12 month period, and \$20,000 for transfers over a 24 to 36 month period. Transfers will be made in the amounts you designate and must be at least \$100 per receiving investment option.

THE ANNUITY PERIOD

When annuity payments begin

You choose the month and year in which we will begin paying annuity benefits. The first payment is made on the first day of the month. The date you choose can't be later than the annuitant's 85th birthday, unless we have agreed. Please note that this date may be determined by the retirement plan under which your annuity contract was issued.

How your annuity payments are calculated

Your annuity payments will be fixed, variable or a combination of both, depending on whether you have chosen a fixed-rate or a variable rate payment option. We use the following information to determine the annuity purchase rate when applying your accumulation value to an annuity payout option:

- o the table in your contract reflecting the gender and nearest age of the annuitant

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- o the annuity payout option you choose, and
- o the investment returns of the variable investment options you choose, if you choose a variable payment option.

Certain guaranteed annuity purchase rates appear in a table in your contract. Currently, we are using annuity purchase rates that are more favorable to you than those in your contract. We may change these rates from time to time but the rate will never be less favorable than those guaranteed in your contract. The appropriate annuity purchase rate is then used to calculate the number of annuity units attributable to your selected investment options. You will be credited with these annuity units based on the amount applied to the payout option (your accumulation value less any applicable annuity taxes) on the processing date for your first annuity payment. The number of annuity units credited to you is fixed for the duration of the annuity period unless you reallocate among the investment options. Each of your variable annuity payments is determined by multiplying the number of annuity units for each investment option by the annuity unit value for the appropriate investment option on the payment processing date. Your annuity payment will be the sum of these amounts.

The number and amount of your annuity payments won't be affected by the longevity of annuitants as a group. Nor will they be affected by an increase in our expenses over the amount we have charged in your contract.

We will make annuity payments once a month, except as follows:

- o Proceeds of less than \$2,000 will be delivered in a single payment.

- o We may change the schedule of installment payments to avoid payments of less than \$20.

The assumed investment return is a critical assumption for calculating variable annuity payments. The first variable payment will be based on the assumed investment return of 4%. Subsequent payments will fluctuate based on the performance of the variable investment options you have chosen as compared to the assumed investment return. For each subsequent variable payment:

- o if the actual net annual return on investment equals 4% -- the amount of your variable annuity payments will not change.
- o if the actual net annual return on investment is greater than 4% -- the amount of your variable annuity payments will increase.
- o if the actual net annual return on investment is less than 4% -- the amount of your variable annuity payments will decrease.

Variable annuity payout options

The payout options currently offered are discussed below. You can choose to have annuity payments made under any one of the variable or fixed-rate annuity payout options that are available. You can make your choice at any time before your annuity payments begin. At any time, we may discontinue any of these options or make additional options available.

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All variable annuity payout options are designated with the letter "V." After the first payment, the amount of variable annuity payments will increase or decrease to reflect the value of your variable annuity units. The value of the units will reflect the performance of the variable investment options chosen. This is why the amount of each payment will vary.

There are a variety of payout options for you to choose from that we've described below. If you do not make a choice, we will automatically select Option V-2. You may change options if you wish, provided you do so before we begin processing your first annuity payment.

Option V-1 -- Life Annuity without Guaranteed Period

We make a payment once a month during the annuitant's lifetime, ending with the payment preceding the annuitant's death. This option allows for the maximum variable monthly payment because there is neither a guaranteed minimum number of payments nor a provision for a death benefit for beneficiaries. It is possible that we may only make one payment under this option, if the annuitant dies before the date of the second payment.

Option V-2 -- Life Annuity with 10-Year Guaranteed Period

We make a payment once a month during the annuitant's lifetime, but if the annuitant dies before 10 years' worth of payments (120) are made, the remaining payments will be made to the beneficiary. The beneficiary can then choose to take all or part of the remaining payments in a lump sum at their current dollar value. If the beneficiary dies while receiving the payments, the balance will be paid in one sum at its current dollar value to the beneficiary's estate.

Option V-3 -- Joint and Survivor Annuity

We make a payment once a month during the joint lifetimes of the annuitant and a designated second person, the joint annuitant. If one dies, payments will continue during the survivor's lifetime, but the amount of the payment will be based on two-thirds of the number of annuity units when both parties were alive. It is possible that only one annuity payment will be made if both the annuitant and joint annuitant die before the date of the second payment.

Fixed-rate annuity payout options

All Fixed Annuity Payout Options are designated by the letter "F."

Option F-1 -- Life Annuity without Guaranteed Period

We make a fixed payment once a month during the annuitant's lifetime, ending with the payment preceding the annuitant's death. This option offers the maximum fixed payment because there is neither a guaranteed minimum number of fixed monthly payments nor a provision for a death benefit for beneficiaries. It is possible that we may only make one payment under this option, if the annuitant dies before the date of the second payment.

Option F-2 -- Life Annuity with 10-Year Guaranteed Period

We make a fixed payment once a month during the annuitant's lifetime, but if the annuitant dies before 10 years' worth of payments (120) are made, the remaining payments will be made to the beneficiary. The beneficiary can then choose to take all or part of the remaining payments in a lump sum at their current dollar value. If the beneficiary dies while receiving the payments, the balance will be paid in one sum at its current dollar value to the beneficiary's estate.

Option F-3 -- Joint and Survivor Annuity

We make a fixed payment once a month during the joint lifetimes of the annuitant and a designated second person, the joint annuitant. If one dies, payments will continue during the survivor's lifetime, but the amount of the payment will be based on two-thirds of the number of annuity units when both parties were alive. It is possible that only one annuity payment will be made if both the annuitant and joint annuitant die before the date of the second payment.

OTHER CONTRACT FEATURES

Death benefits

If you, or the annuitant you have named, dies before the date annuity payments begin, we pay a death benefit. In addition, you have the option of buying an enhanced death benefit rider which may provide a higher death benefit.

The regular death benefit is the greatest of:

- o the accumulation value of the contract at the end of the valuation period during which we receive proof of death minus any applicable annuity taxes;
- o the total of all premiums paid, minus any partial withdrawals, any deferred sales charges previously paid on any withdrawals and annuity taxes; or
- o the accumulation value of your contract as of the first contract anniversary date following the date the Department of Insurance in your state approves this contract feature, plus any premiums paid on or after this anniversary, less any withdrawals and contingent deferred sales charges made after this anniversary and annuity taxes.

For annuitants aged 75 or older on the contract's issue date, the death benefit will be the accumulation value at the end of the valuation period during which we receive proof of death.

Generally, your beneficiaries will be taxed on the gain in your annuity contract. Consult your tax adviser about the estate tax and income tax consequences of your particular situation.

We normally pay the death benefit within seven days of receiving in good order proof of death. However, we have the right to defer the payment of other contract benefits under certain circumstances. These are described under Surrenders and partial withdrawals.

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If the annuitant is not the contract owner and dies on or before the date that annuity payments begin, we will pay the death benefits to the beneficiary. If the beneficiary has also died, we will pay the benefits to the contingent beneficiary. If a contingent beneficiary has not been named, then we will pay the benefits to you, the contract owner. However, if you are no longer living, we will pay the benefits to your estate.

If you are both the annuitant and the owner of the contract, and you die before the date annuity payments begin, we will pay the death benefit to your beneficiary, as described above. However, we must distribute your interest according to the Special requirements outlined below. In this situation, your beneficiary will become the new contract owner.

We will pay the death benefit in a lump sum unless:

- o You have chosen a different annuity payout option for the death benefit. We must receive notification of your choice at least three business days before we pay out the proceeds.
- o You, the contract owner, have not chosen a payout option and the beneficiary has. Again, we must receive the beneficiary's request at least

three business days before we pay out the proceeds, and within a year of the annuitant's death.

If the death benefit proceeds will not be paid in one lump sum and the death benefit proceeds exceed the accumulation value of the contract as of the end of the valuation period during which we received proof of death in good order, GIAC will credit to the contract an amount equal to the difference between the death benefit proceeds and the accumulation value of the contract. Such amount will be credited to The Guardian Cash Fund investment option.

Primary annuitant

Please note that the primary annuitant is determined in accordance with Section 72(s) of the Internal Revenue Code, which states that he or she is the person the events in the life of whom are of primary importance in affecting the timing or amount of the payout under the contract.

If you are a contract owner but not the annuitant, and you die before the date annuity payments begin, then any joint contract owner will become the new contract owner. You may only name your spouse as a joint contract owner. If you have not named your spouse as joint contract owner, then your beneficiary will become the new contract owner. In the event of any contract owner's death, we must distribute all of the owner's interest in the contract according to the Special requirements outlined below.

Special requirements

If the contract owner dies, the following rules apply.

If the beneficiary is not your spouse, and you die before the date annuity payments begin, then we must distribute all of your interest in the contract within five years of your death.

These distribution requirements will be satisfied if any portion of the deceased contract owner's interest:

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- o is payable to, or for the benefit of, any new contract owner, and
- o will be distributed over the new contract owner's life, or over a period not extending beyond the life expectancy of any new contract owner.

Under the above conditions, distributions must begin within one year of your death.

If the beneficiary (or sole surviving joint contract owner) is your spouse, he or she can continue the contract, assuming the role of contract owner.

If the owner of the contract is not an individual, then the primary annuitant will be treated as the contract owner. In this situation, any change in the annuitant will be treated as the death of the contract owner.

Enhanced death benefits

Enhanced death benefit riders are available at certain times through special programs for contracts that have annuitants who are under age 75 at the time the rider is issued. If a death benefit is payable and one of these options is in force, the beneficiary will receive either the death benefit described above or the enhanced death benefit, whichever is greater.

Two riders are offered:

- o the 7 Year Enhanced Death Benefit Rider which has a daily charge based on an annual rate of 0.30% of the net assets of your variable investment options.
- o the Contract Anniversary Enhanced Death Benefit Rider, which has a daily charge based on an annual rate of 0.25% of the net assets of your variable investment options.

These riders are available only in states where they have been approved.

7 Year Enhanced Death Benefit Rider

The enhanced death benefit under this rider is calculated as follows:

- o The accumulation value of the contract at the end of the reset date immediately preceding the annuitant's death:
 - plus any premiums paid after the reset date
 - minus any partial withdrawals after the reset date
 - minus any deferred sales charges applicable to withdrawals after the reset date and annuity taxes.

The first reset date is the issue date of the rider. After this, each reset date will be each seventh rider anniversary date after that (i.e., the 7th, 14th, 21st and 28th rider anniversaries, and so on).

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Contract Anniversary Enhanced Death Benefit Rider

The enhanced death benefit under this rider is calculated as follows:

- o the highest accumulation value of the contract on any contract anniversary before the annuitant's 85th birthday:
 - plus any premiums paid after that rider anniversary
 - minus any partial withdrawals after that rider anniversary
 - minus any deferred sales charges and annuity taxes applicable to such withdrawals.

We will terminate either enhanced death benefit rider on the earliest of the following dates:

- o the date the enhanced death benefit is paid out
- o the date the contract terminates
- o the date of the annuitant's 85th birthday
- o the date annuity payments begin
- o the date we receive a written termination request from you.

Once the rider is terminated, it cannot be reinstated. The death benefit reverts to the basic death benefit, and no further charges will be deducted for this benefit. Please see Death benefits. We reserve the right to offer or discontinue offering either enhanced death benefit rider at any time, without prior notice.

FINANCIAL INFORMATION

How we calculate unit values

When you choose a variable investment option, you accumulate variable accumulation units. With the fixed-rate option, you accumulate fixed accumulation units. To calculate the number of accumulation units you buy with each payment, we divide the amount you invest in each option by the value of units in the option. We use the unit value next calculated after we have received and accepted your payment. We calculate unit values at the close of business of the New York Stock Exchange, usually at 4:00 p.m. New York City time, each day the Exchange is open for trading and GIAC is open for business.

To determine the value of your account, we multiply the number of accumulation units in each option by the current unit value for the option.

We determine the value of a fixed accumulation unit by adding together its value at the end of the preceding valuation period and any interest credited to the unit since the end of that period.

We determine the value of a variable accumulation unit by multiplying its value at the end of the preceding valuation period by the net investment factor for the current valuation period.

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The net investment factor is a measure of the investment experience of each variable investment option. We determine the net investment factor for a given valuation period as follows:

- o At the end of the valuation period we add together the net asset value of a Fund share and its portion of dividends and distributions made by the Fund during the period.
- o We divide this total by the net asset value of the particular Fund share calculated at the end of the preceding valuation period.
- o Finally we add up the daily charges (mortality and expense risks, administrative expenses, any annuity taxes, and the enhanced death benefit rider where applicable) and subtract them from the above total.

Contract costs and expenses

The amount of a charge may not strictly correspond to the costs of providing the services or benefits indicated by the name of the charge or related to a particular contract, and we may profit from charges. For example, the contingent deferred sales charge may not fully cover all of the sales and distribution expenses actually incurred by GIAC, and proceeds from other charges, including the mortality and expense risk charge, may be used in part to cover these expenses.

No sales charges are deducted from your premium payments when you make them. However, the following charges do apply:

Expenses of the Funds

The Funds you choose through your variable investment options have their own management fees, 12b-1 fees, and general operating expenses. The deduction of these fees and expenses is reflected in the per-share value of the Funds. They are fully described in the Funds' prospectuses.

Mortality and expense risk charge

You will pay a daily charge based on an annual rate of 1.15% of the net assets of your variable investment options to cover our mortality and expense risks. (Approximately 0.70% covers mortality risks, while the remaining 0.45% covers expense risks.) Mortality risks arise from our promise to pay death benefits and make annuity payments to each annuitant for life. Expense risks arise from the possibility that the amounts we deduct to cover sales and administrative expenses may not be sufficient.

Administrative expenses

We deduct a yearly fee of \$35 on each anniversary date of your contract during the accumulation period. To pay this charge, we will cancel the number of accumulation units that is equal in value to the fee. We cancel accumulation units in the same proportion as the percentage of the contract's accumulation value attributable to each variable investment option and the fixed-rate option. If you surrender your contract before the contract anniversary date, we will still deduct the contract fee for that year.

In addition, the following charges may apply:

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Contingent deferred sales charge

For single premium payment contracts, if you make a partial withdrawal from your account or surrender your contract, you will pay a deferred sales charge on any premium payment amount withdrawn during the first seven contract years measured from the date of issue. This charge compensates us for expenses related to the sale of contracts. These include commissions to registered representatives, as well as promotional expenses.

When we calculate the deferred sales charge, all amounts taken out are assumed to come from the oldest premium. We do this to minimize the amount you owe. The amount of the charge and the time period used to calculate it depend on the type of contract you have. The deferred sales charge associated with single premium payment contracts are listed in the table below.

Number of Contract Years Completed from Date of the Premium Payment	Contingent Deferred Sales Charge Percentage
1	6%

2	6%
3	5%
4	4%
5	3%
6	2%
7	1%
8+	0%

The deferred sales charge associated with flexible premium payment contracts is calculated as the lesser of:

- o 6% of the premium payments you have made within seven contract years (84 months) before the date of your request for the withdrawal or surrender; or
- o 6% of the amount withdrawn or surrendered.

Enhanced death benefit expenses

If you choose one of the enhanced death benefit riders and it is in effect, you will pay a daily charge based on an annual rate of up to 0.30% of the net assets of your variable investment options depending on the option chosen.

Annuity taxes

Some states and municipalities may charge annuity taxes when premium payments are made or when you begin to receive annuity payments. These taxes currently range up to 3.5% of your premium payments. We may deduct the annuity tax either from your premium payment when made, or from the annuity payments on the date annuity payments begin.

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In jurisdictions where the annuity tax is incurred when a premium payment is made, we deduct the amount from your premium payment at the time it is made. We reserve the right to pay the annuity tax on your behalf and then deduct the same amount from the value of your contract when you surrender it, or on your death, or it is applied under a payout option, whichever is first. We will do this only if permitted by applicable law.

Transfer charge

Currently, we do not charge for transfers. However, we reserve the right to charge up to \$25 for each transfer. We will deduct this charge on a proportional basis from the options from which amounts are transferred.

Deferring tax

When you invest in an annuity contract, you usually don't pay taxes on your investment gains until you withdraw the money - generally for retirement purposes. In this way, annuity contracts have been recognized by the tax authorities as a legitimate means of deferring tax on investment income.

Federal tax matters

The following summary provides a general description of the Federal income tax considerations associated with the contracts. It is not intended to be complete or to cover all tax situations or address state taxation issues. This summary is not intended as tax advice. You should consult a tax adviser for more complete information about your circumstances, any recent tax developments, and the impact of state tax laws. This summary is based on our understanding of the present Federal income tax laws. We make no representation as to the likelihood of continuation of the present Federal income tax laws or as to how they may be interpreted by the Internal Revenue Service (IRS).

We believe that our contracts will qualify as annuity contracts for Federal income tax purposes, and the following summary assumes so. Further details are available in the Statement of Additional Information, under the heading Tax Status of the Contracts.

When you invest in an annuity contract, you usually don't pay taxes on your investment gains until you withdraw the money -- generally for retirement purposes. In this way, annuity contracts have been recognized by the tax

authorities as a legitimate means of deferring tax on investment income.

We believe that if you are a natural person you won't be taxed on increases in the accumulation value of a contract until a distribution occurs or until annuity payments begin. For these purposes, the agreement to assign or pledge any portion of a contract's accumulation value and, in the case of a qualified contract (described below) any portion of an interest in the qualified plan generally will be treated as a distribution.

When annuity payments begin, you generally will be taxed only on the investment gains you have earned and not on the payments you made to purchase the contract. Generally, withdrawals from your annuity should only be made once you reach age 59 1/2, die or are disabled; otherwise a 10% tax penalty may be applied against any amounts included in income. Additional exceptions may apply to distributions from a qualified contract. You should consult a tax adviser with regard to exceptions from the penalty tax.

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Employer-sponsored or independent?

If you invest in a variable annuity as part of a pension plan, individual retirement plan, or employer-sponsored retirement program, your contract is called a qualified contract. If your annuity is independent of any formal retirement or pension plan, it is termed a non-qualified contract.

If you invest in a variable annuity as part of a pension plan, individual retirement plan, or employer-sponsored retirement program, your contract is called a qualified contract. If your annuity is independent of any formal retirement or pension plan, it is termed a non-qualified contract.

Taxation of non-qualified contracts

Non-natural person

If a non-natural person owns a non-qualified annuity contract, the owner generally must include in income any increase in the excess of the accumulation value over the investment in the contract (generally, the premiums or other consideration paid for the contract) during the taxable year. There are some exceptions to this rule, and a prospective owner that is not a natural person should discuss these with a tax adviser.

This following summary generally applies to contracts owned by natural persons.

Withdrawals before the annuity commencement date

When a withdrawal from a non-qualified contract occurs, the amount received will be treated as ordinary income subject to tax up to an amount equal to any excess of the accumulation value immediately before the distribution that exceeds the owner's investment in the contract. Generally, the owner's investment in the contract is the amount equal to the premiums or other consideration paid for the contract, reduced by any amounts previously distributed from the contract that were not subject to tax at that time. In the case of a surrender under a non-qualified contract, the amount received generally will be taxable only to the extent it exceeds the owner's investment in the contract.

It is possible that the IRS may decide to consider the charges you may choose to pay for certain optional benefits offered through the contract to be taxable distributions to you which may also be subject to tax penalties if you are under age 59 1/2. You should consult your tax adviser before selecting any of the optional benefits available under this contract.

Penalty tax on certain withdrawals

In the case of a distribution from a non-qualified contract, a federal tax penalty may be imposed equal to 10% of the amount treated as income. However, there is generally no penalty on distributions that are:

- o made on or after the taxpayer reaches age 59 1/2,
- o made from an immediate annuity contract,
- o made on or after the death of an owner,
- o attributable to the taxpayer's becoming disabled, or
- o made as part of a series of substantially equal periodic payments for the

If you receive systematic payments that you intend to qualify for the substantially equal periodic payment exception, changes to your systematic payments before you reach age 59 1/2 or within five years (whichever is later) after beginning your systematic payments will result in the retroactive imposition of the 10% tax penalty with interest. In addition, you should note that distributions made before you reach age 59 1/2 under any option that provides for a period certain annuity in connection with a deferred annuity contract may be subject to the 10% tax penalty.

Other exceptions may apply under certain circumstances. Special rules may also apply to the exceptions noted above. You should consult a tax adviser with regard to exceptions from the penalty tax.

Annuity payments

Although tax consequences may vary depending on the payout option elected under an annuity contract, a portion of each annuity payment is generally not taxed and the remainder is taxed as ordinary income. The non-taxable portion of an annuity payment is generally determined so that you recover your investment in the contract ratably on a tax-free basis over the expected stream of annuity payments, as determined when annuity payments begin. However, once your investment in the contract has been fully recovered, the full amount of each annuity payment is subject to tax as ordinary income.

Taxation of death benefits

Amounts may be distributed from a contract because of your death or the death of the annuitant. Generally, such amounts are included in the income of the recipient as follows:

- o if distributed in a lump sum, they are taxed in the same manner as a surrender of the contract
- o if distributed under a payout option, they are taxed in the same way as annuity payments.

Transfers, assignments and contract exchanges

Transferring or assigning ownership of a contract, designating an annuitant, selecting certain maturity dates or exchanging a contract may result in certain tax consequences to you that are not outlined here. For example, such transactions may result in federal gift taxes for you and federal and state income taxes for the new owner, annuitant or payee. If you are considering any such transaction, you should consult a professional tax adviser.

Withholding tax

Annuity distributions are generally subject to withholding for the recipient's federal income tax liability. However, recipients can generally choose not to have tax withheld from distributions.

Separate account charges

It is possible that the IRS may take the position that fees deducted for certain optional benefits are deemed to be taxable distributions to you. In particular, the IRS may treat fees deducted for the optional benefits as taxable withdrawals, which might also be subject to a tax penalty if such withdrawals occur prior to age 59 1/2. Although we do not believe that the fees associated or any optional benefit provided under the contract should be treated as taxable withdrawals, you should consult your tax advisor prior to selecting any optional benefit under the contract.

Multiple contracts

All non-qualified deferred annuity contracts issued by GIAC or its affiliates to the same owner during any calendar year are treated as one annuity contract for purposes of determining the amount included in the contract owner's income when a taxable distribution occurs.

Taxation of qualified contracts

Qualified arrangements receive tax-deferred treatment as a formal retirement or pension plan through provisions of the Internal Revenue Code. There is no added tax-deferred benefit of funding such qualified arrangements with tax-deferred annuities. While the contract will not provide additional tax benefits, it does provide other features and benefits such as death benefit protection and the possibility for income guaranteed for life.

Your rights under a qualified contract may be subject to the terms of the retirement plan itself, regardless of the terms of the qualified contract. Adverse tax consequences may result if you do not ensure that contributions, distributions and other transactions with respect to the contract comply with the law.

Individual Retirement Accounts (IRAs)

As defined in Sections 219 and 408 of the Internal Revenue Code, individuals are allowed to make annual contributions to an IRA of up to the lesser of the specified annual amount or 100% of the compensation includable in their gross income. All or a portion of these contributions may be deductible, depending on the person's income.

Distributions from certain retirement plans may be rolled over into an IRA on a tax-deferred basis without regard to these limits. SIMPLE IRAs under Section 408(p) of the Internal Revenue Code and Roth IRAs under Section 408A may also be used in connection with variable annuity contracts.

SIMPLE IRAs allow employees to defer a percentage of annual compensation up to a specified annual amount, if the sponsoring employer makes matching or non-elective contributions that meet the requirements of the Internal Revenue Code. The penalty for a premature distribution from a SIMPLE IRA that occurs within the first two years after the employee begins to participate in the plan is 25%, instead of the usual 10%.

