

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

SCHEDULE 13D

(Amendment No. 1)

Under the Securities Exchange Act of 1934

Triad Guaranty, Incorporated

(Name of Issuer)

Common Stock, \$.01 Par Value

(Title of Class of Securities)

895925105

(CUSIP Number)

Mr. Robert J. Driehaus
Cincinnati Financial Corporation
6200 South Gilmore Road
Fairfield, Ohio 45014
Phone 870-2623

(Name, Address and Telephone Number of Person Authorized to Receive
Notices and Communications)

December 13, 1995

(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D and is filing this schedule because of Rule 13d-1(b)(3) or (4), check the following box [].

Check the following box if a fee is being paid with the statement [x].

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the ACT.

[1] Name of Reporting Person	
S.S. or I.R.S. Identification No. of Above Person	
CINCINNATI FINANCIAL CORPORATION	
EIN NO. 31-0746871	

[2] Check the Appropriate Box if a Member of a Group	(a) <input type="checkbox"/>
	(b) <input type="checkbox"/>

[3] SEC Use Only	

[4] Source of Funds	WC

[5] Check Box if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e) <input type="checkbox"/>	

[6] Citizenship or Place of Organization	
OHIO	

	[7] Sole Voting Power
	227,300
Number of Shares Beneficially Owned by each Reporting Person with	[8] Shared Voting Power
	-0-
	[9] Sole Dispositive Power
	227,300
	[10] Shared Dispositive Power
	-0-

[11] Aggregate Amount Beneficially Owned By Each Reporting Person	
227,300	

[12] Check Box if the Aggregate Amount in Row (11) Excludes Certain Shares <input type="checkbox"/>	

[13] Percent of Class Represented by Amount in Row (11)	
5.1%	

[14] Type of Reporting Person	
HC	

ITEM 1. Security and Issuer

This Statement relates to the \$.01 par value common stock of Triad Guaranty, Inc., which has its principal executive offices at 101 South Stratford Road, Suite 500, Winston-Salem, North Carolina 27104.

Item 2. Identity and Background.

The person filing this statement is Cincinnati Financial Corporation, an Ohio corporation, the principal office of which is located at 6200 South Gilmore Road, Fairfield, Ohio 45014. Cincinnati Financial Corporation is a holding company which directly, or indirectly owns all of the shares of The Cincinnati Insurance Company, The Cincinnati Casualty Company and The Cincinnati Indemnity Company, all of which are Ohio corporations engaged in the sale of property and casualty insurance; The Cincinnati Life Insurance, an Ohio life insurance company and CFC Investment Company, an Ohio corporation which manages commercial investment properties occupied primarily by the insurance subsidiaries of Cincinnati Financial Corporation.

The following table contains the names and all other required information concerning the directors and executive officers of Cincinnati Financial Corporation, all of whom are citizens of the United States:

Name ----	Office -----	Present Principal Occupation or Employment -----	Name and Principal Business and Address of Employer -----
William F. Bahl	Director	Money Manager	Bahl & Gaynor MONEY MANAGEMENT 212 East Third Street Cincinnati, Ohio 45202
Vincent Beckman	Secretary and Director	Attorney	Beckman, Weil, Shepardson & Faller LAW OFFICE 1200 Mercantile Center 120 East Fourth Street Cincinnati, Ohio 45202
Michael Brown	Director	General Manager	Cincinnati Bengals, Inc., AMERICAN FOOTBALL TEAM 200 Riverfront Stadium Cincinnati, Ohio 45202
Richard Burrige	Director	Investment Advisor	The Burrige Group, MONEY MANAGEMENT 115 South LaSalle Street Chicago, Illinois 60603

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(CONT.)

Name - - - - -	Office - - - - -	Present Principal Occupation or Employment - - - - -	Name and Principal Business and Address of Employer - - - - -
John Field	Director	Executive Officer	Wallace & Turner, Inc., INSURANCE AGENCY P.O. Box 209 