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Contributions to Roth IRAs are not tax-deductible, and contributions must be made in cash or as a rollover or transfer from another Roth IRA or IRA. You may wish to consult a tax adviser before combining any converted amounts with any other Roth IRA contributions, including any other conversion amounts from other tax years. A rollover or conversion of an IRA to a Roth IRA may be subject to tax.

Distributions from Roth IRAs are generally not taxed. In addition to the income tax and 10% penalty which generally applies to distributions of earnings made before age 59 1/2, income tax and a 10% penalty will be imposed for any distribution of earnings made from a Roth IRA during the five taxable years starting after you first contribute to any Roth IRA. A 10% penalty tax may apply to amounts attributable to a conversion from an IRA if they are distributed during the five taxable years beginning with the year in which the conversion was made.

Corporate pension and profit-sharing plans

Under Section 401(a) of the Internal Revenue Code, corporate employers are allowed to establish various types of retirement plans for employees, and self-employed individuals are allowed to establish qualified plans for themselves and their employees.

Adverse tax consequences to the retirement plan, the participant or both may result if the contract is transferred to any individual as a means of providing benefit payments, unless the plan complies with all applicable requirements before transferring the contract.

Tax-sheltered annuities

Under Section 403(b) of the Internal Revenue Code, public schools and other eligible employers are allowed to purchase annuity contracts and mutual fund shares through custodial accounts on behalf of employees. Generally, these purchase payments are excluded for tax purposes from employee gross incomes. However, these payments may be subject to FICA (Social Security) taxes.

Distributions of salary reduction contributions and earnings (other than your salary reduction accumulation as of December 31, 1988) are not allowed before age 59 1/2, severance from employment, death or disability. Salary reduction contributions may also be distributed upon hardship, but would generally be

subject to penalties.

Penalty tax on certain withdrawals - Distributions from certain qualified contracts may be subject to ordinary income taxes and a 10% federal tax penalty on the amount treated as income. However, there is generally no penalty on distributions that are:

- o made on or after the taxpayer reaches 59 1/2
- o made on or after the death of an owner
- o attributable to the taxpayer's becoming disabled

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- o made to pay deductible medical expenses
- o made to pay medical insurance premiums if you are unemployed
- o made to pay for qualified higher education expenses
- o made for a qualified first time home purchase up to \$10,000
- o for IRS levies, or
- o made as part of a series of substantially equal periodic payments for the life or life expectancy of the taxpayer.

If you receive systematic payments that you intend to qualify for the substantially equal periodic payment exception, changes to your systematic payments before you reach age 59 1/2 or within five years (whichever is later) after beginning your systematic payments will result in the retroactive imposition of the 10% tax penalty with interest. In addition, you should note that distributions made before you reach age 59 1/2 under any option that provides for a period certain annuity may fail to satisfy this exception and may be subject to the 10% tax penalty.

Other exceptions may apply under certain circumstances, and certain exemptions may not be applicable to all types of plans. Special rules may also apply to the exceptions noted above. You should consult a tax adviser with regard to exceptions from the tax penalty.

Other tax issues

You should note that the annuity contract includes a death benefit that in some cases may exceed the greater of the purchase payments or the contract value. The death benefit could be viewed as an incidental benefit, the amount of which is limited in any 401(a) or 403(b) plan. Because the death benefit may exceed this limitation, employers using the contract in connection with corporate pension and profit-sharing plans, or tax-sheltered annuities, should consult their tax adviser. The IRS has not reviewed the contract for qualification as an IRA, and has not addressed in a ruling of general applicability whether a death benefit provision such as those available under this contract comport with IRA qualification requirements.

In the case of a withdrawal under a qualified contract, a ratable portion of the amount received is taxable, generally based on the ratio of the "investment in the contract" to the individual's total account balance or accrued benefit under the retirement plan. The "investment in the contract" generally equals the amount of any non-deductible purchase payments paid by or on behalf of any individual. In many cases, the "investment in the contract" under a qualified contract can be zero.

Qualified contracts other than Roth IRAs have minimum distribution rules that govern the timing and amount of distributions. You should refer to your retirement plan, adoption agreement or consult a tax adviser for more information about these distribution rules.

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Gender-neutral and gender-distinct tables

As a result of a 1983 U.S. Supreme Court ruling, employer-related plans must use

rate tables that are gender-neutral to calculate annuity purchase rates. We have revised our tables for employer-related plans and filed them in the states where we do business. We will continue to use our gender-distinct tables in all other contracts, unless it is prohibited by state law. In those cases our gender-neutral tables will be used.

Pension and annuity distributions generally are subject to withholding for the recipient's federal income tax liability at rates that vary according to the type of distribution and the recipient's tax status. Recipients generally are provided the opportunity to elect not to have tax withheld from distributions. Taxable "eligible rollover distributions" from section 401(a), 403(a), 403(b), and governmental 457 plans are subject to a mandatory federal income tax withholding of 20%. An eligible rollover distribution is any distribution to an employee (or the employee's surviving spouse in the case of the employee's death, or to the employee's former spouse in the case of an alternate payee under a qualified domestic relations order) from such a plan, except certain distributions such as distributions required by the Internal Revenue Code, hardship distributions, or distributions in a specified annuity form. The 20% withholding does not apply, however, if the employee chooses a direct rollover from the plan to a tax-qualified plan, 403(b) plan, IRA or governmental 457(b) Plan that separately accounts for rollover amounts.

Our income taxes

At the present time, we make no charge for any Federal, state or local taxes -- other than the charge for state and local premium taxes that we incur -- that may be attributable to the investment divisions of the Separate Account or to the contracts. We do have the right in the future to make additional charges for any such tax or other economic burden resulting from the application of the tax laws that we determine is attributable to the investment divisions of the Separate Account or the contracts.

Under current laws in several states, we may incur state and local taxes in addition to premium taxes. These taxes are not now significant and we are not currently charging for them. If they increase, we may deduct charges for such taxes.

Possible tax law changes

Although the likelihood of legislative change is uncertain, there is always the possibility that the tax treatment of the contracts could change by legislation or otherwise. You should consult a tax adviser with respect to legislative developments and their effect on the contracts.

We have the right to modify the contracts in response to legislative changes that could otherwise diminish the favorable tax treatment annuity contract owners currently receive. We make no guarantee regarding the tax status of any contract and do not intend this summary as tax advice.

Performance results

From time to time, we may show performance information for the Separate Account's investment divisions in advertisements, sales literature or other materials provided to existing or prospective contract owners. These materials are based upon historical information and are not necessarily representative of future performance. More detail about historical performance appears in the Statement of

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Additional Information. When we show performance, we'll always include SEC standard performance, which reflects all fees and charges for specified periods. We may also show non-standard performance, for example, without showing the effect of certain charges such as deferred sales charges.

Among the key performance measures we use are total returns and yields.

Total returns include: average annual total return, total return, and change in accumulation unit value -- all of which reflect the change in the value of an investment in an investment division of the Separate Account over a specified period, assuming the reinvestment of all income dividends and capital gains distributions.

Yield figures may be quoted for investments in shares of The Guardian Cash Fund and other investment divisions. Current yield is a measure of the income earned on a hypothetical investment over a specified base period of seven days for The Guardian Cash Fund investment division, and 30 days (or one month) for other investment divisions. Effective yield is another measure which may be quoted by The Guardian Cash Fund investment division, which assumes that the net

investment income earned during a base period will be earned and reinvested for a year. Yields are expressed as a percentage of the value of an accumulation unit at the beginning of the base period. Yields are annualized, which assumes that an investment division will generate the same level of net investment income over a one-year period. However, yields fluctuate daily.

Advertisements and sales literature for the Separate Account's investment divisions may compare a Fund's performance to that of investments offered through the separate accounts of other insurance companies that have similar investment objectives or programs. Promotional material may also compare a Fund's performance to one or more indices of the types of securities which the Fund buys and sells for its portfolio. Performance comparisons may be illustrated by tables, graphs or charts. Additionally, promotional material may refer to:

- o the types and characteristics of certain securities
- o features of a Fund's portfolio
- o financial markets
- o historical, current or perceived economic trends, and
- o topics of general investor interest, such as personal financial planning.

In addition, advertisements and sales literature may refer to or reprint all or portions of articles, reports or independent rankings or ratings which relate specifically to the investment divisions or to other comparable investments. However, such material will not be used to indicate future performance.

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Advertisements and sales literature about the variable annuity contracts and the Separate Account may also refer to ratings given to GIAC by insurance company rating organizations such as:

- o Moody's Investors Service, Inc.
- o Standard & Poor's Ratings Group
- o A.M. Best & Co.
- o Duff & Phelps.

These ratings relate only to GIAC's ability to meet its obligations under the contracts' fixed-rate option and to pay death benefits provided under the contracts, not to the performance of the variable investment options.

Further information about the performance of each investment division is contained in their respective annual reports, which may be obtained from GIS free of charge.

YOUR RIGHTS AND RESPONSIBILITIES

Voting rights

We own the Fund's shares, but you may have voting rights in the various Funds. To the extent that we are required by law, we will cast our votes according to the instructions of those contract owners who have an interest in variable investment options investing in Funds holding a shareholder vote, as of the shareholder meeting record date. Those votes for which we receive no instructions will be voted in the same proportion as those we have received instructions for. We'll solicit instructions when the Funds hold shareholder votes. We have the right to restrict contract owner voting instructions if the laws change to allow us to do so.

The owner of the contract has voting rights until the date annuity payments begin. After that date, rights switch to the annuitant. Voting rights diminish with the reduction of your contract value. The fixed-rate option has no voting rights.

TELEPHONE AND ELECTRONIC SERVICES

We will process certain transactions by telephone if you have authorized us to do so. We currently take fund transfer requests and changes in future allocations over the phone. If you would like this privilege, please complete an authorization form, or complete the appropriate section of your application. Once we have your authorization on file, you can authorize permitted transactions over the telephone by calling 1-800-533-0099 between 9:00 a.m. and 4:00 p.m. New York City time on any day we are open for business.

In addition to telephone services, in the future we anticipate offering you the ability to use your personal computer to receive documents electronically, review your account information and to perform other specified transactions. We will notify you as these electronic services

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become available. At that time, if you want to participate in any or all of our electronic programs, we will ask that you visit our website for information and registration. You may also be able to register by other forms of communication. If you choose to participate in the electronic document delivery program, you will receive financial reports, prospectuses, confirmations and other information via the Internet. You will not receive paper copies.

Generally, you are automatically eligible to use these services when they are available. You must notify us if you do not want to participate in any or all of these programs. You may reinstate these services at any time. You bear the risk of possible loss if someone gives us unauthorized or fraudulent registration or instructions for your account so long as we believe the registration or instructions to be genuine and we have followed reasonable procedures to confirm that the registration or instructions communicated by telephone or electronically are genuine. If we do not follow reasonable procedures to confirm that the registration or instructions communicated by telephone or electronically are genuine, we may be liable for any losses. Please take precautions to protect yourself from fraud. Keep your account information and PIN number private and immediately review your statements and confirmations. Contact us immediately about any transactions you believe to be unauthorized.

We may change, suspend or eliminate telephone or Internet privileges at any time, without prior notice. We reserve the right to refuse any transaction request that we believe would be disruptive to contract administration or is not in the best interests of the contract owners or the Separate Account. Telephone and Internet services may be interrupted or response times slow if we are experiencing physical or technical difficulties, or economic or market emergency conditions. While we are experiencing such difficulties we ask you to send your request by regular or express mail and we will process it using the accumulation unit value first calculated after we receive the request. We will not be responsible or liable for: any inaccuracy, error or delay in or omission of any information you transmit or deliver to us; any loss or damage you may incur because of such inaccuracy, error, delay, omission or non-performance; or any interruption resulting from emergency circumstances.

Your right to cancel the contract

During the 10-day period after receiving your contract, the free-look period, you have the right to examine your contract and return it for cancellation if you change your mind about buying it. Longer periods may apply in some states.

Upon cancellation and as required by state law or regulation, we'll refund to you either:

- o the total amount you paid for the contract; or
- o the sum of the surrender value of the contract, plus the difference between the premiums you paid (including any contract fees or other charges) and the amounts allocated to the variable and fixed-rate investment options under the contract.

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Distribution of the contract

The variable annuity contracts are sold by insurance agents who are licensed by GIAC and who are either registered representatives of GIS or of broker-dealer firms which have entered into sales agreements with GIS and GIAC. GIS and such other broker-dealers (including Park Avenue Securities LLC, a wholly owned subsidiary of GIAC) are members of the National Association of Securities Dealers, Inc.

GIAC will generally pay commissions to these individuals or broker-dealer firms for the sale of contracts. When we compensate a firm, the representative responsible for the sale of the contract will receive a portion of the compensation based on the practice of the firm. Commissions may vary, but will not exceed the limits of applicable laws and regulations.

Currently, there are several compensation programs from which these individuals or firms may choose. One compensation program is based on a percentage of each contract premium payment up to a maximum of 7%. The other compensation programs provide a lower initial commission on each premium payment but allow for ongoing annual compensation based on a percentage of the contract value. Typically, the additional annual compensation begins only after the completion of a certain number of contract years. Also, additional annual compensation may be payable while certain contract riders are in effect. The maximum annual compensation possible based on contract value is 1%.

We reserve the right to pay any compensation permissible under applicable state law and regulations, including for example, additional sales or service compensation while a contract is in force or additional amounts paid in connection with special promotional incentives. In addition, we may compensate certain individuals or firms for the sale of contracts in the form of commission overrides, expense allowances, bonuses, wholesaler fees and training allowances. Individuals may also qualify for non-cash compensation such as expense-paid trips and educational seminars.

If you return your contract under the right to cancel provisions, the representative may have to return some or all of any commissions we have paid.

The fees and charges imposed under the contract defray the costs of commissions and other sales expenses. You are not charged directly for commissions or other compensation paid for the sale of contracts.

The principal underwriter of the contracts is GIS, located at 7 Hanover Square, New York, New York 10004.

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SPECIAL TERMS USED IN THIS PROSPECTUS

Accumulation Period: The period between the issue date of the contract and the retirement date.

Accumulation Unit: A measure used to determine the value of a contract owner's interest under the contract before annuity payments begin. The contract has variable accumulation units and fixed accumulation units.

Accumulation Value: The value of all the accumulation units in the variable investment options and/or the fixed-rate option credited to a contract.

Annuitant: The person on whose life the annuity payments are based and on whose death, prior to the retirement date, benefits under the contract are paid.

Retirement Date: The date on which annuity payments under the contract begin.

Annuity Payments: Periodic payments, either variable or fixed in nature, made by GIAC to the contract owner at monthly intervals after the retirement date.

Annuity Unit: A measure used to determine the amount of any variable annuity payment.

Business Day: Each day the New York Stock Exchange is open for trading and GIAC is open for business.

Contract Anniversary Date: The annual anniversary measured from the issue date of the contract.

Contract owner: You (or your); the person(s) or entity designated as the owner in the contract.

Funds: The open-end management investment companies, each corresponding to a variable investment option. The Funds are listed on the front cover of this prospectus.

Good Order: Notice from any party authorized to initiate a transaction under this contract, received in a format satisfactory to GIAC at its customer service office, that contains all information required by GIAC to process that transaction. For telephone transfer instructions, good order also means that the telephone call must be received on a business day and completed no later than 4:00 p.m. New York City time on that day in order to receive that day's unit values.

Valuation Period: The time period from the determination of one accumulation unit and annuity unit value to the next.

Variable Investment Options: The Funds underlying the contract are the variable

investment options -- as distinguished from the fixed-rate option -- available for allocations of net premium payments and accumulation values.

OTHER INFORMATION

Legal Proceedings

Neither the Separate Account nor GIAC is a party to any pending material legal proceeding.

Where to get more information

Our Statement of Additional Information (SAI) has more details about the contracts described in this prospectus. If you would like a free copy, please call us toll-free at 1-800-221-3253, or write to us at the following address:

The Guardian Insurance & Annuity Company, Inc.
Customer Service Office
Box 26210
Lehigh Valley, Pennsylvania 18002

The SAI contains the following information:

- o Services to the Separate Account
- o Annuity payments
- o Tax status of the contracts

- o Calculation of Yield Quotations for The Guardian Cash Fund

- o Valuation of assets of the Separate Account
- o Transferability restrictions

- o Experts

APPENDIX A SUMMARY FINANCIAL INFORMATION

The following two charts containing accumulation unit information for the time periods indicated are derived from the financial statements of Separate Account D, which were audited by PricewaterhouseCoopers LLP, independent accountants, for the year ending December 31, 2003. The data in the charts should be read in conjunction with the financial statements, related notes and other financial information for Separate Account D which are included in the Statement of Additional Information.

The Separate Account commenced operations on January 16, 1990. All accumulation unit values when they first became available began at an accumulation unit value of \$10.00. If no data appears for a particular accumulation unit value, then that funding option was not available at that time or there were no outstanding accumulation units. The accumulation unit value as indicated for the end of one year is also the accumulation unit value at the beginning of the next year.

There are no outstanding accumulation units for contracts including the contract anniversary death benefit rider. Therefore, no information is presented in the table for this contract type.

Variable accumulation unit value for an accumulation unit value outstanding throughout the period:

<TABLE>
<CAPTION>

CONTRACT TYPE

INVESTMENT OPTION	YEAR END	BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
The Guardian Cash Fund	2003	\$15.28	\$11.35
	2002	15.36	11.44
	2001	15.35	11.47
	2000	14.99	11.23
	1999	14.30	10.75
	1998	13.81	10.41
	1997	13.29	10.05
	1996	12.79	
	1995	12.32	
	1994	11.81	
	1993	11.51	
The Guardian Stock Fund	2003	33.08	9.37
	2002	27.55	7.83
	2001	35.23	10.04
	2000	45.37	12.97
	1999	56.24	16.11
	1998	43.37	12.48
	1997	36.61	10.56
	1996	27.31	
	1995	21.78	
	1994	16.36	
	1993	16.76	
The Guardian Bond Fund	2003	23.61	13.64
	2002	22.81	13.21
	2001	21.08	12.24
	2000	19.59	11.41
	1999	18.01	10.53
	1998	18.37	10.77
	1997	17.20	10.11
	1996	15.96	
	1995	15.70	
	1994	13.50	
	1993	14.15	
The Guardian Small Cap Stock Fund	2003	14.50	12.77
	2002	10.23	9.03
	2001	12.25	10.85
	2000	13.44	11.94
	1999	14.07	12.54
	1998	10.54	9.42
	1997	11.31	10.14

</TABLE>

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<TABLE>
<CAPTION>

INVESTMENT OPTION	YEAR END	BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
The Guardian VC 500 Index Fund	2003	\$ 8.12	\$ 8.04
	2002	6.41	6.36
	2001	8.36	8.32
	2000	9.60	9.58
The Guardian VC Asset Allocation Fund	2003	9.39	9.29
	2002	7.44	7.38
	2001	9.39	9.35
	2000	10.44	10.42
The Guardian VC High Yield Bond Fund	2003	11.49	11.37
	2002	9.85	9.78

	2001	9.84	9.79
	2000	9.61	

Gabelli Capital Asset Fund	2003	26.09	16.39
	2002	19.48	12.28
	2001	23.00	14.54
	2000	22.69	14.39
	1999	21.75	13.83
	1998	18.36	11.71
	1997	16.63	10.64
	1996	11.80	
	1995	10.75	

Baillie Gifford International Fund	2003	18.99	11.11
	2002	14.77	8.67
	2001	18.16	10.69
	2000	23.08	13.63
	1999	29.18	17.28
	1998	21.22	12.61
	1997	17.72	10.56
	1996	16.01	
	1995	14.04	
	1994	12.77	
	1993	12.80	

Baillie Gifford Emerging Markets Fund	2003	13.95	13.93
	2002	9.17	9.18
	2001	9.90	9.95
	2000	9.42	9.50
	1999	13.20	13.35
	1998	7.75	7.86
	1997	10.71	10.89
	1996	10.63	
	1995	8.63	
	1994	8.78	

Value Line Centurion Fund	2003	34.66	10.31
	2002	29.35	8.75
	2001	38.52	11.53
	2000	46.59	13.98
	1999	53.84	16.21
	1998	42.48	12.82
	1997	33.71	10.21
	1996	28.10	
	1995	24.22	
	1994	17.50	
	1993	18.10	

</TABLE>

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APPENDIX

The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>
<CAPTION>

INVESTMENT OPTION	YEAR END	CONTRACT TYPE	
		BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
Value Line Strategic Asset Management Trust	2003	\$38.01	\$13.48
	2002	33.00	11.73
	2001	38.16	13.61
	2000	44.33	15.86
	1999	43.99	15.79
	1998	35.80	12.89
	1997	28.42	10.26
	1996	24.85	
	1995	21.70	
	1994	17.08	
	1993	18.16	

AIM V.I. Capital Appreciation Fund	2003	6.92	6.84

	2002	5.40	5.36
	2001	7.23	7.19
	2000	9.53	9.51
AIM V.I. Global Utilities Fund	2003	6.35	6.28
	2002	5.40	5.35
	2001	7.33	7.30
	2000	10.29	10.27
AIM V.I. Premier Equity Fund	2003	6.82	6.75
	2002	5.52	5.48
	2001	8.00	7.97
	2000	9.26	9.24
AllianceBernstein Growth & Income Portfolio	2003	10.44	10.39
	2002	7.99	7.98
AllianceBernstein Premier Growth Portfolio	2003	9.65	9.61
	2002	7.92	--
AllianceBernstein Technology Portfolio	2003	9.67	9.62
	2002	6.80	--
AllianceBernstein Value Portfolio	2003	10.80	10.74
	2002	8.50	8.49
Davis Financial Portfolio	2003	11.69	11.57
	2002	8.95	8.88
	2001	10.89	10.84
	2000	12.29	12.27
Davis Real Estate Portfolio	2003	16.78	16.60
	2002	12.41	12.32
	2001	11.86	11.80
	2000	11.37	11.35
Davis Value Portfolio	2003	9.72	9.62
	2002	7.58	7.52
	2001	9.16	9.11
	2000	10.34	10.32
Fidelity VIP Contrafund Portfolio (Service Class)	2003	9.88	9.77
	2002	7.78	7.72
	2001	8.69	8.65
	2000	10.04	10.02
Fidelity VIP Equity-Income Portfolio (Service Class)	2003	10.80	10.68
	2002	8.39	8.32
	2001	10.22	10.18
	2000	10.90	10.88
Fidelity VIP Growth Opportunities Portfolio (Service Class)	2003	7.93	7.84
	2002	6.19	6.14
	2001	8.01	7.98
	2000	9.48	9.46

</TABLE>

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The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>

<CAPTION>

INVESTMENT OPTION	YEAR END	CONTRACT TYPE	
		BASIC	7-YEAR DEATH BENEFIT RIDER
Fidelity VIP Mid Cap Portfolio (Service Class)	<C>	<C>	<C>
	2003	\$14.81	\$14.65
	2002	10.82	10.73
	2001	12.14	12.09
	2000	12.71	12.69

Templeton Growth Securities (Class 2)	2003	10.39	10.34
	2002	7.96	7.94
Janus Aspen Mid Cap Growth Portfolio (Institutional Shares)	2003	4.82	4.77
	2002	3.61	3.58
	2001	5.07	5.04
	2000	8.46	8.45
Janus Aspen Capital Appreciation Portfolio (Institutional Shares)	2003	7.10	7.02
	2002	5.95	5.91
	2001	7.14	7.11
	2000	9.23	9.21
Janus Aspen Growth Portfolio (Institutional Shares)	2003	6.52	6.45
	2002	5.01	4.97
	2001	6.89	6.86
	2000	9.26	9.25
Janus Aspen Worldwide Growth Portfolio (Institutional Shares)	2003	6.33	6.26
	2002	5.16	5.12
	2001	7.01	6.97
	2000	9.14	9.12
MFS Emerging Growth Series (Initial Class)	2003	5.14	5.09
	2002	3.99	3.96
	2001	6.10	6.07
	2000	9.28	9.26
MFS Investors Trust Series (Initial Class)	2003	10.25	10.32
	2002	8.49	8.58
	2001	10.87	11.01
	2000	13.08	13.29
	1999	13.26	13.51
	1998	12.57	12.84
	1997	10.40	10.66
MFS New Discovery Series (Initial Class)	2003	8.88	8.78
	2002	6.72	6.66
	2001	9.94	9.89
	2000	10.59	10.57
MFS Research Series (Initial Class)	2003	6.93	6.86
	2002	5.62	5.58
	2001	7.54	7.50
	2000	9.68	9.67
MFS Total Return Series (Initial Class)	2003	12.00	11.87
	2002	10.43	10.35
	2001	11.13	11.08
	2000	11.23	11.21
Van Kampen Life Investment Trust Government Portfolio (Class II)	2003	10.66	10.61
	2002	10.63	10.60
Van Kampen Life Investment Trust Growth and Income Portfolio (Class II)	2003	11.40	10.35
	2002	8.24	8.22

</TABLE>

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The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>

<CAPTION>

INVESTMENT OPTION	YEAR END	CONTRACT TYPE	
		BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
The Guardian Cash Fund	2003	6,028,620	519,552
	2002	9,456,907	860,964
	2001	11,101,327	1,031,906
	2000	9,596,904	845,837

	1999	13,934,054	1,084,454
	1998	14,263,345	626,778
	1997	13,909,645	259,478
	1996	14,702,759	
	1995	14,168,060	
	1994	15,006,889	
	1993	9,999,693	

The Guardian Stock Fund	2003	19,451,754	4,533,013
	2002	23,054,222	5,487,176
	2001	29,533,253	7,249,644
	2000	37,104,107	9,362,793
	1999	41,964,138	10,190,342
	1998	50,156,253	7,683,675
	1997	55,579,619	3,990,332
	1996	50,275,930	
	1995	43,472,046	
	1994	35,419,142	
	1993	25,090,864	

The Guardian Bond Fund	2003	6,031,101	829,181
	2002	7,821,403	1,267,625
	2001	7,731,557	1,109,572
	2000	7,511,758	916,576
	1999	9,203,256	1,145,593
	1998	11,326,075	915,799
	1997	12,034,797	317,240
	1996	12,663,085	
	1995	13,111,356	
	1994	11,671,070	
	1993	11,792,527	

The Guardian Small Cap Stock Fund	2003	2,772,437	242,228
	2002	2,765,735	225,006
	2001	2,868,390	292,911
	2000	3,557,758	410,859
	1999	3,010,741	706,437
	1998	3,733,815	820,470
	1997	3,681,360	542,814

The Guardian VC 500 Index Fund	2003	1,379,012	129,107
	2002	1,082,762	68,471
	2001	864,060	72,521
	2000	115,262	1,582

The Guardian VC Asset Allocation Fund	2003	334,663	48,638
	2002	193,575	23,022
	2001	265,382	19,408
	2000	78,464	3,520

The Guardian VC High Yield Bond Fund	2003	544,707	32,253
	2002	250,105	20,525
	2001	204,845	2,876
	2000	36,359	--

Gabelli Capital Asset Fund	2003	3,359,412	642,777
	2002	3,585,124	618,497
	2001	4,047,602	767,170
	2000	3,881,708	733,340
	1999	4,615,764	1,089,293
	1998	5,301,775	974,320
	1997	4,972,853	570,583
	1996	3,748,050	
	1995	2,148,368	

</TABLE>

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The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>
<CAPTION>

CONTRACT TYPE

7-YEAR
DEATH

INVESTMENT OPTION	YEAR END	BASIC	BENEFIT RIDER
<S>	<C>	<C>	<C>
Baillie Gifford International Fund	2003	5,016,733	570,045
	2002	5,987,351	661,898
	2001	7,402,239	838,502
	2000	9,771,054	1,154,056
	1999	11,223,178	1,457,210
	1998	13,245,135	1,040,689
	1997	14,456,736	513,510
	1996	15,094,820	
	1995	13,864,952	
	1994	15,074,816	
	1993	8,565,453	
Baillie Gifford Emerging Markets Fund	2003	1,765,901	105,459
	2002	1,871,531	119,705
	2001	2,046,816	147,733
	2000	2,482,908	184,854
	1999	3,055,038	353,384
	1998	2,924,415	356,230
	1997	4,422,388	327,148
	1996	3,371,380	
	1995	1,440,233	
	1994	606,438	
Value Line Centurion Fund	2003	3,933,358	680,930
	2002	4,639,161	806,359
	2001	5,814,117	1,018,409
	2000	7,206,185	1,235,716
	1999	8,400,109	1,532,459
	1998	9,176,837	1,044,912
	1997	10,475,161	628,226
	1996	5,944,240	
	1995	9,664,499	
	1994	8,309,405	
	1993	7,416,828	
Value Line Strategic Asset Management Trust	2003	11,751,872	2,291,584
	2002	13,812,779	2,849,392
	2001	17,377,163	3,731,307
	2000	20,945,510	4,407,994
	1999	23,900,039	4,795,070
	1998	27,209,665	3,004,574
	1997	30,381,124	1,389,018
	1996	31,212,411	
	1995	28,610,833	
	1994	27,391,820	
	1993	23,033,364	
AIM V.I. Capital Appreciation Fund	2003	376,901	19,618
	2002	374,146	29,466
	2001	543,701	47,001
	2000	554,443	59,188
AIM V.I. Global Utilities Fund	2003	95,181	10,169
	2002	79,695	5,580
	2001	132,578	3,843
	2000	55,284	4,021
AIM V.I. Premier Equity Fund (formerly AIM V.I. Value Fund)	2003	402,344	38,149
	2002	499,838	52,287
	2001	752,786	67,962
	2000	347,685	10,882
AllianceBernstein Growth & Income Portfolio	2003	274,508	13,687
	2002	20,036	15,252
AllianceBernstein Premier Growth Portfolio	2003	92,599	12,811
	2002	2,790	--

</TABLE>

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The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>
<CAPTION>

INVESTMENT OPTION	YEAR END	CONTRACT TYPE	
		BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
AllianceBernstein Technology Portfolio	2003	129,071	21,733
	2002	8,947	--
AllianceBernstein Value Portfolio	2003	138,117	17,763
	2002	81,202	6,409
Davis Financial Portfolio	2003	261,056	16,672
	2002	278,025	15,238
	2001	375,499	26,910
	2000	163,662	35,571
Davis Real Estate Portfolio	2003	551,741	92,493
	2002	451,483	76,056
	2001	163,258	24,931
	2000	101,524	15,795
Davis Value Portfolio	2003	1,528,017	159,032
	2002	1,474,930	182,897
	2001	1,622,210	160,700
	2000	772,430	47,021
Fidelity VIP Contrafund Portfolio (Service Class)	2003	1,698,765	290,615
	2002	1,463,397	104,305
	2001	930,322	75,177
	2000	255,412	15,882
Fidelity VIP Equity-Income Portfolio (Service Class)	2003	1,103,792	100,233
	2002	951,416	105,347
	2001	729,421	104,223
	2000	67,729	14,151
Fidelity VIP Growth Opportunities Portfolio (Service Class)	2003	242,013	12,425
	2002	81,416	3,134
	2001	87,433	5,751
	2000	21,115	1,719
Fidelity VIP Mid Cap Portfolio (Service Class)	2003	1,803,176	215,521
	2002	1,744,068	124,077
	2001	1,398,815	89,713
	2000	1,167,489	96,187
Templeton Growth Securities (Class 2)	2003	273,913	31,235
	2002	118,224	16,394
Janus Aspen Mid Cap Growth Portfolio (Institutional Shares)	2003	560,184	38,524
	2002	434,736	14,310
	2001	615,473	48,567
	2000	868,436	32,561
Janus Aspen Capital Appreciation Portfolio (Institutional Shares)	2003	574,029	37,362
	2002	612,471	42,989
	2001	664,090	60,384
	2000	458,794	31,021
Janus Aspen Growth Portfolio (Institutional Shares)	2003	444,434	33,925
	2002	533,613	42,965
	2001	732,194	131,473
	2000	549,607	93,712
Janus Aspen Worldwide Growth Portfolio (Institutional Shares)	2003	951,615	67,972
	2002	1,315,032	129,084
	2001	1,510,751	206,264
	2000	1,064,845	124,924
MFS Emerging Growth Series (Initial Class)	2003	340,505	77,736
	2002	226,639	21,092
	2001	351,543	16,806
	2000	310,649	17,227

</TABLE>

The Guardian Insurance & Annuity Company, Inc.

APPENDIX A

<TABLE>
<CAPTION>

INVESTMENT OPTION	YEAR END	CONTRACT TYPE	
		BASIC	7-YEAR DEATH BENEFIT RIDER
<S>	<C>	<C>	<C>
MFS Investors Trust Series (Initial Class)	2003	797,093	89,002
	2002	971,716	102,276
	2001	1,377,253	225,960
	2000	1,708,374	272,814
	1999	2,473,303	632,195
	1998	2,439,681	664,067
	1997	445,841	41,031
MFS New Discovery Series (Initial Class)	2003	504,746	35,828
	2002	440,823	26,395
	2001	576,897	37,658
	2000	254,820	13,361
MFS Research Series (Initial Class)	2003	112,574	10,627
	2002	166,787	14,831
	2001	301,375	21,250
	2000	205,060	8,811
MFS Total Return Series (Initial Class)	2003	2,133,759	106,601
	2002	1,989,124	104,484
	2001	1,377,004	58,131
	2000	170,337	11,957
Van Kampen Life Investment Trust Government Portfolio (Class II)	2003	438,524	37,542
	2002	447,786	123,402
Van Kampen Life Investment Trust Growth and Income Portfolio (Class II)	2003	162,745	32,077
	2002	56,154	18,151

</TABLE>

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APPENDIX

THE GUARDIAN INVESTOR(R)
INDIVIDUAL DEFERRED
VARIABLE ANNUITY CONTRACTS

Issued Through The Guardian Separate Account D of
The Guardian Insurance & Annuity Company, Inc.

Statement of Additional Information dated May 1, 2004

This Statement of Additional Information is not a prospectus but should be read
in conjunction with the current Prospectus for The Guardian Separate Account D
(marketed under the name "The Guardian Investor") dated May 1, 2004.

A free Prospectus is available upon request by writing or calling:

The Guardian Insurance & Annuity Company, Inc.
Customer Service Office
P.O. Box 26210
Lehigh Valley, Pennsylvania 18002
1-800-221-3253

Read the prospectus before you invest. Terms used in this Statement of
Additional Information shall have the same meaning as in the Prospectus.

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EB-013286 5/03

STATEMENT OF ADDITIONAL INFORMATION

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SERVICES TO THE SEPARATE ACCOUNT

The Guardian Insurance & Annuity Company, Inc. ("GIAC") maintains the books and records of The Guardian Separate Account D (the "Separate Account"). GIAC, a wholly owned subsidiary of The Guardian Life Insurance Company of America, acts as custodian of the assets of the Separate Account. GIAC bears all expenses incurred in the operations of the Separate Account, except the mortality and expense risk charge and the administrative charge (as described in the Prospectus), which are borne by the contract owner.

Guardian Investor Services LLC ("GIS"), a wholly owned subsidiary of GIAC, serves as principal underwriter for the Separate Account pursuant to a distribution and service agreement between GIAC and GIS. The contracts are offered continuously and are sold by GIAC insurance agents who are registered representatives of either Park Avenue Securities LLC ("PAS") or of other broker-dealers which have selling agreements with GIS and GIAC. In the years 2003, 2002 and 2001, GIAC paid commissions through GIS and PAS with respect to the sales of variable annuity contracts in the amount of \$43,478,315, \$39,993,217 and \$33,476,514, respectively.

ANNUITY PAYMENTS

The objective of the contracts is to provide benefit payments (known as annuity payments) which will increase at a rate sufficient to maintain purchasing power at a constant level. For this to occur, the actual net investment return must exceed the assumed investment return of 4% by an amount equal to the rate of inflation. Of course, no assurance can be made that this objective will be met. If the assumed interest return were to be increased, benefit payments would start at a higher level but would increase more slowly or decrease more rapidly. Likewise, a lower assumed interest return would provide a lower initial payment with greater increases or lesser decreases in subsequent annuity payments.

Value of an Annuity Unit: The value of an annuity unit is determined independently for each of the Variable Investment Options. For any valuation period, the value of an annuity unit is equal to the value for the immediately preceding valuation period multiplied by the annuity change factor for the current valuation period. The annuity unit value for a valuation period is the value determined as of the end of such period. The annuity change factor is equal to the net investment factor for the same valuation period adjusted to neutralize the assumed investment return used in determining the annuity payments. The net investment factor is reduced by the amount of the mortality and expense risk charge on an annual basis during the life of the contract. The dollar amount of any monthly payment due after the first monthly payment under a Variable Investment Option will be determined by multiplying the number of annuity units by the value of an annuity unit for the valuation period ending ten (10) days prior to the valuation period in which the monthly payment is due.

Determination of the First Monthly Annuity Payment: At the time annuity payments begin, the value of the contract owner's account is determined by multiplying the appropriate variable or fixed accumulation unit value on the valuation period ten (10) days before the date the first variable or fixed annuity payment is due by the corresponding number of variable or fixed accumulation units credited to the contract owner's account as of the date the first annuity payment is due, less any applicable premium taxes not previously deducted.

The contracts contain tables reflecting the dollar amount of the first monthly payment which can be purchased with each \$1,000 of value accumulated under the contract. The amounts depend on the variable or fixed annuity payout option selected, the mortality table used under the contract (the 1983 Individual Mortality Table a projected using Scale G) and the nearest age of the annuitant. The first annuity payment is determined by multiplying the benefit per \$1,000 of value shown in the contract tables by the number of thousands of dollars of value accumulated under the contract. Currently, we are using annuity purchase rates we believe to be more favorable to you than those in your contract. We may change these rates from time to time, but the rate will never be less favorable than those guaranteed in your contract.

Determination of the Second and Subsequent Monthly Variable Annuity Payments:
The amount of the second and subsequent variable annuity payments is determined by multiplying the number of annuity units by the appropriate annuity unit value as of the valuation period ten (10) days prior to the day such payment is due. The number of annuity units under a contract is determined by dividing the first monthly variable annuity payment by the value of the appropriate Annuity

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STATEMENT OF ADDITIONAL INFORMATION

Unit on the date of such payment. This number of annuity units remains fixed during the variable annuity payment period, provided no transfers among the variable investment options are made. If a transfer among the variable investment options is made, the number of annuity units will be adjusted accordingly.

The assumed investment return of 4% under the contract is the measuring point for subsequent variable annuity payments. If the actual net investment return (on an annual basis) remains constant at 4%, the variable annuity payments will remain constant. If the actual net investment rate exceeds 4%, the variable annuity payment will increase at a rate equal to the amount of such excess. Conversely, if the actual rate is less than 4%, variable annuity payments will decrease.

The second and subsequent monthly payments made under a fixed annuity payout option will be equal to the amount of the first monthly fixed annuity payment (described above).

TAX STATUS OF THE CONTRACTS

Tax law imposes several requirements that variable annuities must satisfy in order to receive the tax treatment normally accorded to annuity contracts.

Diversification Requirements. The Internal Revenue Code of 1986, as amended ("Code") requires that the investments of each investment division of the separate account underlying the contracts be "adequately diversified" in order for the contracts to be treated as annuity contracts for Federal income tax purposes. It is intended that each investment division, through the fund in which it invests, will satisfy these diversification requirements.

Owner Control. In some circumstances, owners of variable contracts who retain excessive control over the investment of the underlying separate account assets may be treated as the owners of those assets and may be subject to tax on income produced by those assets. Although published guidance in this area does not address certain aspects of the contracts, we believe that the owner of a contract should not be treated as the owner of the separate account assets. We reserve the right to modify the contracts to bring them in conformity with applicable standards should such modification be necessary to prevent owners of the contracts from being treated as the owners of the underlying separate account assets.

Required Distributions. In order to be treated as an annuity contract for Federal income tax purposes, section 72(s) of the Code requires any non-qualified contract to contain certain provisions specifying how your interest in the contract will be distributed in the event of the death of a holder of the contract. Specifically, section 72(s) requires that (a) if any holder dies on or after the annuity starting date, but prior to the time the entire interest in the contract has been distributed, the entire interest in the contract will be distributed at least as rapidly as under the method of distribution being used as of the date of such holder's death; and (b) if any holder dies prior to the annuity starting date, the entire interest in the contract will be distributed within five years after the date of such holder's death. These requirements will be considered satisfied as to any portion of a holder's interest which is payable to or for the benefit of a designated beneficiary and which is distributed over the life of such designated beneficiary or over a period not extending beyond the life expectancy of that beneficiary, provided that such distributions begin within one year of the

holder's death. The designated beneficiary refers to a natural person designated by the holder as a beneficiary and to whom ownership of the contract passes by reason of death. However, if the designated beneficiary is the surviving spouse of the deceased holder, the contract may be continued with the surviving spouse as the new holder.

The non-qualified contracts contain provisions that are intended to comply with these Code requirements, although no regulations interpreting these requirements have yet been issued. We intend to review such provisions and modify them if necessary to assure that they comply with the applicable requirements when such requirements are clarified by regulation or otherwise.

Other rules may apply to qualified contracts.

STATEMENT OF ADDITIONAL INFORMATION

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CALCULATION OF YIELD QUOTATIONS FOR THE GUARDIAN CASH FUND INVESTMENT DIVISION

The yield of the Investment Division of the Separate Account investing in The Guardian Cash Fund represents the net change, exclusive of gains and losses realized by the Investment Division or The Guardian Cash Fund and unrealized appreciation and depreciation with respect to The Guardian Cash Fund's portfolio of securities, in the value of a hypothetical pre-existing contract that is credited with one accumulation unit at the beginning of the period for which yield is determined (the "base period"). The base period generally will be a seven-day period. The current yield for a base period is calculated by dividing (1) the net change in the value of the contract for the base period (see "Accumulation Period" in the Prospectus) by (2) the value of the contract at the beginning of the base period and multiplying the result by 365/7. Deductions from purchase payments (for example, any applicable premium taxes) and any applicable contingent deferred sales charge assessed at the time of withdrawal or annuitization are not reflected in the computation of current yield of the Investment Division. The determination of net change in contract value reflects all deductions that are charged to a contract owner, in proportion to the length of the base period and the Investment Division's average contract size. The current annualized yield of The Guardian Cash Fund Investment Division for the 7-day period ended December 31, 2003 was 0.56%.

Yield also may be calculated on an effective or compound basis, which assumes continual reinvestment by the Investment Division throughout an entire year of net income earned by the Investment Division at the same rate as net income is earned in the base period. The effective or compound yield for a base period is calculated by (1) dividing (i) the net change in the value of the contract for the base period by (ii) the value of the contract as of the beginning of the base period, (2) adding 1 to the result, (3) raising the sum to a power equal to 365 divided by the number of days in the base period, and (4) subtracting 1 from the result. The effective annualized yield of The Guardian Cash Fund Investment Division for the 7-day period ended December 31, 2003 was 0.56%.

The current and effective yields of The Guardian Cash Fund Investment Division will vary depending on prevailing interest rates, the operating expenses and the quality, maturity and type of instruments held in The Guardian Cash Fund's portfolio. Consequently, no yield quotation should be considered as representative of what the yield of the Investment Division may be for any specified period in the future. The yield is subject to fluctuation and is not guaranteed.

VALUATION OF ASSETS OF THE SEPARATE ACCOUNT

The value of Fund shares held in each Investment Division at the time of each valuation is the redemption value of such shares at such time. If the right to redeem shares of a Fund has been suspended, or payment of redemption value has been postponed for the sole purpose of computing annuity payments, the shares held in the Separate Account (and corresponding annuity units) may be valued at fair value as determined in good faith by GIAC's Board of Directors.

TRANSFERABILITY RESTRICTIONS

Where a contract is owned in conjunction with a retirement plan qualified under the Code, a tax-sheltered annuity program or individual retirement account, and notwithstanding any other provisions of the contract, the contract owner may not change the ownership of the contract nor may the contract be sold, assigned or pledged as collateral for a loan or as security for the performance of an obligation or for any other purpose to any person other than GIAC unless the contract owner is the trustee of an employee trust qualified under the Code, the custodian of a custodial account treated as such, or the employer under a qualified non-trusteed pension plan.

EXPERTS

The consolidated financial statements of GIAC as of December 31, 2003 and 2002 and for each of the three years in the period ended December 31, 2003 and the financial statements of the Separate Account as of and for the year ended December 31, 2003 and for each of the two years in the period then ended included in this Statement of Additional Information have been so included in reliance on the reports of PricewaterhouseCoopers LLP, independent accountants, given on the authority of said firm as experts in auditing and accounting.

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STATEMENT OF ADDITIONAL INFORMATION

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STATEMENT OF ADDITIONAL INFORMATION

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FINANCIAL STATEMENTS OF

THE GUARDIAN SEPARATE ACCOUNT D

The Guardian Separate Account D

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2003

<TABLE>
<CAPTION>

	Investment Divisions			
	Guardian Stock	Guardian VC 500 Index	Guardian VC Asset Allocation	Guardian VC High Yield Bond
<S>	<C>	<C>	<C>	<C>
Assets:				
Shares owned in underlying fund	25,277,286	1,507,463	428,411	787,808
Net asset value per share (NAV)	27.30	8.14	8.40	8.43
Total Assets (Shares x NAV)	\$ 690,069,898	\$ 12,270,746	\$ 3,598,651	\$ 6,641,222
Liabilities:				
Due to The Guardian Insurance & Annuity Company, Inc.	853,152	25,016	5,014	16,085
Net Assets	\$ 689,216,746	\$ 12,245,730	\$ 3,593,637	\$ 6,625,137
Net Assets: Regular Contract				
Contract value in accumulation period	\$ 643,395,484	\$ 11,202,139	\$ 3,141,923	\$ 6,258,550
Total Net Assets	\$ 643,395,484	\$ 11,202,139	\$ 3,141,923	\$ 6,258,550
Units Outstanding	19,451,754	1,379,012	334,663	544,707
Unit Value (Accumulation)	\$ 33.08	\$ 8.12	\$ 9.39	\$ 11.49
Net Assets: 7 Year Enhanced Death Benefit Rider				
Contract value in accumulation period	\$ 42,484,120	\$ 1,037,488	\$ 451,714	\$ 366,587
Total Net Assets	\$ 42,484,120	\$ 1,037,488	\$ 451,714	\$ 366,587
Units Outstanding	4,533,013	129,107	48,638	32,253
Unit Value (Accumulation)	\$ 9.37	\$ 8.04	\$ 9.29	\$ 11.37
Net Assets: Total				
Contract value in accumulation period	\$ 685,879,604	\$ 12,239,627	\$ 3,593,637	\$ 6,625,137
Contract value in Payout (annuitization) period	3,337,142	6,103	--	--
Net Assets	\$ 689,216,746	\$ 12,245,730	\$ 3,593,637	\$ 6,625,137
FIFO Cost Of Shares In Underlying Fund	\$1,369,223,059	\$ 10,624,428	\$ 3,335,554	\$ 6,471,839

<CAPTION>

Investment Divisions

	Guardian Bond	Guardian Cash	Gabelli Capital Asset	Baillie Gifford International
<S>	<C>	<C>	<C>	<C>
Assets:				
Shares owned in underlying fund	12,650,416	13,250,771	5,994,882	7,669,580
Net asset value per share (NAV)	12.25	10.00	16.44	13.40
Total Assets (Shares x NAV)	\$ 154,967,600	\$ 132,507,712	\$ 98,555,857	\$ 102,772,377
Liabilities:				
Due to The Guardian Insurance & Annuity Company, Inc.	191,341	34,317,359	132,340	144,986
Net Assets	\$ 154,776,259	\$ 98,190,353	\$ 98,423,517	\$ 102,627,391
Net Assets: Regular Contract				
Contract value in accumulation period	\$ 142,407,047	\$ 92,142,294	\$ 87,645,873	\$ 95,247,610
Total Net Assets	\$ 142,407,047	\$ 92,142,294	\$ 87,645,873	\$ 95,247,610
Units Outstanding	6,031,101	6,028,620	3,359,412	5,016,733
Unit Value (Accumulation)	\$ 23.61	\$ 15.28	\$ 26.09	\$ 18.99
Net Assets: 7 Year Enhanced Death Benefit Rider				
Contract value in accumulation period	\$ 11,305,977	\$ 5,898,272	\$ 10,537,302	\$ 6,333,218
Total Net Assets	\$ 11,305,977	\$ 5,898,272	\$ 10,537,302	\$ 6,333,218
Units Outstanding	829,181	519,552	642,777	570,045
Unit Value (Accumulation)	\$ 13.64	\$ 11.35	\$ 16.39	\$ 11.11
Net Assets: Total				
Contract value in accumulation period	\$ 153,713,024	\$ 98,040,566	\$ 98,183,175	\$ 101,580,828
Contract value in Payout (annuitization) period	1,063,235	149,787	240,342	1,046,563
Net Assets	\$ 154,776,259	\$ 98,190,353	\$ 98,423,517	\$ 102,627,391
FIFO Cost Of Shares In Underlying Fund	\$ 153,906,105	\$ 132,507,712	\$ 92,564,682	\$ 120,744,557

<CAPTION>

	Investment Divisions	
	Baillie Gifford Emerging Markets	Guardian Small Cap Stock
<S>	<C>	<C>
Assets:		
Shares owned in underlying fund	1,921,665	2,437,307
Net asset value per share (NAV)	13.60	17.83
Total Assets (Shares x NAV)	\$ 26,134,647	\$ 43,457,192
Liabilities:		
Due to The Guardian Insurance & Annuity Company, Inc.	36,283	56,034
Net Assets	\$ 26,098,364	\$ 43,401,158
Net Assets: Regular Contract		
Contract value in accumulation period	\$ 24,626,591	\$ 40,211,489
Total Net Assets	\$ 24,626,591	\$ 40,211,489
Units Outstanding	1,765,901	2,772,487
Unit Value (Accumulation)	\$ 13.95	\$ 14.50
Net Assets: 7 Year Enhanced Death Benefit Rider		
Contract value in accumulation period	\$ 1,468,926	\$ 3,093,204
Total Net Assets	\$ 1,468,926	\$ 3,093,204
Units Outstanding	105,459	242,228
Unit Value (Accumulation)	\$ 13.93	\$ 12.77
Net Assets: Total		
Contract value in accumulation period	\$ 26,095,517	\$ 43,304,693
Contract value in Payout (annuitization) period	2,847	96,465
Net Assets	\$ 26,098,364	\$ 43,401,158
FIFO Cost Of Shares In Underlying Fund	\$ 21,243,536	\$ 40,796,565

</TABLE>

See notes to financial statements.

The Guardian Separate Account D

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Investment Divisions			
	Value Line Centurion	Value Line Strategic Asset Management	AIM V.I. Capital Appreciation Series I	AIM V.I. Global Utilities Series I
<S>	<C>	<C>	<C>	<C>
Assets:				
Shares owned in underlying fund	7,927,563	26,276,458	129,189	60,202
Net asset value per share (NAV)	18.15	18.30	21.28	11.16
Total Assets (Shares x NAV)	\$143,885,272	\$480,859,177	\$ 2,749,139	\$ 671,850
Liabilities:				
Due to The Guardian Insurance & Annuity Company, Inc.	182,845	593,589	7,866	3,591
Net Assets	\$143,702,427	\$480,265,588	\$ 2,741,273	\$ 668,259
Net Assets: Regular Contract				
Contract value in accumulation period	\$136,343,500	\$446,661,565	\$ 2,607,039	\$ 604,381
Total Net Assets	\$136,343,500	\$446,661,565	\$ 2,607,039	\$ 604,381
Units Outstanding	3,933,358	11,751,872	376,901	95,181
Unit Value (Accumulation)	\$ 34.66	\$ 38.01	\$ 6.92	\$ 6.35
Net Assets: 7 Year Enhanced Death Benefit Rider				
Contract value in accumulation period	\$ 7,019,357	\$ 30,882,909	\$ 134,234	\$ 63,878
Total Net Assets	\$ 7,019,357	\$ 30,882,909	\$ 134,234	\$ 63,878
Units Outstanding	680,930	2,291,584	19,618	10,169
Unit Value (Accumulation)	\$ 10.31	\$ 13.48	\$ 6.84	\$ 6.28
Net Assets: Total				
Contract value in accumulation period	\$143,362,857	\$477,544,474	\$ 2,741,273	\$ 668,259
Contract value in Payout (annuitization) period	339,570	2,721,114	--	--
Net Assets	\$143,702,427	\$480,265,588	\$ 2,741,273	\$ 668,259
FIFO Cost Of Shares In Underlying Fund	\$220,322,102	\$599,542,729	\$ 2,541,259	\$ 736,910

<CAPTION>

	Investment Divisions			
	AIM V.I. Premier Equity Series I	Alliance Bernstein Growth & Income Class B	Alliance Bernstein Premier Growth Class B	Alliance Bernstein Technology Class B
<S>	<C>	<C>	<C>	<C>
Assets:				
Shares owned in underlying fund	149,127	139,766	48,021	102,304
Net asset value per share (NAV)	20.23	21.62	21.33	14.35
Total Assets (Shares x NAV)	\$ 3,016,843	\$ 3,021,741	\$ 1,024,297	\$ 1,468,057
Liabilities:				
Due to The Guardian Insurance & Annuity Company, Inc.	7,597	11,684	7,221	10,298
Net Assets	\$ 3,009,246	\$ 3,010,057	\$ 1,017,076	\$ 1,457,759
Net Assets: Regular Contract				
Contract value in accumulation period	\$ 2,745,105	\$ 2,866,841	\$ 894,008	\$ 1,247,737
Total Net Assets	\$ 2,745,105	\$ 2,866,841	\$ 894,008	\$ 1,247,737
Units Outstanding	402,344	274,508	92,599	129,071
Unit Value (Accumulation)	\$ 6.82	\$ 10.44	\$ 9.65	\$ 9.67
Net Assets: 7 Year Enhanced Death Benefit Rider				
Contract value in accumulation period	\$ 257,479	\$ 142,229	\$ 123,068	\$ 209,037

Total Net Assets	\$ 257,479	\$ 142,229	\$ 123,068	\$ 209,037
Units Outstanding	38,149	13,687	12,811	21,733
Unit Value (Accumulation)	\$ 6.75	\$ 10.39	\$ 9.61	\$ 9.62
Net Assets: Total				
Contract value in accumulation period	\$ 3,002,584	\$ 3,009,070	\$ 1,017,076	\$ 1,456,774
Contract value in Payout (annuitization) period	6,662	987	--	985
Net Assets	\$ 3,009,246	\$ 3,010,057	\$ 1,017,076	\$ 1,457,759
=====				
FIFO Cost Of Shares In Underlying Fund	\$ 3,297,229	\$ 2,606,915	\$ 943,033	\$ 1,371,585

<CAPTION>

	Investment Divisions	
	Alliance Bernstein Value Class B	Davis Financial
<S>	<C>	<C>
Assets:		
Shares owned in underlying fund	151,411	279,944
Net asset value per share (NAV)	11.16	11.66
Total Assets (Shares x NAV)	\$ 1,689,741	\$ 3,264,144
Liabilities:		
Due to The Guardian Insurance & Annuity Company, Inc.	7,685	13,133
Net Assets	\$ 1,682,056	\$ 3,251,011
=====		
Net Assets: Regular Contract		
Contract value in accumulation period	\$ 1,491,229	\$ 3,052,262
Total Net Assets	\$ 1,491,229	\$ 3,052,262
Units Outstanding	138,117	261,056
Unit Value (Accumulation)	\$ 10.80	\$ 11.69
Net Assets: 7 Year Enhanced Death Benefit Rider		
Contract value in accumulation period	\$ 190,827	\$ 192,823
Total Net Assets	\$ 190,827	\$ 192,823
Units Outstanding	17,763	16,672
Unit Value (Accumulation)	\$ 10.74	\$ 11.57
Net Assets: Total		
Contract value in accumulation period	\$ 1,682,056	\$ 3,245,085
Contract value in Payout (annuitization) period	--	5,926
Net Assets	\$ 1,682,056	\$ 3,251,011
=====		
FIFO Cost Of Shares In Underlying Fund	\$ 1,378,436	\$ 2,851,854

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Investment Divisions		
	Davis Real Estate	Davis Value	Fidelity VIP Contrafund Service Class
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	808,497	1,565,416	853,474
Net asset value per share (NAV)	13.47	10.57	23.06
Total Assets (Shares x NAV)	\$ 10,890,458	\$ 16,546,446	\$ 19,681,108
Liabilities:			

Due to The Guardian Insurance & Annuity Company, Inc.	20,601	24,564	33,839
Net Assets	\$ 10,869,857	\$ 16,521,882	\$ 19,647,269
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 9,259,856	\$ 14,858,318	\$ 16,778,808
Total Net Assets	\$ 9,259,856	\$ 14,858,318	\$ 16,778,808
Units Outstanding	551,741	1,528,017	1,698,765
Unit Value (Accumulation)	\$ 16.78	\$ 9.72	\$ 9.88
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 1,535,607	1,529,771	\$ 2,839,516
Total Net Assets	\$ 1,535,607	\$ 1,529,771	\$ 2,839,516
Units Outstanding	92,493	159,032	290,615
Unit Value (Accumulation)	\$ 16.60	\$ 9.62	\$ 9.77
Net Assets: Total			
Contract value in accumulation period	\$ 10,795,463	\$ 16,388,089	\$ 19,618,324
Contract value in Payout (annuitization) period	74,394	133,793	28,945
Net Assets	\$ 10,869,857	\$ 16,521,882	\$ 19,647,269
FIFO Cost Of Shares In Underlying Fund	\$ 9,220,795	\$ 14,612,875	\$ 16,691,405

<CAPTION>

	Investment Divisions		
	Fidelity VIP Equity- Income Service Class	Fidelity VIP Growth Opportunities Service Class	Fidelity VIP Mid Cap Service Class
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	563,011	134,326	1,266,384
Net asset value per share (NAV)	23.11	15.06	24.10
Total Assets (Shares x NAV)	\$ 13,011,184	\$ 2,022,944	\$ 30,519,843
Liabilities:			
Due to The Guardian Insurance & Annuity Company, Inc.	20,736	6,735	50,569
Net Assets	\$ 12,990,448	\$ 2,016,209	\$ 30,469,274
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 11,919,698	\$ 1,918,760	\$ 26,706,289
Total Net Assets	\$ 11,919,698	\$ 1,918,760	\$ 26,706,289
Units Outstanding	1,103,792	242,013	1,803,176
Unit Value (Accumulation)	\$ 10.80	\$ 7.93	\$ 14.81
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 1,070,750	\$ 97,449	\$ 3,157,660
Total Net Assets	\$ 1,070,750	\$ 97,449	\$ 3,157,660
Units Outstanding	100,233	12,425	215,521
Unit Value (Accumulation)	\$ 10.68	\$ 7.84	\$ 14.65
Net Assets: Total			
Contract value in accumulation period	\$ 12,990,448	\$ 2,016,209	\$ 29,863,949
Contract value in Payout (annuitization) period	--	--	605,325
Net Assets	\$ 12,990,448	\$ 2,016,209	\$ 30,469,274
FIFO Cost Of Shares In Underlying Fund	\$ 11,421,101	\$ 1,743,320	\$ 24,111,497

<CAPTION>

	Investment Divisions		
	Templeton Growth Securities Class 2	Janus Aspen Mid Cap Growth Institutional Shares	Janus Aspen Capital Appreciation Institutional Shares
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	284,604	135,493	224,149
Net asset value per share (NAV)	11.19	21.40	20.84

Total Assets (Shares x NAV)	\$ 3,184,717	\$ 2,899,549	\$ 4,671,258
Liabilities:			
Due to The Guardian Insurance & Annuity Company, Inc.	7,670	12,205	14,992
	-----	-----	-----
Net Assets	\$ 3,177,047	\$ 2,887,344	\$ 4,656,266
	=====	=====	=====
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 2,847,152	\$ 2,699,706	\$ 4,072,765
	-----	-----	-----
Total Net Assets	\$ 2,847,152	\$ 2,699,706	\$ 4,072,765
Units Outstanding	273,913	560,184	574,029
Unit Value (Accumulation)	\$ 10.39	\$ 4.82	\$ 7.10
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 323,044	\$ 183,660	\$ 262,231
	-----	-----	-----
Total Net Assets	\$ 323,044	\$ 183,660	\$ 262,231
Units Outstanding	31,235	38,524	37,362
Unit Value (Accumulation)	\$ 10.34	\$ 4.77	\$ 7.02
Net Assets: Total			
Contract value in accumulation period	\$ 3,170,196	\$ 2,883,366	\$ 4,334,996
Contract value in Payout (annuitization) period	6,851	3,978	321,270
	-----	-----	-----
Net Assets	\$ 3,177,047	\$ 2,887,344	\$ 4,656,266
	=====	=====	=====
FIFO Cost Of Shares In Underlying Fund	\$ 2,678,960	\$ 2,872,015	\$ 4,494,198

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Investment Divisions		
	Janus Aspen Growth Institutional Shares	Janus Aspen Worldwide Growth Institutional Shares	MFS Emerging Growth Initial Class
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	162,809	251,365	139,683
Net asset value per share (NAV)	19.23	25.82	15.51
	-----	-----	-----
Total Assets (Shares x NAV)	\$ 3,130,817	\$ 6,490,251	\$ 2,166,487
Liabilities:			
Due to The Guardian Insurance & Annuity Company, Inc.	9,635	12,823	9,884
	-----	-----	-----
Net Assets	\$ 3,121,182	\$ 6,477,428	\$ 2,156,603
	=====	=====	=====
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 2,897,877	\$ 6,019,096	\$ 1,750,681
	-----	-----	-----
Total Net Assets	\$ 2,897,877	\$ 6,019,096	\$ 1,750,681
Units Outstanding	444,434	951,615	340,505
Unit Value (Accumulation)	\$ 6.52	\$ 6.33	\$ 5.14
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 218,819	\$ 425,303	\$ 395,373
	-----	-----	-----
Total Net Assets	\$ 218,819	\$ 425,303	\$ 395,373
Units Outstanding	33,925	67,972	77,736
Unit Value (Accumulation)	\$ 6.45	\$ 6.26	\$ 5.09
Net Assets: Total			
Contract value in accumulation period	\$ 3,116,696	\$ 6,444,399	\$ 2,146,054
Contract value in Payout (annuitization) period	4,486	33,029	10,549
	-----	-----	-----
Net Assets	\$ 3,121,182	\$ 6,477,428	\$ 2,156,603
	=====	=====	=====

FIFO Cost Of Shares In Underlying Fund \$ 3,068,294 \$ 7,000,510 \$ 1,997,391

<CAPTION>

	Investment Divisions		
	MFS Investors Trust Initial Class	MFS New Discovery Initial Class	MFS Research Initial Class
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	565,100	345,218	64,437
Net asset value per share (NAV)	16.34	13.96	13.35
Total Assets (Shares x NAV)	\$ 9,233,738	\$ 4,819,241	\$ 860,237
Liabilities:			
Due to The Guardian Insurance & Annuity Company, Inc.	18,120	9,218	7,025
Net Assets	\$ 9,215,618	\$ 4,810,023	\$ 853,212
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 8,173,634	\$ 4,481,501	\$ 780,342
Total Net Assets	\$ 8,173,634	\$ 4,481,501	\$ 780,342
Units Outstanding	797,093	504,746	112,574
Unit Value (Accumulation)	\$ 10.25	\$ 8.88	\$ 6.93
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 918,750	\$ 314,684	\$ 72,870
Total Net Assets	\$ 918,750	\$ 314,684	\$ 72,870
Units Outstanding	89,002	35,828	10,627
Unit Value (Accumulation)	\$ 10.32	\$ 8.78	\$ 6.86
Net Assets: Total			
Contract value in accumulation period	\$ 9,092,384	\$ 4,796,185	\$ 853,212
Contract value in Payout (annuitization) period	123,234	13,838	--
Net Assets	\$ 9,215,618	\$ 4,810,023	\$ 853,212
FIFO Cost Of Shares In Underlying Fund	\$ 11,115,507	\$ 4,706,509	\$ 867,825

<CAPTION>

	Investment Divisions		
	MFS Total Return Initial Class	Van Kampen Life Investment Trust Growth & Income Class II	Van Kampen Life Investment Trust Government Class II
<S>	<C>	<C>	<C>
Assets:			
Shares owned in underlying fund	1,375,804	119,378	532,271
Net asset value per share (NAV)	19.58	17.03	9.55
Total Assets (Shares x NAV)	\$ 26,938,251	\$ 2,033,001	\$ 5,083,191
Liabilities:			
Due to The Guardian Insurance & Annuity Company, Inc.	38,742	9,043	10,368
Net Assets	\$ 26,899,509	\$ 2,023,958	\$ 5,072,823
Net Assets: Regular Contract			
Contract value in accumulation period	\$ 25,599,340	\$ 1,692,112	\$ 4,674,637
Total Net Assets	\$ 25,599,340	\$ 1,692,112	\$ 4,674,637
Units Outstanding	2,133,759	162,745	438,524
Unit Value (Accumulation)	\$ 12.00	\$ 10.40	\$ 10.66
Net Assets: 7 Year Enhanced Death Benefit Rider			
Contract value in accumulation period	\$ 1,265,158	\$ 331,846	\$ 398,186
Total Net Assets	\$ 1,265,158	\$ 331,846	\$ 398,186
Units Outstanding	106,601	32,077	37,542
Unit Value (Accumulation)	\$ 11.87	\$ 10.35	\$ 10.61
Net Assets: Total			
Contract value in accumulation period	\$ 26,864,498	\$ 2,023,958	\$ 5,072,823
Contract value in Payout (annuitization) period	35,011	--	--

Net Assets	\$ 26,899,509	\$ 2,023,958	\$ 5,072,823
FIFO Cost Of Shares In Underlying Fund	\$ 24,391,665	\$ 1,729,733	\$ 5,149,240

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF OPERATIONS

December 31, 2003 (continued)

	Investment Divisions			
	Guardian Stock	Guardian VC 500 Index	Guardian VC Asset Allocation	Guardian VC High Yield Bond
<S>	<C>	<C>	<C>	<C>
2003 Investment Income				
Income:				
Reinvested dividends	\$ 6,964,678	\$ 148,265	\$ 76,418	\$ 426,576
Expenses:				
Mortality expense risk and administrative charges	7,999,406	105,391	28,960	65,903
Net investment income/(expense)	(1,034,728)	42,874	47,458	360,673
2003 Realized and Unrealized Gain/(Loss) from Investments				
Realized gain/(loss) from investments:				
Net realized gain/(loss) from sale of investments	87,282,841	(558,831)	(130,701)	190,184
Reinvested realized gain distributions	--	--	--	--
Net realized gain/(loss) on investments	87,282,841	(558,831)	(130,701)	190,184
Net change in unrealized appreciation/(depreciation)	33,489,281	2,556,190	631,050	225,255
Net realized and unrealized gain/(loss) from investments	120,772,122	1,997,359	500,349	415,439
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 119,737,394	\$ 2,040,233	\$ 547,807	\$ 776,112

<CAPTION>

	Investment Divisions			
	Guardian Bond	Guardian Cash	Gabelli Capital Asset	Baillie Gifford International
<S>	<C>	<C>	<C>	<C>
2003 Investment Income				
Income:				
Reinvested dividends	\$ 6,438,135	\$ 1,110,632	\$ 99,952	\$ 1,488,881
Expenses:				
Mortality expense risk and administrative charges	2,171,510	1,765,258	1,019,476	1,130,352
Net investment income/(expense)	4,266,625	(654,626)	(919,524)	358,529
2003 Realized and Unrealized Gain/(Loss) from Investments				
Realized gain/(loss) from investments:				
Net realized gain/(loss) from sale of investments	1,442,574	--	(3,185,053)	(39,210,777)
Reinvested realized gain distributions	4,592,791	--	87,981	--
Net realized gain/(loss) on investments	6,035,365	--	(3,097,072)	(39,210,777)
Net change in unrealized appreciation/(depreciation)	(4,079,109)	--	28,274,642	62,473,831
Net realized and unrealized gain/(loss) from investments	1,956,256	--	25,177,570	23,263,054
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 6,222,881	\$ (654,626)	\$ 24,258,046	\$ 23,621,583

<CAPTION>

Investment Divisions

	Baillie Gifford Emerging Markets	Guardian Small Cap Stock
<S>	<C>	<C>
2003 Investment Income		
Income:		
Reinvested dividends	\$ 191,587	\$ --
Expenses:		
Mortality expense risk and administrative charges	249,339	414,898
Net investment income/(expense)	(57,752)	(414,898)
2003 Realized and Unrealized Gain/(Loss) from Investments		
Realized gain/(loss) from investments:		
Net realized gain/(loss) from sale of investments	(2,113,278)	(3,219,599)
Reinvested realized gain distributions	--	--
Net realized gain/(loss) on investments	(2,113,278)	(3,219,599)
Net change in unrealized appreciation/(depreciation)	10,841,009	15,467,556
Net realized and unrealized gain/(loss) from investments	8,727,731	12,247,957
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 8,669,979	\$ 11,833,059

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF OPERATIONS

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Investment Divisions			
	Value Line Centurion	Value Line Strategic Asset Management	AIM V.I. Capital Appreciation Series I	AIM V.I. Global Utilities Series I
<S>	<C>	<C>	<C>	<C>
2003 Investment Income				
Income:				
Reinvested dividends	\$ --	\$ 3,467,988	\$ --	\$ 21,799
Expenses:				
Mortality expense risk and administrative charges	1,678,320	5,674,991	31,027	6,680
Net investment income/(expense)	(1,678,320)	(2,207,003)	(31,027)	15,119
2003 Realized and Unrealized Gain/(Loss) from Investments				
Realized gain/(loss) from investments:				
Net realized gain/(loss) from sale of investments	(17,753,153)	(27,356,161)	(199,083)	(105,898)
Reinvested realized gain distributions	--	--	--	--
Net realized gain/(loss) on investments	(17,753,153)	(27,356,161)	(199,083)	(105,898)
Net change in unrealized appreciation/(depreciation)	42,354,916	95,160,310	797,553	179,366
Net realized and unrealized gain/(loss) from investments	24,601,763	67,804,149	598,470	73,468
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 22,923,443	\$ 65,597,146	\$ 567,443	\$ 88,587

<CAPTION>

	Investment Divisions			
	AIM V.I. Premier Equity Series I	Alliance Bernstein Growth & Income Class B	Alliance Bernstein Premier Growth Class B	Alliance Bernstein Technology Class B
<S>	<C>	<C>	<C>	<C>

2003 Investment Income				
Income:				
Reinvested dividends	\$ 8,294	\$ 11,052	\$ --	\$ --
Expenses:				
Mortality expense risk and administrative charges	35,963	20,280	7,140	8,689
	-----	-----	-----	-----
Net investment income/(expense)	(27,669)	(9,228)	(7,140)	(8,689)
	-----	-----	-----	-----
2003 Realized and Unrealized Gain/(Loss) from Investments				
Realized gain/(loss) from investments:				
Net realized gain/(loss) from sale of investments	(487,728)	70,935	38,389	54,038
Reinvested realized gain distributions	--	--	--	--
	-----	-----	-----	-----
Net realized gain/(loss) on investments	(487,728)	70,935	38,389	54,038
Net change in unrealized appreciation/(depreciation)	1,101,245	405,856	82,954	101,063
	-----	-----	-----	-----
Net realized and unrealized gain/(loss) from investments	613,517	476,791	121,343	155,101
	-----	-----	-----	-----
2003 Net Increase/(Decrease) in Net Assets Resulting				
from Operations	\$ 585,848	\$ 467,563	\$ 114,203	\$ 146,412
	=====	=====	=====	=====

<CAPTION>

	Investment Divisions	
	Alliance Bernstein Value Class B	Davis Financial
	-----	-----
<S>	<C>	<C>
2003 Investment Income		
Income:		
Reinvested dividends	\$ 8,035	\$ 9,764
Expenses:		
Mortality expense risk and administrative charges	14,922	34,465
	-----	-----
Net investment income/(expense)	(6,887)	(24,701)
	-----	-----
2003 Realized and Unrealized Gain/(Loss) from Investments		
Realized gain/(loss) from investments:		
Net realized gain/(loss) from sale of investments	(97)	(205,585)
Reinvested realized gain distributions	--	--
	-----	-----
Net realized gain/(loss) on investments	(97)	(205,585)
Net change in unrealized appreciation/(depreciation)	299,348	904,167
	-----	-----
Net realized and unrealized gain/(loss) from investments	299,251	698,582
	-----	-----
2003 Net Increase/(Decrease) in Net Assets Resulting		
from Operations	\$ 292,364	\$ 673,881
	=====	=====

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF OPERATIONS

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Investment Divisions		
	Davis Real Estate	Davis Value	Fidelity VIP Contrafund Service Class
	-----	-----	-----
<S>	<C>	<C>	<C>
2003 Investment Income			
Income:			
Reinvested dividends	\$ 390,935	\$ 111,249	\$ 47,713
Expenses:			
Mortality expense risk and administrative charges	104,169	168,813	184,064
	-----	-----	-----
Net investment income/(expense)	286,766	(57,564)	(136,351)
	-----	-----	-----

2003 Realized and Unrealized Gain/(Loss) from Investments			
Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	149,121	(263,271)	(260,664)
Reinvested realized gain distributions	192,630	--	--
	-----	-----	-----
Net realized gain/(loss) on investments	341,751	(263,271)	(260,664)
Net change in unrealized appreciation/(depreciation)	1,854,564	3,839,147	4,071,747
	-----	-----	-----
Net realized and unrealized gain/(loss) from investments	2,196,315	3,575,876	3,811,083
	-----	-----	-----
2003 Net Increase/(Decrease) in Net Assets Resulting			
from Operations	\$ 2,483,081	\$ 3,518,312	\$ 3,674,732
	=====	=====	=====

<CAPTION>

	Investment Divisions		
	Fidelity VIP	Fidelity VIP	Fidelity VIP
	Equity-	Growth	Mid Cap
	Income	Opportunities	Service Class
	Service Class	Service Class	Service Class
	-----	-----	-----
<S>	<C>	<C>	<C>
2003 Investment Income			
Income:			
Reinvested dividends	\$ 162,453	\$ 3,595	\$ 70,154
Expenses:			
Mortality expense risk and administrative charges	122,559	16,195	286,751
	-----	-----	-----
Net investment income/(expense)	39,894	(12,600)	(216,597)
	-----	-----	-----
2003 Realized and Unrealized Gain/(Loss) from Investments			
Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	(385,710)	(96,762)	(167,025)
Reinvested realized gain distributions	--	--	--
	-----	-----	-----
Net realized gain/(loss) on investments	(385,710)	(96,762)	(167,025)
Net change in unrealized appreciation/(depreciation)	2,930,535	389,445	8,032,633
	-----	-----	-----
Net realized and unrealized gain/(loss) from investments	2,544,825	292,683	7,865,608
	-----	-----	-----
2003 Net Increase/(Decrease) in Net Assets Resulting			
from Operations	\$ 2,584,719	\$ 280,083	\$ 7,649,011
	=====	=====	=====

<CAPTION>

	Investment Divisions		
	Templeton	Janus Aspen	Janus Aspen
	Growth	Mid Cap	Capital
	Securities	Institutional	Appreciation
	Class 2	Shares	Institutional
	-----	-----	-----
<S>	<C>	<C>	<C>
2003 Investment Income			
Income:			
Reinvested dividends	\$ 23,992	\$ --	\$ 20,039
Expenses:			
Mortality expense risk and administrative charges	23,675	27,998	53,096
	-----	-----	-----
Net investment income/(expense)	317	(27,998)	(33,057)
	-----	-----	-----
2003 Realized and Unrealized Gain/(Loss) from Investments			
Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	(8,293)	(604,165)	(556,988)
Reinvested realized gain distributions	--	--	--
	-----	-----	-----
Net realized gain/(loss) on investments	(8,293)	(604,165)	(556,988)
Net change in unrealized appreciation/(depreciation)	546,418	1,219,658	1,339,807
	-----	-----	-----
Net realized and unrealized gain/(loss) from investments	538,125	615,493	782,819
	-----	-----	-----
2003 Net Increase/(Decrease) in Net Assets Resulting			
from Operations	\$ 538,442	\$ 587,495	\$ 749,762
	=====	=====	=====

</TABLE>

See notes to financial statements.

STATEMENT OF OPERATIONS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Investment Divisions		
	Janus Aspen Growth Institutional Shares	Janus Aspen Worldwide Growth Institutional Shares	MFS Emerging Growth Initial Class
<S>	<C>	<C>	<C>
2003 Investment Income			
Income:			
Reinvested dividends	\$ 2,571	\$ 73,442	\$ --
Expenses:			
Mortality expense risk and administrative charges	38,883	83,114	18,753
Net investment income/(expense)	(36,312)	(9,672)	(18,753)
2003 Realized and Unrealized Gain/(Loss) from Investments			
Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	(472,606)	(2,587,436)	(370,329)
Reinvested realized gain distributions	--	--	--
Net realized gain/(loss) on investments	(472,606)	(2,587,436)	(370,329)
Net change in unrealized appreciation/(depreciation)	1,276,310	3,921,021	703,136
Net realized and unrealized gain/(loss) from investments	803,704	1,333,585	332,807
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 767,392	\$ 1,323,913	\$ 314,054

<CAPTION>

	Investment Divisions		
	MFS Investors Trust Initial Class	MFS New Discovery Initial Class	MFS Research Initial Class
<S>	<C>	<C>	<C>
2003 Investment Income			
Income:			
Reinvested dividends	\$ 59,068	\$ --	\$ 7,033
Expenses:			
Mortality expense risk and administrative charges	108,359	47,887	13,131
Net investment income/(expense)	(49,291)	(47,887)	(6,098)
2003 Realized and Unrealized Gain/(Loss) from Investments			
Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	(1,014,229)	(62,510)	(78,711)
Reinvested realized gain distributions	--	--	--
Net realized gain/(loss) on investments	(1,014,229)	(62,510)	(78,711)
Net change in unrealized appreciation/(depreciation)	2,694,317	1,143,349	279,347
Net realized and unrealized gain/(loss) from investments	1,680,088	1,080,839	200,636
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 1,630,797	\$ 1,032,952	\$ 194,538

<CAPTION>

	Investment Divisions		
	MFS Total Return Initial Class	Van Kampen Life Investment Trust Growth & Income Class II	Van Kampen Life Investment Trust Government Class II
<S>	<C>	<C>	<C>
2003 Investment Income			

Income:			
Reinvested dividends	\$ 417,836	\$ 6,487	\$ 397,449
Expenses:			
Mortality expense risk and administrative charges	286,254	15,202	95,325
Net investment income/(expense)	131,582	(8,715)	302,124

2003 Realized and Unrealized Gain/(Loss) from Investments

Realized gain/(loss) from investments:			
Net realized gain/(loss) from sale of investments	(178,819)	35,338	(148,159)
Reinvested realized gain distributions	--	--	--
Net realized gain/(loss) on investments	(178,819)	35,338	(148,159)
Net change in unrealized appreciation/(depreciation)	3,589,275	290,834	(160,167)
Net realized and unrealized gain/(loss) from investments	3,410,456	326,172	(308,326)
2003 Net Increase/(Decrease) in Net Assets Resulting from Operations	\$ 3,542,038	\$ 317,457	\$ (6,202)

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF CHANGES IN NET ASSETS

Years Ended December 31, 2002 and 2003

<TABLE>

<CAPTION>

	Investment Divisions			
	Guardian Stock	Guardian VC 500 Index	Guardian VC Asset Allocation	Guardian VC High Yield Bond
<S>	<C>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (2,510,509)	\$ 68,535	\$ 18,465	\$ 166,457
Net realized gain/(loss) from sale of investments	(157,033,624)	(1,391,204)	(251,816)	(251,665)
Reinvested realized gain distributions	--	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	(63,586,678)	(645,238)	(272,804)	59,738
Net increase/(decrease) resulting from operations	(223,130,811)	(1,967,907)	(506,155)	(25,470)
2002 Contract Transactions				
Net contract purchase payments	11,267,156	116,240	30,880	25,244
Transfers between investment divisions	(101,295,511)	2,584,681	(237,243)	1,295,753
Transfers on account of death	(4,338,797)	(27,569)	--	(87,556)
Transfers of annuity benefits, surrenders and partial withdrawals	(117,539,004)	(1,143,838)	(350,562)	(585,548)
Contract fees	(912,981)	(4,883)	(1,430)	(1,312)
Transfers-other	(20,380)	166	413	(12)
Net increase/(decrease) from contract transactions	(212,839,517)	1,524,797	(557,942)	646,569
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	145,416	--	--	--
Total Increase/(Decrease) in Net Assets	(435,824,912)	(443,110)	(1,064,097)	621,099
Net Assets at December 31, 2001	1,116,985,248	7,822,419	2,673,676	2,044,273
Net Assets at December 31, 2002	\$ 681,160,336	\$ 7,379,309	\$ 1,609,579	\$ 2,665,372
2003 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (1,034,728)	\$ 42,874	\$ 47,458	\$ 360,673
Net realized gain/(loss) from sale of investments	87,282,841	(558,831)	(130,701)	190,184
Reinvested realized gain distributions	--	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	33,489,281	2,556,190	631,050	225,255
Net increase/(decrease) resulting from operations	119,737,394	2,040,233	547,807	776,112
2003 Contract Transactions				

Net contract purchase payments	8,643,702	123,760	62,048	30,975
Transfers between investment divisions	(31,919,319)	3,843,097	1,854,059	4,631,899
Transfers on account of death	(82,946,837)	(1,115,389)	(396,829)	(1,456,389)
Transfers of annuity benefits, surrenders and partial withdrawals	(4,683,372)	(20,084)	(81,208)	(20,682)
Contract fees	(745,020)	(5,612)	(1,798)	(2,756)
Transfers-other	(26,741)	416	(21)	606
Net increase/(decrease) from contract transactions	(111,677,587)	2,826,188	1,436,251	3,183,653
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	(3,397)	--	--	--
Total Increase/(Decrease) in Net Assets	8,056,410	4,866,421	1,984,058	3,959,765
Net Assets at December 31, 2002	681,160,336	7,379,309	1,609,579	2,665,372
Net Assets at December 31, 2003	\$ 689,216,746	\$ 12,245,730	\$ 3,593,637	\$ 6,625,137

<CAPTION>

	Investment Divisions			
	Guardian Bond	Guardian Cash	Gabelli Capital Asset	Baillie Gifford International
<S>	<C>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ 5,904,559	\$ 110,271	\$ (862,613)	\$ (1,256,699)
Net realized gain/(loss) from sale of investments	884,722	--	(7,384,808)	(20,363,634)
Reinvested realized gain distributions	616,159	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	7,070,790	--	(8,870,874)	(2,613,037)
Net increase/(decrease) resulting from operations	14,476,230	110,271	(17,118,295)	(24,233,370)
2002 Contract Transactions				
Net contract purchase payments	2,225,821	1,989,172	1,466,720	1,543,463
Transfers between investment divisions	33,166,913	35,512,370	3,119,092	(9,385,065)
Transfers on account of death	(1,658,129)	(2,029,316)	(319,003)	(448,950)
Transfers of annuity benefits, surrenders and partial withdrawals	(29,477,762)	(62,597,417)	(13,930,358)	(16,868,950)
Contract fees	(129,158)	(110,591)	(66,529)	(115,258)
Transfers-other	3,087	(8)	(10,009)	(8,012)
Net increase/(decrease) from contract transactions	4,130,772	(27,235,790)	(9,740,087)	(25,282,772)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	70,075	(546,474)	13,845	147,695
Total Increase/(Decrease) in Net Assets	18,677,077	(27,671,993)	(26,844,537)	(49,368,447)
Net Assets at December 31, 2001	177,381,434	183,119,453	104,438,690	144,489,224
Net Assets at December 31, 2002	\$ 196,058,511	\$ 155,447,460	\$ 77,594,153	\$ 95,120,777
2003 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ 4,266,625	\$ (654,626)	\$ (919,524)	\$ 358,529
Net realized gain/(loss) from sale of investments	1,442,574	--	(3,185,053)	(39,210,777)
Reinvested realized gain distributions	4,592,791	--	87,981	--
Net change in unrealized appreciation/(depreciation) of investments	(4,079,109)	--	28,274,642	62,473,831
Net increase/(decrease) resulting from operations	6,222,881	(654,626)	24,258,046	23,621,583
2003 Contract Transactions				
Net contract purchase payments	2,216,646	1,938,120	940,295	1,429,719
Transfers between investment divisions	(17,765,141)	(12,570,674)	7,629,168	(4,282,658)
Transfers on account of death	(30,453,319)	(44,835,604)	(11,296,752)	(12,828,952)
Transfers of annuity benefits, surrenders and partial withdrawals	(1,432,266)	(870,890)	(660,778)	(312,596)
Contract fees	(134,950)	(97,968)	(61,874)	(95,578)
Transfers-other	2,242	(65)	1,464	(8,734)
Net increase/(decrease) from contract transactions	(47,566,788)	(56,437,081)	(3,448,477)	(16,098,799)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	61,655	(165,400)	19,795	(16,170)
Total Increase/(Decrease) in Net Assets	(41,282,252)	(57,257,107)	20,829,364	7,506,614
Net Assets at December 31, 2002	196,058,511	155,447,460	77,594,153	95,120,777
Net Assets at December 31, 2003	\$ 154,776,259	\$ 98,190,353	\$ 98,423,517	\$ 102,627,391

<CAPTION>

	Investment Divisions	
	Baillie Gifford Emerging Markets	Guardian Small Cap Stock
<S>	<C>	<C>
2002 Increase/(Decrease) from Operations		
Net investment income/(expense)	\$ (146,806)	\$ (413,080)
Net realized gain/(loss) from sale of investments	115,571	(699,146)
Reinvested realized gain distributions	--	--
Net change in unrealized appreciation/(depreciation) of investments	(1,869,155)	(6,086,526)
Net increase/(decrease) resulting from operations	(1,900,390)	(7,198,752)
2002 Contract Transactions		
Net contract purchase payments	309,341	511,531
Transfers between investment divisions	1,994,363	3,837,171
Transfers on account of death	(57,856)	(90,660)
Transfers of annuity benefits, surrenders and partial withdrawals	(3,794,420)	(4,960,035)
Contract fees	(24,773)	(24,007)
Transfers-other	(6,947)	(824)
Net increase/(decrease) from contract transactions	(1,580,292)	(726,824)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	--
Total Increase/(Decrease) in Net Assets	(3,480,682)	(7,925,576)
Net Assets at December 31, 2001	21,735,391	38,308,503
Net Assets at December 31, 2002	\$ 18,254,709	\$ 30,382,927
2003 Increase/(Decrease) from Operations		
Net investment income/(expense)	\$ (57,752)	\$ (414,898)
Net realized gain/(loss) from sale of investments	(2,113,278)	(3,219,599)
Reinvested realized gain distributions	--	--
Net change in unrealized appreciation/(depreciation) of investments	10,841,009	15,467,556
Net increase/(decrease) resulting from operations	8,669,979	11,833,059
2003 Contract Transactions		
Net contract purchase payments	262,106	591,156
Transfers between investment divisions	1,942,693	4,849,414
Transfers on account of death	(2,919,305)	(4,006,385)
Transfers of annuity benefits, surrenders and partial withdrawals	(87,371)	(223,778)
Contract fees	(22,580)	(22,010)
Transfers-other	(1,867)	(9,282)
Net increase/(decrease) from contract transactions	(826,324)	1,179,115
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	6,057
Total Increase/(Decrease) in Net Assets	7,843,655	13,018,231
Net Assets at December 31, 2002	18,254,709	30,382,927
Net Assets at December 31, 2003	\$ 26,098,364	\$ 43,401,158

</TABLE>

See notes to financial statements.

B-22 & B-23

The Guardian Separate Account D

STATEMENT OF CHANGES IN NET ASSETS

Years Ended December 31, 2002 and 2003

<TABLE>

<CAPTION>

	Investment Divisions			
	Value Line Centurion	Value Line Strategic Asset Management	AIM V.I. Capital Appreciation Series I	AIM V.I. Global Utilities Series I
<S>	<C>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (2,106,480)	\$ 623,781	\$ (34,876)	\$ 10,853
Net realized gain/(loss) from sale of investments	(23,009,150)	(28,476,815)	(1,833,869)	(327,477)
Reinvested realized gain distributions	--	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	(26,214,164)	(62,136,680)	887,301	103,024
Net increase/(decrease) resulting from operations	(51,329,794)	(89,989,714)	(981,444)	(213,600)
2002 Contract Transactions				
Net contract purchase payments	2,211,683	5,574,740	40,213	12,250
Transfers between investment divisions	(18,244,620)	(51,186,279)	(791,729)	(240,671)
Transfers on account of death	(951,205)	(3,484,423)	--	--
Transfers of annuity benefits, surrenders and partial withdrawals	(24,189,135)	(85,919,167)	(352,199)	(98,788)
Contract fees	(173,924)	(501,077)	(2,532)	(444)
Transfers-other	8,411	20,428	656	1,208
Net increase/(decrease) from contract transactions	(41,338,790)	(135,495,778)	(1,105,591)	(326,445)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	50,517	215,347	--	--
Total Increase/(Decrease) in Net Assets	(92,618,067)	(225,270,145)	(2,087,035)	(540,045)
Net Assets at December 31, 2001	236,175,327	717,281,828	4,266,365	999,998
Net Assets at December 31, 2002	\$ 143,557,260	\$ 492,011,683	\$ 2,179,330	\$ 459,953
2003 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (1,678,320)	\$ (2,207,003)	\$ (31,027)	\$ 15,119
Net realized gain/(loss) from sale of investments	(17,753,153)	(27,356,161)	(199,083)	(105,898)
Reinvested realized gain distributions	--	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	42,354,916	95,160,310	797,553	179,366
Net increase/(decrease) resulting from operations	22,923,443	65,597,146	567,443	88,587
2003 Contract Transactions				
Net contract purchase payments	1,975,419	4,603,445	153,823	7,689
Transfers between investment divisions	(6,914,578)	(14,764,808)	54,094	160,142
Transfers on account of death	(16,320,515)	(62,116,882)	(209,502)	(46,927)
Transfers of annuity benefits, surrenders and partial withdrawals	(1,383,303)	(4,482,727)	(1,989)	(822)
Contract fees	(139,085)	(413,891)	(1,901)	(357)
Transfers-other	(4,395)	4,725	(25)	(6)
Net increase/(decrease) from contract transactions	(22,786,457)	(77,170,138)	(5,500)	119,719
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	8,181	(173,103)	--	--
Total Increase/(Decrease) in Net Assets	145,167	(11,746,095)	561,943	208,306
Net Assets at December 31, 2002	143,557,260	492,011,683	2,179,330	459,953
Net Assets at December 31, 2003	\$ 143,702,427	\$ 480,265,588	\$ 2,741,273	\$ 668,259

<CAPTION>

	Investment Divisions			
	AIM V.I. Premier Equity Series I	Alliance Bernstein Growth & Income Class B	Alliance Bernstein Premier Growth Class B	Alliance Bernstein Technology Class B
<S>	<C>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (38,308)	\$ (1,373)	\$ (81)	\$ (1,610)
Net realized gain/(loss) from sale of investments	(1,282,769)	(1,892)	--	(113,667)
Reinvested realized gain distributions	--	185	--	--
Net change in unrealized appreciation/(depreciation) of investments	(613,156)	8,969	(1,690)	(4,590)

Net increase/(decrease) resulting from operations	(1,934,233)	5,889	(1,771)	(119,867)
2002 Contract Transactions				
Net contract purchase payments	77,625	--	116	25
Transfers between investment divisions	(814,856)	279,916	23,755	190,943
Transfers on account of death	(997)	--	--	--
Transfers of annuity benefits, surrenders and partial withdrawals	(846,441)	(3,582)	--	(10,218)
Contract fees	(3,242)	(39)	(9)	(62)
Transfers-other	(849)	(127)	(1)	30
Net increase/(decrease) from contract transactions	(1,588,760)	276,168	23,861	180,718
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period				
	--	--	--	--
Total Increase/(Decrease) in Net Assets	(3,522,993)	282,057	22,090	60,851
Net Assets at December 31, 2001	6,568,258	--	--	--
Net Assets at December 31, 2002	\$ 3,045,265	\$ 282,057	\$ 22,090	\$ 60,851
2003 Increase/(Decrease) from Operations				
Net investment income/(expense)	\$ (27,669)	\$ (9,228)	\$ (7,140)	\$ (8,689)
Net realized gain/(loss) from sale of investments	(487,728)	70,935	38,389	54,038
Reinvested realized gain distributions	--	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	1,101,245	405,856	82,954	101,063
Net increase/(decrease) resulting from operations	585,848	467,563	114,203	146,412
2003 Contract Transactions				
Net contract purchase payments	56,289	13,142	23,628	6,465
Transfers between investment divisions	(193,215)	2,484,131	867,204	1,281,573
Transfers on account of death	(457,205)	(123,601)	(10,279)	(37,190)
Transfers of annuity benefits, surrenders and partial withdrawals	(26,265)	(112,260)	--	--
Contract fees	(2,129)	(767)	(235)	(478)
Transfers-other	(124)	(208)	465	126
Net increase/(decrease) from contract transactions	(622,649)	2,260,437	880,783	1,250,496
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period				
	782	--	--	--
Total Increase/(Decrease) in Net Assets	(36,019)	2,728,000	994,986	1,396,908
Net Assets at December 31, 2002	3,045,265	282,057	22,090	60,851
Net Assets at December 31, 2003	\$ 3,009,246	\$ 3,010,057	\$ 1,017,076	\$ 1,457,759

<CAPTION>

	Investment Divisions	
	Alliance Bernstein Value Class B	Davis Financial
<S>	<C>	<C>
2002 Increase/(Decrease) from Operations		
Net investment income/(expense)	\$ (2,597)	\$ (29,885)
Net realized gain/(loss) from sale of investments	(1,341)	(374,924)
Reinvested realized gain distributions	--	--
Net change in unrealized appreciation/(depreciation) of investments	11,956	(306,451)
Net increase/(decrease) resulting from operations	8,018	(711,260)
2002 Contract Transactions		
Net contract purchase payments	420	64,444
Transfers between investment divisions	749,636	(564,549)
Transfers on account of death	--	(53,065)
Transfers of annuity benefits, surrenders and partial withdrawals	(14,179)	(484,104)
Contract fees	(135)	(2,465)
Transfers-other	1,052	(1,096)
Net increase/(decrease) from contract transactions	736,794	(1,040,835)
Actuarial Increase/(Decrease) in Reserves for Contracts in		

Payout Period	--	--
Total Increase/(Decrease) in Net Assets	744,812	(1,752,095)
Net Assets at December 31, 2001	--	4,379,953
Net Assets at December 31, 2002	\$ 744,812	\$ 2,627,858
2003 Increase/(Decrease) from Operations		
Net investment income/(expense)	\$ (6,887)	\$ (24,701)
Net realized gain/(loss) from sale of investments	(97)	(205,585)
Reinvested realized gain distributions	--	--
Net change in unrealized appreciation/(depreciation) of investments	299,348	904,167
Net increase/(decrease) resulting from operations	292,364	673,881
2003 Contract Transactions		
Net contract purchase payments	123,956	24,882
Transfers between investment divisions	660,166	273,576
Transfers on account of death	(139,128)	(331,177)
Transfers of annuity benefits, surrenders and partial withdrawals	--	(16,098)
Contract fees	(476)	(1,944)
Transfers-other	362	33
Net increase/(decrease) from contract transactions	644,880	(50,728)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period		
	--	--
Total Increase/(Decrease) in Net Assets	937,244	623,153
Net Assets at December 31, 2002	744,812	2,627,858
Net Assets at December 31, 2003	\$ 1,682,056	\$ 3,251,011

</TABLE>

See notes to financial statements.

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The Guardian Separate Account D

STATEMENT OF CHANGES IN NET ASSETS

Years Ended December 31, 2002 and 2003

<TABLE>

<CAPTION>

	Investment Divisions		
	Davis Real Estate	Davis Value	Fidelity VIP Contrafund Service Class
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 199,686	\$ (122,200)	\$ (60,320)
Net realized gain/(loss) from sale of investments	(21,463)	(2,744,943)	(461,093)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	(157,012)	(912,397)	(687,212)
Net increase/(decrease) resulting from operations	21,211	(3,779,540)	(1,208,625)
2002 Contract Transactions			
Net contract purchase payments	136,744	291,669	94,007
Transfers between investment divisions	5,189,790	6,976,275	5,726,681
Transfers on account of death	--	(151,167)	(97,836)
Transfers of annuity benefits, surrenders and partial withdrawals	(1,031,170)	(7,094,121)	(1,050,666)
Contract fees	(3,412)	(9,051)	(5,232)
Transfers-other	(2,778)	1,184	(355)
Net increase/(decrease) from contract transactions	4,289,174	14,789	4,666,599
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period			
	--	--	--
Total Increase/(Decrease) in Net Assets	4,310,385	(3,764,751)	3,457,974

Net Assets at December 31, 2001	2,229,985	16,324,374	8,742,062
Net Assets at December 31, 2002	\$ 6,540,370	\$ 12,559,623	\$ 12,200,036
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 286,766	\$ (57,564)	\$ (136,351)
Net realized gain/(loss) from sale of investments	149,121	(263,271)	(260,664)
Reinvested realized gain distributions	192,630	--	--
Net change in unrealized appreciation/(depreciation) of investments	1,854,564	3,839,147	4,071,747
Net increase/(decrease) resulting from operations	2,483,081	3,518,312	3,674,732
2003 Contract Transactions			
Net contract purchase payments	127,951	226,438	235,189
Transfers between investment divisions	2,531,104	2,951,203	6,273,313
Transfers on account of death	(838,407)	(2,672,703)	(2,581,084)
Transfers of annuity benefits, surrenders and partial withdrawals	(5,692)	(120,884)	(148,323)
Contract fees	(5,253)	(9,075)	(8,434)
Transfers-other	(1,865)	(631)	471
Net increase/(decrease) from contract transactions	1,807,838	374,348	3,771,132
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period			
	38,568	69,599	1,369
Total Increase/(Decrease) in Net Assets	4,329,487	3,962,259	7,447,233
Net Assets at December 31, 2002	6,540,370	12,559,623	12,200,036
Net Assets at December 31, 2003	\$ 10,869,857	\$ 16,521,882	\$ 19,647,269

<CAPTION>

	Investment Divisions		
	Fidelity VIP Equity- Income Service Class	Fidelity VIP Growth Opportunities Service Class	Fidelity VIP Mid Cap Service Class
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 30,396	\$ 1,387	\$ (86,468)
Net realized gain/(loss) from sale of investments	(1,113,619)	(91,121)	(425,969)
Reinvested realized gain distributions	205,594	--	--
Net change in unrealized appreciation/(depreciation) of investments	(1,364,475)	(83,154)	(2,139,419)
Net increase/(decrease) resulting from operations	(2,242,104)	(172,888)	(2,651,856)
2002 Contract Transactions			
Net contract purchase payments	132,433	20,424	364,380
Transfers between investment divisions	3,591,351	43,960	7,168,672
Transfers on account of death	(2,277)	(35,729)	(344,071)
Transfers of annuity benefits, surrenders and partial withdrawals	(1,130,593)	(78,702)	(2,474,443)
Contract fees	(5,184)	(338)	(13,361)
Transfers-other	(3,816)	(437)	(5,322)
Net increase/(decrease) from contract transactions	2,581,914	(50,822)	4,695,855
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period			
	--	--	21,899
Total Increase/(Decrease) in Net Assets	339,810	(223,710)	2,065,898
Net Assets at December 31, 2001	8,518,741	746,566	18,523,150
Net Assets at December 31, 2002	\$ 8,858,551	\$ 522,856	\$ 20,589,048
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 39,894	\$ (12,600)	\$ (216,597)
Net realized gain/(loss) from sale of investments	(385,710)	(96,762)	(167,025)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	2,930,535	389,445	8,032,633
Net increase/(decrease) resulting from operations	2,584,719	280,083	7,649,011
2003 Contract Transactions			

Net contract purchase payments	140,705	28,410	303,650
Transfers between investment divisions	2,834,325	1,197,504	4,473,792
Transfers on account of death	(1,361,006)	(12,243)	(2,484,706)
Transfers of annuity benefits, surrenders and partial withdrawals	(60,066)	--	(70,953)
Contract fees	(6,440)	(470)	(15,247)
Transfers-other	(340)	69	3,018
	-----	-----	-----
Net increase/(decrease) from contract transactions	1,547,178	1,213,270	2,209,554
	-----	-----	-----
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	--	21,661
	-----	-----	-----
Total Increase/(Decrease) in Net Assets	4,131,897	1,493,353	9,880,226
Net Assets at December 31, 2002	8,858,551	522,856	20,589,048
	-----	-----	-----
Net Assets at December 31, 2003	\$ 12,990,448	\$ 2,016,209	\$ 30,469,274
	=====	=====	=====

<CAPTION>

	Investment Divisions		
	Templeton Growth Securities Class 2	Janus Aspen Mid Cap Growth Institutional Shares	Janus Aspen Capital Appreciation Institutional Shares
	-----	-----	-----
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ (3,247)	\$ (22,847)	\$ (26,310)
Net realized gain/(loss) from sale of investments	(35,423)	(1,581,967)	(1,184,936)
Reinvested realized gain distributions	736	--	--
Net change in unrealized appreciation/(depreciation) of investments	(40,661)	698,490	281,084
	-----	-----	-----
Net increase/(decrease) resulting from operations	(78,595)	(906,324)	(930,162)
	-----	-----	-----
2002 Contract Transactions			
Net contract purchase payments	1,856	79,510	105,278
Transfers between investment divisions	1,184,587	(592,605)	(95,249)
Transfers on account of death	--	(20,698)	(21,938)
Transfers of annuity benefits, surrenders and partial withdrawals	(36,870)	(300,249)	(406,177)
Contract fees	(193)	(2,668)	(3,482)
Transfers-other	229	(202)	(825)
	-----	-----	-----
Net increase/(decrease) from contract transactions	1,149,609	(836,912)	(422,393)
	-----	-----	-----
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	--	16,347
	-----	-----	-----
Total Increase/(Decrease) in Net Assets	1,071,014	(1,743,236)	(1,336,208)
Net Assets at December 31, 2001	--	3,364,392	5,521,907
	-----	-----	-----
Net Assets at December 31, 2002	\$ 1,071,014	\$ 1,621,156	\$ 4,185,699
	=====	=====	=====
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 317	\$ (27,998)	\$ (33,057)
Net realized gain/(loss) from sale of investments	(8,293)	(604,165)	(556,988)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	546,418	1,219,658	1,339,807
	-----	-----	-----
Net increase/(decrease) resulting from operations	538,442	587,495	749,762
	-----	-----	-----
2003 Contract Transactions			
Net contract purchase payments	38,723	52,320	89,425
Transfers between investment divisions	1,630,106	983,468	42,140
Transfers on account of death	(74,022)	(356,532)	(406,406)
Transfers of annuity benefits, surrenders and partial withdrawals	(26,465)	(4,700)	(4,328)
Contract fees	(874)	(2,357)	(2,976)
Transfers-other	123	5,668	(571)
	-----	-----	-----
Net increase/(decrease) from contract transactions	1,567,591	677,867	(282,716)
	-----	-----	-----
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	826	3,521
	-----	-----	-----
Total Increase/(Decrease) in Net Assets	2,106,033	1,266,188	470,567
Net Assets at December 31, 2002	1,071,014	1,621,156	4,185,699

Net Assets at December 31, 2003	\$ 3,177,047	\$ 2,887,344	\$ 4,656,266
	=====	=====	=====

</TABLE>

See notes to financial statements.

B-26 & B-27

The Guardian Separate Account D

STATEMENT OF CHANGES IN NET ASSETS

Years Ended December 31, 2002 and 2003

<TABLE>

<CAPTION>

	Investment Divisions		
	Janus Aspen Growth Institutional Shares	Janus Aspen Worldwide Growth Institutional Shares	MFS Emerging Growth Initial Class
	-----	-----	-----
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ (49,409)	\$ (25,513)	\$ (13,313)
Net realized gain/(loss) from sale of investments	(1,698,288)	(2,639,255)	(438,880)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	241,399	(391,357)	(202,158)
	-----	-----	-----
Net increase/(decrease) resulting from operations	(1,506,298)	(3,056,125)	(654,351)
	-----	-----	-----
2002 Contract Transactions			
Net contract purchase payments	62,469	149,169	45,095
Transfers between investment divisions	(884,416)	74,175	(446,959)
Transfers on account of death	(14,303)	(25,703)	--
Transfers of annuity benefits, surrenders and partial withdrawals	(717,399)	(1,712,507)	(199,506)
Contract fees	(3,692)	(7,082)	(1,267)
Transfers-other	(41)	(1,055)	(584)
	-----	-----	-----
Net increase/(decrease) from contract transactions	(1,557,382)	(1,523,003)	(603,221)
	-----	-----	-----
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	--	--	--
	-----	-----	-----
Total Increase/(Decrease) in Net Assets	(3,063,680)	(4,579,128)	(1,257,572)
Net Assets at December 31, 2001	5,950,788	12,028,827	2,246,348
	-----	-----	-----
Net Assets at December 31, 2002	\$ 2,887,108	\$ 7,449,699	\$ 988,776
	=====	=====	=====
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ (36,312)	\$ (9,672)	\$ (18,753)
Net realized gain/(loss) from sale of investments	(472,606)	(2,587,436)	(370,329)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	1,276,310	3,921,021	703,136
	-----	-----	-----
Net increase/(decrease) resulting from operations	767,392	1,323,913	314,054
	-----	-----	-----
2003 Contract Transactions			
Net contract purchase payments	48,160	125,569	27,818
Transfers between investment divisions	(159,631)	(1,367,526)	1,214,869
Transfers on account of death	(416,534)	(966,765)	(376,478)
Transfers of annuity benefits, surrenders and partial withdrawals	--	(84,518)	(12,471)
Contract fees	(2,674)	(5,241)	(1,303)
Transfers-other	(3,325)	(68)	1,338
	-----	-----	-----
Net increase/(decrease) from contract transactions	(534,004)	(2,298,549)	853,773
	-----	-----	-----
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	686	2,365	--
	-----	-----	-----
Total Increase/(Decrease) in Net Assets	234,074	(972,271)	1,167,827
Net Assets at December 31, 2002	2,887,108	7,449,699	988,776
	-----	-----	-----

Net Assets at December 31, 2003 \$ 3,121,182 \$ 6,477,428 \$ 2,156,603
=====

<CAPTION>

	Investment Divisions		
	MFS	MFS	MFS
	Investors Trust Initial Class	New Discovery Initial Class	Research Initial Class
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ (70,933)	\$ (44,455)	\$ (9,939)
Net realized gain/(loss) from sale of investments	(2,148,573)	(622,792)	(182,319)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	(1,161,814)	(1,099,311)	(220,955)
Net increase/(decrease) resulting from operations	(3,381,320)	(1,766,558)	(413,213)
2002 Contract Transactions			
Net contract purchase payments	141,697	71,394	51,653
Transfers between investment divisions	(2,599,640)	(551,268)	(814,805)
Transfers on account of death	(65,801)	(47,217)	(2,170)
Transfers of annuity benefits, surrenders and partial withdrawals	(2,435,568)	(670,629)	(231,223)
Contract fees	(9,807)	(3,232)	(947)
Transfers-other	621	(1,481)	58
Net increase/(decrease) from contract transactions	(4,968,498)	(1,202,433)	(997,434)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	7,500	--	--
Total Increase/(Decrease) in Net Assets	(8,342,318)	(2,968,991)	(1,410,647)
Net Assets at December 31, 2001	17,517,856	6,106,404	2,431,269
Net Assets at December 31, 2002	\$ 9,175,538	\$ 3,137,413	\$ 1,020,622
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ (49,291)	\$ (47,887)	\$ (6,098)
Net realized gain/(loss) from sale of investments	(1,014,229)	(62,510)	(78,711)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	2,694,317	1,143,349	279,347
Net increase/(decrease) resulting from operations	1,630,797	1,032,952	194,538
2003 Contract Transactions			
Net contract purchase payments	128,202	59,921	21,317
Transfers between investment divisions	(252,909)	1,021,182	(86,966)
Transfers on account of death	(1,434,337)	(433,466)	(281,348)
Transfers of annuity benefits, surrenders and partial withdrawals	(70,138)	(5,913)	(14,305)
Contract fees	(7,236)	(2,809)	(701)
Transfers-other	(8,267)	743	55
Net increase/(decrease) from contract transactions	(1,644,685)	639,658	(361,948)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period	53,968	--	--
Total Increase/(Decrease) in Net Assets	40,080	1,672,610	(167,410)
Net Assets at December 31, 2002	9,175,538	3,137,413	1,020,622
Net Assets at December 31, 2003	\$ 9,215,618	\$ 4,810,023	\$ 853,212

<CAPTION>

	Investment Divisions		
	MFS	Van Kampen Life Investment Trust Growth & Income Class II	Van Kampen Life Investment Trust Government Class II
	Total Return Initial Class		
<S>	<C>	<C>	<C>
2002 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 90,523	\$ (3,841)	\$ (25,042)

Net realized gain/(loss) from sale of investments	(538,157)	(60,235)	38,361
Reinvested realized gain distributions	256,555	--	--
Net change in unrealized appreciation/(depreciation) of investments	(1,170,176)	12,434	94,117
Net increase/(decrease) resulting from operations	(1,361,255)	(51,642)	107,436
2002 Contract Transactions			
Net contract purchase payments	369,488	619	33,128
Transfers between investment divisions	9,807,473	694,274	6,378,133
Transfers on account of death	(105,958)	--	--
Transfers of annuity benefits, surrenders and partial withdrawals	(2,818,023)	(30,896)	(450,746)
Contract fees	(10,099)	(137)	(1,242)
Transfers-other	(7,490)	(382)	118
Net increase/(decrease) from contract transactions	7,235,391	663,478	5,959,391
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period			
	--	--	--
Total Increase/(Decrease) in Net Assets	5,874,136	611,836	6,066,827
Net Assets at December 31, 2001	15,970,522	--	--
Net Assets at December 31, 2002	\$ 21,844,658	\$ 611,836	\$ 6,066,827
2003 Increase/(Decrease) from Operations			
Net investment income/(expense)	\$ 131,582	\$ (8,715)	\$ 302,124
Net realized gain/(loss) from sale of investments	(178,819)	35,338	(148,159)
Reinvested realized gain distributions	--	--	--
Net change in unrealized appreciation/(depreciation) of investments	3,589,275	290,834	(160,167)
Net increase/(decrease) resulting from operations	3,542,038	317,457	(6,202)
2003 Contract Transactions			
Net contract purchase payments	352,574	23,276	224,628
Transfers between investment divisions	4,880,129	1,256,317	(93,644)
Transfers on account of death	(3,457,194)	(76,161)	(1,056,500)
Transfers of annuity benefits, surrenders and partial withdrawals	(257,663)	(108,065)	(56,170)
Contract fees	(14,579)	(808)	(6,136)
Transfers-other	1,675	106	20
Net increase/(decrease) from contract transactions	1,504,942	1,094,665	(987,802)
Actuarial Increase/(Decrease) in Reserves for Contracts in Payout Period			
	7,871	--	--
Total Increase/(Decrease) in Net Assets	5,054,851	1,412,122	(994,004)
Net Assets at December 31, 2002	21,844,658	611,836	6,066,827
Net Assets at December 31, 2003	\$ 26,899,509	\$ 2,023,958	\$ 5,072,823

</TABLE>

See notes to financial statements.

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THE GUARDIAN SEPARATE ACCOUNT D

NOTES TO FINANCIAL STATEMENTS (DECEMBER 31, 2003)

NOTE 1 -- ORGANIZATION

The Guardian Separate Account D (the Account), a unit investment trust registered under the Investment Company Act of 1940, as amended, was organized by The Guardian Insurance & Annuity Company, Inc. (GIAC) on August 23, 1989 and commenced operations on January 16, 1990. GIAC is a wholly owned subsidiary of The Guardian Life Insurance Company of America (Guardian). GIAC issues the individual and group deferred variable annuity contracts offered through the Account. GIAC provides for accumulations and benefits under the contracts by crediting the net premium purchase payments to one or more investment divisions established within the Account, or to the Fixed Rate Option (FRO), as selected by the contractowner. Amounts allocated to the FRO are maintained by GIAC in its general account. The contractowner may transfer his or her contract value among

the thirty eight investment options within the Account, or the FRO. However, a contractowner may only invest in up to twenty investment divisions, including the FRO, at any time. Contractowners who qualify may also purchase either a seven year or contract anniversary Enhanced Death Benefit Rider, which may provide greater death benefits than the proceeds payable under the basic contract.

The thirty eight investment options of the Account correspond to the following underlying mutual funds and class of shares in which the investment option invests (collectively, the Funds and individually, a Fund):

The Guardian Stock Fund (GSF)
The Guardian VC 500 Index Fund
The Guardian VC Asset Allocation Fund
The Guardian VC High Yield Bond Fund (GHYBF)
The Guardian Bond Fund, Inc. (GBF)
The Guardian Cash Fund, Inc. (GCF)
Gabelli Capital Asset Fund (GCAF)
Baillie Gifford International Fund (BGIF)
Baillie Gifford Emerging Markets Fund (BGEMF)
The Guardian Small Cap Stock Fund (GSCSF)
Value Line Centurion Fund
Value Line Strategic Asset Management Trust
AIM V.I. Capital Appreciation Fund Series I
AIM V.I. Global Utilities Fund Series I
AIM V.I. Premier Equity Fund Series I
AllianceBernstein Growth & Income Portfolio Class B
AllianceBernstein Premier Growth Portfolio Class B
AllianceBernstein Technology Portfolio Class B
AllianceBernstein Value Portfolio Class B
Davis Financial Portfolio
Davis Real Estate Portfolio
Davis Value Portfolio
Fidelity VIP Contrafund Portfolio Service Class
Fidelity VIP Equity-Income Portfolio Service Class
Fidelity VIP Growth Opportunities Portfolio Service Class
Fidelity VIP Mid Cap Portfolio Service Class
Templeton Growth Securities Fund Class 2
Janus Aspen Mid Cap Growth Portfolio Institutional Shares (formerly Janus Aggressive Growth Portfolio)
Janus Aspen Capital Appreciation Portfolio Institutional Shares
Janus Aspen Growth Portfolio Institutional Shares
Janus Aspen Worldwide Growth Portfolio Institutional Shares
MFS Emerging Growth Series Initial Class
MFS Investors Trust Series Initial Class
MFS New Discovery Series Initial Class
MFS Research Series Initial Class
MFS Total Return Series Initial Class
Van Kampen Life Investment Trust Growth & Income Portfolio Class II
Van Kampen Life Investment Trust Government Portfolio Class II

A tax-qualified and a non-tax-qualified investment division have been established within each investment option available in the Account.

Under applicable insurance law, the assets and liabilities of the Account are clearly identified and distinguished from the other assets and liabilities of GIAC. The assets of the Account will not be charged with any liabilities arising out of any other business conducted by GIAC, but the obligations of the Account, including the promise to make annuity payments, are obligations of GIAC.

The changes in net assets maintained in the Account provide the basis for the periodic determination of benefits under the policies. The net assets are sufficient to fund the amount required under the state insurance law to provide for death benefits (without regard to the policy's minimum death benefit guarantee) and other policy benefits. Additional assets are held in GIAC's general account to cover the contingency that a policy's guaranteed minimum death benefit might exceed the death benefit which would have been payable in the absence of such guarantee.

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

NOTE 2 -- SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The following is a summary of significant accounting policies of the Account.

Investments

- (a) The market value of the investments in the Funds is based on the net asset value of the respective Funds as of their close of business on the valuation date.
- (b) Investment transactions are accounted for on the trade date and income is recorded on the ex-dividend date. Realized gains and losses are determined based on the identified cost of securities sold.
- (c) The cost of investments sold is determined on a first in, first out (FIFO) basis.

Individual Mortality Table Used and the Assumed Investment Return

Net assets allocated to contracts in the payout period are computed according to the 1971, 1983 and 2000 Individual Annuity Mortality Tables. The assumed investment return is 4.0% unless the annuitant elects otherwise, in which case the rate may vary, as regulated by the laws of respective states.

Federal Income Taxes

The operations of the Account are part of the operations of GIAC and, as such, are included in the consolidated tax return of Guardian. GIAC is taxed as a life insurance company under the Internal Revenue Code of 1986, as amended. Under tax law, no federal income taxes are payable by GIAC with respect to the operations of the Account.

Use of Estimates

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

Annuity Mortality Fluctuation Fund (AMFF)

Pursuant to agreement with the New York State Insurance Department, GIAC maintains assets in each of its separate accounts for the mortality risk associated with contracts in the annuity payout phase. Such amounts are referred to as the Annuity Mortality Fluctuation Fund (AMFF), and are invested in the GCF subdivision of each separate account. At December 31, 2003, the AMFF balance in the GCF subdivision of Separate Account D was \$30,598,035.

FINANCIAL STATEMENTS

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

NOTE 3 -- PURCHASES AND SALES OF INVESTMENTS

The cost of purchases and proceeds from sales of investments for the year ended December 31, 2003 were as follows:

<TABLE>
<CAPTION>

	Purchases	Sales
	-----	-----
<S>	<C>	<C>
The Guardian Stock Fund	\$ 11,093,715	\$124,110,020
The Guardian VC 500 Index Fund	7,651,436	4,786,984
The Guardian VC Asset Allocation Fund	2,323,806	851,137
The Guardian VC High Yield Bond Fund	7,583,164	4,032,935
The Guardian Bond Fund, Inc.	18,293,710	57,097,917
The Guardian Cash Fund, Inc.	39,666,259	94,656,627
Gabelli Capital Asset Fund	7,779,983	12,050,732
Baillie Gifford International Fund	25,853,570	41,629,657
Baillie Gifford Emerging Markets Fund	8,111,639	8,996,376
The Guardian Small Cap Stock Fund	9,875,476	9,110,305

Value Line Centurion Fund	2,309,524	26,827,799
Value Line Strategic Asset Management Trust	6,866,312	86,671,565
AIM V.I. Capital Appreciation Fund Series I	681,650	727,150
AIM V.I. Global Utilities Fund Series I	251,860	120,341
AIM V.I. Premier Equity Fund Series I	263,496	917,069
AllianceBernstein Growth & Income Portfolio Class B	2,664,169	402,679
AllianceBernstein Premier Growth Portfolio Class B	1,244,166	363,384
AllianceBernstein Technology Portfolio Class B	1,951,225	700,728
AllianceBernstein Value Portfolio Class B	900,543	257,628
Davis Financial Portfolio	862,672	933,635
Davis Real Estate Portfolio	5,824,255	3,494,284
Davis Value Portfolio	3,318,303	2,943,107
Fidelity VIP Contrafund Portfolio Service Class	6,704,095	3,063,881
Fidelity VIP Equity-Income Portfolio Service Class	3,753,717	2,164,087
Fidelity VIP Growth Opportunities Portfolio Service Class	1,686,235	489,370
Fidelity VIP Mid Cap Portfolio Service Class	5,748,877	3,727,509
Templeton Growth Securities Fund Class 2	1,976,219	404,637
Janus Aspen Mid Cap Growth Portfolio Institutional Shares (formerly Janus Aspen Aggressive Growth Portfolio)	1,404,177	745,484
Janus Aspen Capital Appreciation Portfolio Institutional Shares ...	1,200,977	1,520,132
Janus Aspen Growth Portfolio Institutional Shares	450,976	1,021,724
Janus Aspen Worldwide Growth Portfolio Institutional Shares	1,094,678	3,407,419
MFS Emerging Growth Series Initial Class	1,719,655	885,882
MFS Investors Trust Series Initial Class	680,869	2,322,518
MFS New Discovery Series Initial Class	1,435,062	845,405
MFS Research Series Initial Class	49,692	424,607
MFS Total Return Series Initial Class	5,942,463	4,301,815
Van Kampen Life Investment Trust Growth & Income Portfolio Class II	1,408,826	317,674
Van Kampen Life Investment Trust Government Portfolio Class II	6,398,556	7,098,907
	-----	-----
Total	\$207,026,007	\$514,423,110
	=====	=====

</TABLE>

B-32 FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

NOTE 4 -- EXPENSES AND RELATED PARTY TRANSACTIONS

GIAC deducts certain charges from the contract. Contractual charges paid to GIAC include:

Contract Charges

A fixed annual contract fee of \$35 is deducted on each contract anniversary date before annuitization and upon surrender prior to annuitization to cover GIAC's administrative expenses. These charges are assessed through a redemption of units. For the years ended December 31, 2002 and 2003, contract fees amounted to \$2,155,277 and \$1,844,022, respectively.

Expense Charges

- (1) A charge for mortality and expense risk, through a reduction of the unit value, is computed daily and is equal to an annual rate of 1.15% of the average daily net assets applicable to the Account. There are additional charges applicable to each rider option, calculated as a percentage of average daily net asset value of the applicable contracts as follows:

- a) 7 Year Enhanced Death Benefit Rider, with an annual rate of .30%;
- b) Contract Anniversary Enhanced Death Benefit Rider, with an annual rate of .25%. There were no sales in 2003.

- (2) A charge for premium taxes deducted from either the contract payment or upon annuitization, as determined in accordance with applicable state law.

Currently, GIAC makes no charge against the Account for GIAC's federal income taxes. However, GIAC reserves the right to charge taxes attributable to the Account in the future.

GSF, The Guardian VC 500 Index Fund, The Guardian VC Asset Allocation Fund, The Guardian VC High Yield Bond Fund, GBF, GCF and GSCSF each have an investment advisory agreement with Guardian Investor Services LLC (GIS), formerly Guardian Investor Services Corporation, a wholly owned subsidiary of GIAC. Fees earned by GIS from this agreement range from .25% to .75% of the average daily net assets. GCAF has a management agreement with GIS and earns fees of .40% of the average daily net assets. BGIF and BGEMF each have an investment advisory agreement with Guardian Baillie Gifford Ltd. (GBG), a joint venture company formed by GIAC and Baillie Gifford Overseas Ltd. Fees earned by GBG from this agreement range from .80% to 1.00% of the average daily net assets. GIAC has administrative service fee agreements with AIM Advisors, Inc., Alliance Capital Management LP, Davis Selected Advisers LP, Fidelity Management & Research Company, Templeton Global Advisors Limited, Janus Capital Corporation, MFS Investment Management and Van Kampen Asset Management, Inc., which compensate GIAC for administrative services provided. These fees range from .05% to 1.00% of the average daily net assets.

Sales Charges

Contingent deferred sales charges are assessed on certain partial or total surrenders. These charges are assessed through a redemption in units and paid to GIAC during the first seven contract years for a Single Purchase Payment Contract. For a Flexible Purchase Payment Contract, each payment is subject to a contingent deferred sales charge for six years.

Number of Contract Years Completed	Contingent Deferred Sales Charge Percentage
1	6%
2	6%
3	5%
4	4%
5	3%
6	2%
7	1%
8+	0%

For the years ended December 31, 2002 and 2003, contingent deferred sales charges were \$3,448,959 and \$2,027,351 respectively.

FINANCIAL STATEMENTS B-33

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

NOTE 5 -- CHANGES IN UNITS OUTSTANDING

The changes in units outstanding for the years ended December 31, 2003 and 2002 were as follows:

	2003			2002		
	Units Issued	Units Redeemed	Net Increase/ (Decrease)	Units Issued	Units Redeemed	Net Increase/ (Decrease)
The Guardian Stock Fund	339,779	4,896,410	(4,556,631)	416,760	8,658,259	(8,241,499)
The Guardian VC 500 Index Fund	515,466	158,580	356,886	378,059	163,407	214,652
The Guardian VC Asset Allocation Fund	223,979	57,275	166,704	6,716	74,909	(68,193)
The Guardian VC High Yield Bond Fund	444,212	137,882	306,330	132,292	69,383	62,909
The Guardian Bond Fund, Inc.	98,490	2,327,236	(2,228,746)	1,751,733	1,503,834	247,899
The Guardian Cash Fund, Inc.	127,817	3,897,516	(3,769,699)	2,462,349	4,277,711	(1,815,362)
Gabelli Capital Asset Fund	376,188	577,620	(201,432)	169,757	780,908	(611,151)
Baillie Gifford International Fund	93,813	1,156,284	(1,062,471)	95,675	1,687,167	(1,591,492)
Baillie Gifford Emerging Markets Fund	157,557	277,433	(119,876)	173,059	376,372	(203,313)
The Guardian Small Cap Stock Fund	388,031	364,057	23,974	285,754	456,314	(170,560)
Value Line Centurion Fund	71,439	902,671	(831,232)	71,277	1,458,283	(1,387,006)
Value Line Strategic Asset Management Trust	144,626	2,763,341	(2,618,715)	174,893	4,621,192	(4,446,299)
AIM V.I. Capital Appreciation Fund Series I	35,539	42,632	(7,093)	6,507	193,597	(187,090)
AIM V.I. Global Utilities Fund Series I	28,767	8,692	20,075	4,435	55,581	(51,146)
AIM V.I. Premier Equity Fund Series I	9,285	120,917	(111,632)	11,915	280,538	(268,623)
AllianceBernstein Growth & Income Portfolio Class B	278,009	25,102	252,907	35,727	439	35,288
AllianceBernstein Premier Growth Portfolio						

Class B	103,749	1,129	102,620	2,791	1	2,790
AllianceBernstein Technology Portfolio						
Class B	146,367	4,510	141,857	10,286	1,339	8,947
AllianceBernstein Value Portfolio Class B	85,255	16,986	68,269	89,190	1,579	87,611
Davis Financial Portfolio	21,141	36,676	(15,535)	6,421	115,567	(109,146)
Davis Real Estate Portfolio	175,512	58,817	116,695	424,028	84,678	339,350
Davis Value Portfolio	357,184	327,962	29,222	807,756	932,839	(125,083)
Fidelity VIP Contrafund Portfolio Service						
Class	745,462	323,784	421,678	701,572	139,369	562,203
Fidelity VIP Equity-Income Portfolio Service						
Class	307,418	160,156	147,262	347,396	124,277	223,119
Fidelity VIP Growth Opportunities Portfolio						
Service Class	171,701	1,813	169,888	12,271	20,905	(8,634)
Fidelity VIP Mid Cap Portfolio Service Class	366,603	216,051	150,552	621,956	242,339	379,617
Templeton Growth Securities Fund Class 2	182,200	11,670	170,530	139,259	4,641	134,618
Janus Aspen Mid Cap Growth Portfolio						
Institutional Shares (formerly Janus Aspen						
Aggressive Growth Portfolio)	235,721	86,059	149,662	19,326	234,320	(214,994)
Janus Aspen Capital Appreciation Portfolio						
Institutional Shares	19,489	63,558	(44,069)	15,916	84,930	(69,014)
Janus Aspen Growth Portfolio Institutional						
Shares	16,438	114,657	(98,219)	10,680	297,769	(287,089)
Janus Aspen Worldwide Growth Portfolio						
Institutional Shares	23,337	447,866	(424,529)	24,711	297,610	(272,899)
MFS Emerging Growth Series Initial Class	257,503	86,993	170,510	20,036	140,654	(120,618)
MFS Investors Trust Series Initial Class	16,168	204,065	(187,897)	14,805	544,026	(529,221)
MFS New Discovery Series Initial Class	127,528	54,172	73,356	8,852	156,189	(147,337)
MFS Research Series Initial Class	3,602	62,019	(58,417)	7,417	148,424	(141,007)
MFS Total Return Series Initial Class	484,242	337,490	146,752	931,247	272,774	658,473
Van Kampen Life Investment Trust Growth &						
Income Portfolio Class II	141,096	20,579	120,517	78,228	3,923	74,305
Van Kampen Life Investment Trust						
Government Portfolio Class II	71,225	166,347	(95,122)	614,192	43,004	571,188

</TABLE>

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FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

NOTE 6 -- UNIT VALUES

The following represents amounts for the years ended December 31, excluding the effect of the expenses of the underlying fund portfolios and charges made directly to contractholders' accounts through redemption of units:

	Units	Net Assets		Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)
		Unit Value	In whole \$			
<S>	-----	-----	-----			-----
<S>	<C>	<C>	<C>	<C>	<C>	<C>
REGULAR CONTRACT						
The Guardian Stock Fund						
2003	19,451,754	\$33.08	\$ 643,395,484	1.15%	1.00%	20.05%
2002	23,054,222	27.55	635,194,470	1.15%	0.86%	-21.79%
2001	29,533,253	35.23	1,040,389,684	1.15%	0.23%	-22.35%
2000	37,104,107	45.37	1,683,261,647	1.15%	0.07%	-19.33%
1999	41,964,138	56.24	2,359,934,648	1.15%	0.42%	29.66%
The Guardian VC 500 Index Fund(4)						
2003	1,379,012	\$ 8.12	\$ 11,202,139	1.15%	1.62%	26.77%
2002	1,082,762	6.41	6,938,013	1.15%	2.17%	-23.31%
2001	864,060	8.36	7,219,400	1.15%	1.44%	-12.94%
2000	115,262	9.60	1,106,151	1.15%	0.54%	-4.03%
1999	--	--	--	--	--	--
The Guardian VC Asset Allocation Fund(4)						
2003	334,663	\$ 9.39	\$ 3,141,923	1.15%	3.03%	26.23%
2002	193,575	7.44	1,439,691	1.15%	2.10%	-20.81%
2001	265,382	9.39	2,492,286	1.15%	1.24%	-10.08%
2000	78,464	10.44	819,460	1.15%	2.77%	4.44%
1999	--	--	--	--	--	--
The Guardian VC High Yield Bond Fund(4)						
2003	544,707	\$11.49	\$ 6,258,550	1.15%	7.44%	16.59%
2002	250,105	9.85	2,464,679	1.15%	7.72%	0.13%
2001	204,845	9.84	2,016,099	1.15%	13.60%	2.37%

2000	36,359	9.61	349,576	1.15%	5.84%	-3.85%
1999	--	--	--	--	--	--
The Guardian Bond Fund, Inc.						
2003	6,031,101	\$23.61	\$ 142,407,047	1.15%	3.41%	3.53%
2002	7,821,403	22.81	178,382,288	1.15%	4.23%	8.21%
2001	7,731,557	21.08	162,955,024	1.15%	6.05%	7.61%
2000	7,511,758	19.59	147,121,658	1.15%	6.15%	8.75%
1999	9,203,256	18.01	165,745,995	1.15%	5.41%	-1.98%
The Guardian Cash Fund, Inc.						
2003	6,028,620	\$15.28	\$ 92,142,294	1.15%	0.72%	-0.50%
2002	9,456,907	15.36	145,260,974	1.15%	1.20%	0.08%
2001	11,101,327	15.35	170,377,393	1.15%	4.27%	2.40%
2000	9,596,904	14.99	143,839,931	1.15%	6.32%	4.81%
1999	13,934,054	14.30	199,269,512	1.15%	5.18%	3.57%
Gabelli Capital Asset Fund						
2003	3,359,412	\$26.09	\$ 87,645,873	1.15%	0.11%	33.90%
2002	3,585,124	19.48	69,854,877	1.15%	0.23%	-15.30%
2001	4,047,602	23.00	93,111,605	1.15%	0.51%	1.38%
2000	3,881,708	22.69	88,075,802	1.15%	0.18%	4.34%
1999	4,615,764	21.75	100,376,656	1.15%	0.12%	18.43%
Baillie Gifford International Fund						
2003	5,016,733	\$18.99	\$ 95,247,610	1.15%	1.51%	28.53%
2002	5,987,351	14.77	88,439,948	1.15%	0.08%	-18.65%
2001	7,402,239	18.16	134,408,597	1.15%	--	-21.32%
2000	9,771,054	23.08	225,488,315	1.15%	--	-20.92%
1999	11,223,178	29.18	327,523,444	1.15%	0.40%	37.51%

</TABLE>

FINANCIAL STATEMENTS

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>

<CAPTION>

	Net Assets		Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)	
	Units	Unit Value				In whole \$
<S>	<C>	<C>	<C>	<C>	<C>	
REGULAR CONTRACT						
Baillie Gifford Emerging Markets Fund						
2003	1,765,901	\$13.95	\$ 24,626,591	1.15%	0.88%	52.15%
2002	1,871,531	9.17	17,154,221	1.15%	0.50%	-7.42%
2001	2,046,816	9.90	20,264,214	1.15%	0.17%	5.08%
2000	2,482,908	9.42	23,393,185	1.15%	--	-28.64%
1999	3,055,038	13.20	40,335,292	1.15%	--	70.28%
The Guardian Small Cap Stock Fund						
2003	2,772,487	\$14.50	\$ 40,211,489	1.15%	--	41.80%
2002	2,765,735	10.23	28,289,814	1.15%	--	-16.47%
2001	2,868,390	12.25	35,124,318	1.15%	0.01%	-8.88%
2000	3,557,758	13.44	47,811,983	1.15%	--	-4.49%
1999	3,010,741	14.07	42,363,166	1.15%	0.13%	33.49%
Value Line Centurion Fund						
2003	3,933,358	\$34.66	\$ 136,343,500	1.15%	--	18.11%
2002	4,639,161	29.35	136,148,488	1.15%	--	-23.82%
2001	5,814,117	38.52	223,982,159	1.15%	0.16%	-17.31%
2000	7,206,185	46.59	335,710,705	1.15%	0.07%	-13.48%
1999	8,400,109	53.84	452,300,692	1.15%	0.26%	26.75%
Value Line Strategic Asset Management Trust						
2003	11,751,872	\$38.01	\$ 446,661,565	1.15%	0.70%	15.19%
2002	13,812,779	33.00	455,770,354	1.15%	1.25%	-13.54%
2001	17,377,163	38.16	663,138,049	1.15%	3.07%	-13.92%
2000	20,945,510	44.33	928,614,695	1.15%	2.07%	0.78%
1999	23,900,039	43.99	1,051,451,432	1.15%	1.02%	22.89%
AIM V.I. Capital Appreciation Fund Series I(4)						
2003	376,901	\$ 6.92	\$ 2,607,039	1.15%	--	28.03%
2002	374,146	5.40	2,021,377	1.15%	--	-25.23%
2001	543,701	7.23	3,928,400	1.15%	--	-24.16%
2000	554,443	9.53	5,282,349	1.15%	--	-4.73%
1999	--	--	--	--	--	--
AIM V.I. Global Utilities Fund Series I(4)						
2003	95,181	\$ 6.35	\$ 604,381	1.15%	3.75%	17.67%
2002	79,695	5.40	430,074	1.15%	3.41%	-26.39%
2001	132,578	7.33	971,962	1.15%	1.80%	-28.76%
2000	55,284	10.29	568,901	1.15%	0.90%	2.90%

1999	--	--	--	--	--	--
AIM V.I. Premier Equity Fund Series I(4)						
2003	402,344	\$ 6.82	\$ 2,745,105	1.15%	0.27%	23.64%
2002	499,838	5.52	2,758,201	1.15%	0.29%	-31.06%
2001	752,786	8.00	6,025,645	1.15%	0.18%	-13.57%
2000	347,685	9.26	3,219,927	1.15%	0.12%	-7.39%
1999	--	--	--	--	--	--
AllianceBernstein Growth & Income Portfolio Class B(5)						
2003	274,508	\$10.44	\$ 2,866,841	1.15%	0.63%	30.66%
2002	20,036	7.99	160,145	1.15%	0.02%	-20.07%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
AllianceBernstein Premier Growth Portfolio Class B(5)						
2003	92,599	\$ 9.65	\$ 894,008	1.15%	--	21.95%
2002	2,790	7.92	22,090	1.15%	--	-20.83%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--

</TABLE>

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FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

	Units	Net Assets		Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)
		Unit Value	In whole \$			
<S>	<C>	<C>	<C>	<C>	<C>	<C>
REGULAR CONTRACT						
AllianceBernstein Technology Portfolio Class B(5)						
2003	129,071	\$ 9.67	\$ 1,247,737	1.15%	--	42.14%
2002	8,947	6.80	60,851	1.15%	--	-31.99%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
AllianceBernstein Value Portfolio Class B(5)						
2003	138,117	\$10.80	\$ 1,491,229	1.15%	0.62%	26.98%
2002	81,202	8.50	690,426	1.15%	0.07%	-14.97%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
Davis Financial Portfolio(4)						
2003	261,056	\$11.69	\$ 3,052,262	1.15%	0.33%	30.63%
2002	278,025	8.95	2,488,359	1.15%	0.21%	-17.80%
2001	375,499	10.89	4,088,367	1.15%	0.05%	-11.40%
2000	163,662	12.29	2,011,305	1.15%	0.08%	22.89%
1999	--	--	--	--	--	--
Davis Real Estate Portfolio(4)						
2003	551,741	\$16.78	\$ 9,259,856	1.15%	4.32%	35.22%
2002	451,483	12.41	5,603,728	1.15%	4.94%	4.68%
2001	163,258	11.86	1,935,796	1.15%	5.00%	4.28%
2000	101,524	11.37	1,154,342	1.15%	1.14%	13.70%
1999	--	--	--	--	--	--
Davis Value Portfolio(4)						
2003	1,528,017	\$ 9.72	\$ 14,858,318	1.15%	0.76%	28.26%
2002	1,474,930	7.58	11,181,628	1.15%	0.52%	-17.22%
2001	1,622,210	9.16	14,857,067	1.15%	0.55%	-11.42%
2000	772,430	10.34	7,986,621	1.15%	0.28%	3.40%
1999	--	--	--	--	--	--
Fidelity VIP Contrafund Portfolio Service Class(4)						
2003	1,698,765	\$ 9.88	\$ 16,778,808	1.15%	0.30%	26.88%
2002	1,463,397	7.78	11,392,159	1.15%	0.57%	-10.47%
2001	930,322	8.69	8,088,903	1.15%	0.37%	-13.37%
2000	255,412	10.04	2,563,450	1.15%	--	0.37%
1999	--	--	--	--	--	--
Fidelity VIP Equity-Income Portfolio Service Class(4)						
2003	1,103,792	\$10.80	\$ 11,919,698	1.15%	1.52%	28.72%
2002	951,416	8.39	7,981,659	1.15%	1.46%	-17.95%
2001	729,421	10.22	7,458,202	1.15%	0.42%	-6.18%

2000	67,729	10.90	738,131	1.15%	--	8.98%
1999	--	--	--	--	--	--
Fidelity VIP Growth Opportunities Portfolio Service Class (4)						
2003	242,013	\$ 7.93	\$ 1,918,760	1.15%	0.26%	28.17%
2002	81,416	6.19	503,623	1.15%	1.45%	-22.81%
2001	87,433	8.01	700,698	1.15%	0.22%	-15.42%
2000	21,115	9.48	200,075	1.15%	--	-5.25%
1999	--	--	--	--	--	--
Fidelity VIP Mid Cap Portfolio Service Class (4)						
2003	1,803,176	\$14.81	\$ 26,706,289	1.15%	0.28%	36.93%
2002	1,744,068	10.82	18,863,944	1.15%	0.74%	-10.93%
2001	1,398,815	12.14	16,986,649	1.15%	--	-4.47%
2000	1,167,489	12.71	14,841,615	1.15%	--	27.12%
1999	--	--	--	--	--	--

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FINANCIAL STATEMENTS

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

	Units	Net Assets		Expense Ratio (1)	Investment Income Ratio (3)	Total Return (2)
		Unit Value	In whole \$			
<S>	<C>	<C>	<C>	<C>	<C>	<C>
REGULAR CONTRACT						
Templeton Growth Securities Fund Class 2 (5)						
2003	273,913	\$10.39	\$ 2,847,152	1.15%	1.17%	30.62%
2002	118,224	7.96	940,817	1.15%	0.22%	-20.42%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
Janus Aspen Mid Cap Growth Portfolio Institutional Shares (formerly Janus Aspen Aggressive Growth Portfolio) (4)						
2003	560,184	\$ 4.82	\$ 2,699,706	1.15%	--	33.55%
2002	434,736	3.61	1,568,818	1.15%	--	-28.76%
2001	615,473	5.07	3,117,871	1.15%	--	-40.15%
2000	868,436	8.46	7,350,186	1.15%	1.74%	-15.36%
1999	--	--	--	--	--	--
Janus Aspen Capital Appreciation Portfolio Institutional Shares (4)						
2003	574,029	\$ 7.10	\$ 4,072,765	1.15%	0.43%	19.15%
2002	612,471	5.95	3,647,092	1.15%	0.59%	-16.64%
2001	664,090	7.14	4,743,909	1.15%	1.43%	-22.57%
2000	458,794	9.23	4,232,897	1.15%	0.80%	-7.74%
1999	--	--	--	--	--	--
Janus Aspen Growth Portfolio Institutional Shares (4)						
2003	444,434	\$ 6.52	\$ 2,897,877	1.15%	0.08%	30.22%
2002	533,613	5.01	2,671,972	1.15%	--	-27.36%
2001	732,194	6.89	5,046,919	1.15%	0.08%	-25.60%
2000	549,607	9.26	5,091,864	1.15%	0.89%	-7.35%
1999	--	--	--	--	--	--
Janus Aspen Worldwide Growth Portfolio Institutional Shares (4)						
2003	951,615	\$ 6.33	\$ 6,019,096	1.15%	1.02%	22.57%
2002	1,315,032	5.16	6,786,394	1.15%	0.88%	-26.36%
2001	1,510,751	7.01	10,587,046	1.15%	0.52%	-23.33%
2000	1,064,845	9.14	9,732,676	1.15%	0.94%	-8.60%
1999	--	--	--	--	--	--
MFS Emerging Growth Series Initial Class (4)						
2003	340,505	\$ 5.14	\$ 1,750,681	1.15%	--	28.73%
2002	226,639	3.99	905,190	1.15%	--	-34.52%
2001	351,543	6.10	2,144,330	1.15%	--	-34.25%
2000	310,649	9.28	2,882,035	1.15%	--	-7.23%
1999	--	--	--	--	--	--
MFS Investors Trust Series Initial Class						
2003	797,093	\$10.25	\$ 8,173,634	1.15%	0.63%	20.74%
2002	971,716	8.49	8,252,474	1.15%	0.59%	-21.87%
2001	1,377,253	10.87	14,971,095	1.15%	0.49%	-16.92%
2000	1,708,374	13.08	22,352,528	1.15%	0.43%	-1.30%

1999	2,473,303	13.26	32,786,878	1.15%	0.35%	5.47%
MFS New Discovery Series Initial Class(4)						
2003	504,746	\$ 8.88	\$ 4,481,501	1.15%	--	32.18%
2002	440,823	6.72	2,961,074	1.15%	--	-32.42%
2001	576,897	9.94	5,733,914	1.15%	--	-6.12%
2000	254,820	10.59	2,697,791	1.15%	--	5.87%
1999	--	--	--	--	--	--

</TABLE>

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FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Units	Net Assets		Expense	Investment	Total
	-----	Unit Value	In whole \$	Ratio(1)	Income	Return(2)
	-----	-----	-----	-----	Ratio(3)	-----
<S>	<C>	<C>	<C>	<C>	<C>	<C>
REGULAR CONTRACT						
MFS Research Series Initial Class(4)						
2003	112,574	\$ 6.93	\$ 780,342	1.15%	0.62%	23.27%
2002	166,787	5.62	937,874	1.15%	0.32%	-25.40%
2001	301,375	7.54	2,271,847	1.15%	0.01%	-22.16%
2000	205,060	9.68	1,985,752	1.15%	--	-3.16%
1999	--	--	--	--	--	--
MFS Total Return Series Initial Class(4)						
2003	2,133,759	\$12.00	\$25,599,340	1.15%	1.68%	14.99%
2002	1,989,124	10.43	20,754,083	1.15%	1.60%	-6.26%
2001	1,377,004	11.13	15,326,610	1.15%	1.65%	-0.91%
2000	170,337	11.23	1,913,238	1.15%	--	12.32%
1999	--	--	--	--	--	--
Van Kampen Life Investment Trust Growth & Income Portfolio Class II(5)						
2003	162,745	\$10.40	\$ 1,692,112	1.15%	0.49%	26.21%
2002	56,154	8.24	462,607	1.15%	--	-17.62%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
Van Kampen Life Investment Trust Government Portfolio Class II(5)						
2003	438,524	\$10.66	\$ 4,674,637	1.15%	4.79%	0.32%
2002	447,786	10.63	4,758,190	1.15%	--	6.26%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--

</TABLE>

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Units	Net Assets		Expense	Investment	Total
	-----	Unit Value	In whole \$	Ratio(1)	Income	Return(2)
	-----	-----	-----	-----	Ratio(3)	-----
<S>	<C>	<C>	<C>	<C>	<C>	<C>
7 YEAR ENHANCED DEATH BENEFIT RIDER						
The Guardian Stock Fund						
2003	4,533,013	\$ 9.37	\$ 42,484,120	1.45%	1.00%	19.69%
2002	5,487,176	7.83	42,966,497	1.45%	0.86%	-22.02%

	2001	7,249,644	10.04	72,800,082	1.45%	0.23%	-22.58%
	2000	9,362,793	12.97	121,442,619	1.45%	0.07%	-19.49%
	1999	10,190,342	16.11	164,344,786	1.45%	0.42%	29.13%
The Guardian VC 500 Index Fund(4)							
	2003	129,107	\$ 8.04	\$ 1,037,488	1.45%	1.62%	26.39%
	2002	68,471	6.36	435,326	1.45%	2.17%	-23.54%
	2001	72,521	8.32	603,019	1.45%	1.44%	-13.20%
	2000	1,582	9.58	15,155	1.45%	0.54%	-4.21%
	1999	--	--	--	--	--	--
The Guardian VC Asset Allocation Fund(4)							
	2003	48,638	\$ 9.29	\$ 451,714	1.45%	3.03%	25.85%
	2002	23,022	7.38	169,888	1.45%	2.10%	-21.04%
	2001	19,408	9.35	181,390	1.45%	1.24%	-10.35%
	2000	3,520	10.42	36,696	1.45%	2.77%	4.25%
	1999	--	--	--	--	--	--
The Guardian VC High Yield Bond Fund(4)							
	2003	32,253	\$11.37	\$ 366,587	1.45%	7.44%	16.24%
	2002	20,525	9.78	200,693	1.45%	7.72%	-0.17%
	2001	2,876	9.79	28,174	1.45%	13.60%	2.03%
	2000	--	--	--	--	--	--
	1999	--	--	--	--	--	--
The Guardian Bond Fund, Inc.							
	2003	829,181	\$13.64	\$ 11,305,977	1.45%	3.41%	3.22%
	2002	1,267,625	13.21	16,745,055	1.45%	4.23%	7.89%
	2001	1,109,572	12.24	13,585,922	1.45%	6.05%	7.29%
	2000	916,576	11.41	10,460,224	1.45%	6.15%	8.42%
	1999	1,145,493	10.53	12,057,020	1.45%	5.41%	-2.27%
The Guardian Cash Fund, Inc.							
	2003	519,552	\$11.35	\$ 5,898,272	1.45%	0.72%	-0.79%
	2002	860,964	11.44	9,852,456	1.45%	1.20%	-0.22%
	2001	1,031,906	11.47	11,834,272	1.45%	4.27%	2.09%
	2000	845,837	11.23	9,501,760	1.45%	6.32%	4.49%
	1999	1,084,454	10.75	11,658,743	1.45%	5.18%	3.26%
Gabelli Capital Asset Fund							
	2003	642,777	\$16.39	\$ 10,537,302	1.45%	0.11%	33.50%
	2002	618,497	12.28	7,595,124	1.45%	0.23%	-15.55%
	2001	767,170	14.54	11,155,980	1.45%	0.51%	1.08%
	2000	733,340	14.39	10,550,038	1.45%	0.18%	4.02%
	1999	1,089,293	13.83	15,064,577	1.45%	0.12%	18.08%
Baillie Gifford International Fund							
	2003	570,045	\$11.11	\$ 6,333,218	1.45%	1.51%	28.19%
	2002	661,898	8.67	5,738,404	1.45%	0.08%	-18.92%
	2001	838,502	10.69	8,963,135	1.45%	--	-21.55%
	2000	1,154,056	13.63	15,725,596	1.45%	--	-21.16%
	1999	1,457,210	17.28	25,185,802	1.45%	0.40%	37.10%
Baillie Gifford Emerging Markets Fund							
	2003	105,459	\$13.93	\$ 1,468,926	1.45%	0.88%	51.69%
	2002	119,705	9.18	1,099,173	1.45%	0.50%	-7.70%
	2001	147,733	9.95	1,469,655	1.45%	0.17%	4.77%
	2000	184,854	9.50	1,755,285	1.45%	--	-28.85%
	1999	353,384	13.35	4,716,447	1.45%	--	69.77%

</TABLE>

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FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Units	Net Assets		Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)
		Unit Value	In whole \$			
<S>	<C>	<C>	<C>	<C>	<C>	<C>
7 YEAR ENHANCED DEATH BENEFIT RIDER						
The Guardian Small Cap Stock Fund						
	2003	242,228	\$12.77	\$ 3,093,204	1.45%	41.37%
	2002	225,006	9.03	2,032,452	1.45%	-16.72%
	2001	292,911	10.85	3,177,007	1.45%	-9.15%
	2000	410,859	11.94	4,905,361	1.45%	-4.78%
	1999	706,437	12.54	8,857,582	1.45%	33.09%
Value Line Centurion Fund						
	2003	680,930	\$10.31	\$ 7,019,357	1.45%	17.76%
	2002	806,359	8.75	7,058,786	1.45%	-24.05%

2001	1,018,409	11.53		11,737,769	1.45%	0.16%	-17.55%
2000	1,235,716	13.98		17,274,973	1.45%	0.07%	-13.74%
1999	1,532,459	16.21		24,835,849	1.45%	0.26%	26.37%
Value Line Strategic Asset Management Trust							
2003	2,291,584	\$13.48	\$	30,882,909	1.45%	0.70%	14.84%
2002	2,849,392	11.73		33,437,383	1.45%	1.25%	-13.79%
2001	3,731,307	13.61		50,793,279	1.45%	3.07%	-14.18%
2000	4,407,994	15.86		69,921,570	1.45%	2.07%	0.47%
1999	4,795,070	15.79		75,704,088	1.45%	1.02%	22.52%
AIM V.I. Capital Appreciation Fund Series I(4)							
2003	19,618	\$ 6.84	\$	134,234	1.45%	--	27.65%
2002	29,466	5.36		157,953	1.45%	--	-25.45%
2001	47,001	7.19		337,965	1.45%	--	-24.39%
2000	59,188	9.51		562,879	1.45%	--	-4.90%
1999	--	--		--	--	--	--
AIM V.I. Global Utilities Fund Series I(4)							
2003	10,169	\$ 6.28	\$	63,878	1.45%	3.75%	17.31%
2002	5,580	5.35		29,879	1.45%	3.41%	-26.61%
2001	3,843	7.30		28,036	1.45%	1.80%	-28.97%
2000	4,021	10.27		41,300	1.45%	0.90%	2.72%
1999	--	--		--	--	--	--
AIM V.I. Premier Equity Fund Series I(4)							
2003	38,149	\$ 6.75	\$	257,479	1.45%	0.27%	23.27%
2002	52,287	5.48		286,282	1.45%	0.29%	-31.27%
2001	67,962	7.97		541,385	1.45%	0.18%	-13.83%
2000	10,882	9.24		100,594	1.45%	0.12%	-7.56%
1999	--	--		--	--	--	--
AllianceBernstein Growth & Income Portfolio Class B(5)							
2003	13,687	\$10.39	\$	142,229	1.45%	0.63%	30.27%
2002	15,252	7.98		121,657	1.45%	0.02%	-20.23%
2001	--	--		--	--	--	--
2000	--	--		--	--	--	--
1999	--	--		--	--	--	--
AllianceBernstein Premier Growth Portfolio Class B(5)							
2003	12,811	\$ 9.61	\$	123,068	1.45%	--	21.58%
2002	--	--		--	--	--	--
2001	--	--		--	--	--	--
2000	--	--		--	--	--	--
1999	--	--		--	--	--	--
AllianceBernstein Technology Portfolio Class B(5)							
2003	21,733	\$ 9.62	\$	209,037	1.45%	--	41.71%
2002	--	--		--	--	--	--
2001	--	--		--	--	--	--
2000	--	--		--	--	--	--
1999	--	--		--	--	--	--

</TABLE>

FINANCIAL STATEMENTS

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Units	Net Assets Unit Value	In whole \$	Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)	
<S>	<C>	<C>	<C>	<C>	<C>	<C>	
7 YEAR ENHANCED DEATH BENEFIT RIDER							
AllianceBernstein Value Portfolio Class B(5)							
2003	17,763	\$10.74	\$	190,827	1.45%	0.62%	26.60%
2002	6,409	8.49		54,386	1.45%	0.07%	-15.15%
2001	--	--		--	--	--	--
2000	--	--		--	--	--	--
1999	--	--		--	--	--	--
Davis Financial Portfolio(4)							
2003	16,672	\$11.57	\$	192,823	1.45%	0.33%	30.24%
2002	15,238	8.88		135,321	1.45%	0.21%	-18.04%
2001	26,910	10.84		291,586	1.45%	0.05%	-11.67%
2000	35,571	12.27		436,354	1.45%	0.08%	22.67%
1999	--	--		--	--	--	--
Davis Real Estate Portfolio(4)							

2003	92,493	\$16.60	\$	1,535,607	1.45%	4.32%	34.81%
2002	76,056	12.32		936,642	1.45%	4.94%	4.36%
2001	24,931	11.80		294,189	1.45%	5.00%	3.97%
2000	15,795	11.35		179,262	1.45%	1.14%	13.50%
1999	--	--		--	--	--	--
Davis Value Portfolio(4)							
2003	159,032	\$ 9.62	\$	1,529,771	1.45%	0.76%	27.88%
2002	182,897	7.52		1,375,769	1.45%	0.52%	-17.47%
2001	160,700	9.11		1,464,710	1.45%	0.55%	-11.69%
2000	47,021	10.32		485,297	1.45%	0.28%	3.21%
1999	--	--		--	--	--	--
Fidelity VIP Contrafund Portfolio Service Class(4)							
2003	290,615	\$ 9.77	\$	2,839,516	1.45%	0.30%	26.50%
2002	104,305	7.72		805,664	1.45%	0.57%	-10.73%
2001	75,177	8.65		650,501	1.45%	0.37%	-13.63%
2000	15,882	10.02		159,107	1.45%	--	0.18%
1999	--	--		--	--	--	--
Fidelity VIP Equity-Income Portfolio Service Class(4)							
2003	100,233	\$10.68	\$	1,070,750	1.45%	1.52%	28.34%
2002	105,347	8.32		876,892	1.45%	1.46%	-18.20%
2001	104,223	10.18		1,060,539	1.45%	0.42%	-6.46%
2000	14,151	10.88		153,940	1.45%	--	8.79%
1999	--	--		--	--	--	--
Fidelity VIP Growth Opportunities Portfolio Service Class(4)							
2003	12,425	\$ 7.84	\$	97,449	1.45%	0.26%	27.79%
2002	3,134	6.14		19,233	1.45%	1.45%	-23.05%
2001	5,751	7.98		45,868	1.45%	0.22%	-15.68%
2000	1,719	9.46		16,256	1.45%	--	-5.42%
1999	--	--		--	--	--	--
Fidelity VIP Mid Cap Portfolio Service Class(4)							
2003	215,521	\$14.65	\$	3,157,660	1.45%	0.28%	36.52%
2002	124,077	10.73		1,331,576	1.45%	0.74%	-11.20%
2001	89,713	12.09		1,084,213	1.45%	--	-4.76%
2000	96,187	12.69		1,220,555	1.45%	--	26.89%
1999	--	--		--	--	--	--
Templeton Growth Securities Fund Class 2(5)							
2003	31,235	\$10.34	\$	323,044	1.45%	1.17%	30.22%
2002	16,394	7.94		130,197	1.45%	0.22%	-20.58%
2001	--	--		--	--	--	--
2000	--	--		--	--	--	--
1999	--	--		--	--	--	--

</TABLE>

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FINANCIAL STATEMENTS

The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

	Units	Net Assets		Expense Ratio(1)	Investment Income Ratio(3)	Total Return(2)
		Unit Value	In whole \$			
<S>	<C>	<C>	<C>	<C>	<C>	<C>
7 YEAR ENHANCED DEATH BENEFIT RIDER						
Janus Aspen Mid Cap Growth Portfolio Institutional Shares (formerly Janus Aspen Aggressive Growth Portfolio) (4)						
2003	38,524	\$ 4.77	\$	183,660	1.45%	33.15%
2002	14,310	3.58		51,238	1.45%	-28.98%
2001	48,567	5.04		244,848	1.45%	-40.33%
2000	32,561	8.45		275,086	1.45%	-15.52%
1999	--	--		--	--	--
Janus Aspen Capital Appreciation Portfolio Institutional Shares(4)						
2003	37,362	\$ 7.02	\$	262,231	1.45%	18.79%
2002	42,989	5.91		253,993	1.45%	-16.89%
2001	60,384	7.11		429,281	1.45%	-22.81%
2000	31,021	9.21		285,686	1.45%	-7.91%
1999	--	--		--	--	--
Janus Aspen Growth Portfolio Institutional Shares(4)						

2003	33,925	\$ 6.45	\$	218,819	1.45%	0.08%	29.83%
2002	42,965	4.97		213,463	1.45%	--	-27.57%
2001	131,473	6.86		901,867	1.45%	0.08%	-25.82%
2000	93,712	9.25		866,627	1.45%	0.89%	-7.52%
1999	--	--		--	--	--	--
Janus Aspen Worldwide Growth Portfolio Institutional Shares (4)							
2003	67,972	\$ 6.26	\$	425,303	1.45%	1.02%	22.20%
2002	129,084	5.12		660,961	1.45%	0.88%	-26.58%
2001	206,264	6.97		1,438,511	1.45%	0.52%	-23.56%
2000	124,924	9.12		1,139,735	1.45%	0.94%	-8.77%
1999	--	--		--	--	--	--
MFS Emerging Growth Series Initial Class (4)							
2003	77,736	\$ 5.09	\$	395,373	1.45%	--	28.34%
2002	21,092	3.96		83,586	1.45%	--	-34.72%
2001	16,806	6.07		102,018	1.45%	--	-34.45%
2000	17,227	9.26		159,534	1.45%	--	-7.39%
1999	--	--		--	--	--	--
MFS Investors Trust Series Initial Class							
2003	89,002	\$10.32	\$	918,750	1.45%	0.63%	20.38%
2002	102,276	8.58		877,021	1.45%	0.59%	-22.11%
2001	225,960	11.01		2,487,549	1.45%	0.49%	-17.17%
2000	272,814	13.29		3,625,898	1.45%	0.43%	-1.63%
1999	632,195	13.51		8,538,604	1.45%	0.35%	5.22%
MFS New Discovery Series Initial Class (4)							
2003	35,828	\$ 8.78	\$	314,684	1.45%	--	31.78%
2002	26,395	6.66		175,919	1.45%	--	-32.62%
2001	37,658	9.89		372,490	1.45%	--	-6.40%
2000	13,361	10.57		141,192	1.45%	--	5.68%
1999	--	--		--	--	--	--
MFS Research Series Initial Class (4)							
2003	10,627	\$ 6.86	\$	72,870	1.45%	0.62%	22.90%
2002	14,831	5.58		82,748	1.45%	0.32%	-25.63%
2001	21,250	7.50		159,422	1.45%	0.01%	-22.39%
2000	8,811	9.67		85,171	1.45%	--	-3.34%
1999	--	--		--	--	--	--

</TABLE>

FINANCIAL STATEMENTS

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The Guardian Separate Account D

NOTES TO FINANCIAL STATEMENTS

December 31, 2003 (continued)

<TABLE>
<CAPTION>

	Units	Net Assets		Expense Ratio (1)	Investment Income Ratio (3)	Total Return (2)
		Unit Value	In whole \$			
<S>	<C>	<C>	<C>	<C>	<C>	<C>
7 YEAR ENHANCED DEATH BENEFIT RIDER						
MFS Total Return Series Initial Class (4)						
2003	106,601	\$11.87	\$ 1,265,158	1.45%	1.68%	14.64%
2002	104,484	10.35	1,081,667	1.45%	1.60%	-6.54%
2001	58,131	11.08	643,912	1.45%	1.65%	-1.20%
2000	11,957	11.21	134,058	1.45%	--	12.12%
1999	--	--	--	--	--	--
Van Kampen Life Investment Trust Growth & Income Portfolio Class II (5)						
2003	32,077	\$10.35	\$ 331,846	1.45%	0.49%	25.83%
2002	18,151	8.22	149,229	1.45%	--	-17.78%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--
Van Kampen Life Investment Trust Government Portfolio Class II (5)						
2003	37,542	\$10.61	\$ 398,186	1.45%	4.79%	0.02%
2002	123,402	10.60	1,308,637	1.45%	--	6.05%
2001	--	--	--	--	--	--
2000	--	--	--	--	--	--
1999	--	--	--	--	--	--

</TABLE>

(1) These amounts represent the annualized contract expenses of the separate account, consisting primarily of mortality and expense charges, for each

- period indicated. These ratios include only those expenses that result in a direct reduction to unit values. Charges made directly to contract owner accounts through the redemption of units and expenses of the underlying fund have been excluded.
- (2) Total returns are not annualized for periods less than a year. These amounts represent the total return for the periods indicated, including charges in the value of the underlying fund, and expenses assessed through the reduction of unit values. These ratios do not include any expenses assessed through the redemption of units. Investment options with a date notation indicate the effective date of that investment option in the variable account. The total return is calculated for each period indicated or from the effective date through the end of the reporting period.
 - (3) These amounts represent the dividends, excluding distributions of capital gains, received by the subaccount from the underlying mutual fund, net of management fees assessed by the fund manager, divided by the average net assets. These ratios exclude those expenses, such as mortality and expense charges, that are assessed against contract owner accounts either through reductions in the unit values or the redemption of units. The recognition of investment income by the subaccount is affected by the timing of the declaration of dividends by the underlying fund in which the subaccount invests. The investment income ratio is annualized for a product designed in the initial year units are purchased.
 - (4) Portfolio commenced operations on June 1, 2000.
 - (5) Portfolio commenced operations on May 1, 2002.

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REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Directors of
Guardian Insurance & Annuity Company, Inc.
and the Contract Owners of The Guardian Separate Account D:

In our opinion, the accompanying statement of assets and liabilities and the related statements of operations and of changes in net assets present fairly, in all material respects, the financial position of the Guardian Stock, Guardian VC 500 Index, Guardian VC Asset Allocation, Guardian VC High Yield Bond, Guardian Bond, Guardian Cash, Gabelli Capital Asset, Baillie Gifford International, Baillie Gifford Emerging Markets, Guardian Small Cap Stock, Value Line Centurion, Value Line Strategic Asset Management, AIM V.I. Capital Appreciation Series I, AIM V.I. Global Utilities Series I, AIM V.I. Premier Equity Series I, AllianceBernstein Growth & Income Class B, AllianceBernstein Premier Growth Class B, AllianceBernstein Technology Class B, AllianceBernstein Value Class B, Davis Financial, Davis Real Estate, Davis Value, Fidelity VIP Contrafund Service Class, Fidelity VIP Equity-Income Service Class, Fidelity VIP Growth Opportunities Service Class, Fidelity VIP Mid Cap Service Class, Templeton Growth Securities Class 2, Janus Aspen Mid Cap Growth Institutional, Janus Aspen Capital Appreciation Institutional, Janus Aspen Growth Institutional, Janus Aspen Worldwide Growth Institutional, MFS Emerging Growth Initial Class, MFS Investors Trust Initial Class, MFS New Discovery Initial Class, MFS Research Initial Class, MFS Total Return Initial Class, Van Kampen Life Investment Trust Growth & Income Class II and Van Kampen Life Investment Trust Government Class II investment divisions (constituting The Guardian Separate Account D) at December 31, 2003, the results of each of their operations for the year then ended and the changes in each of their net assets for the two years in the period then ended, in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of The Guardian Insurance & Annuity Company, Inc. management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with auditing standards generally accepted in the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of the underlying funds owned at December 31, 2003 by correspondence with the transfer agents of the investee mutual funds, provide a reasonable basis for our opinion.

/s/ PricewaterhouseCoopers LLP

March 26, 2004

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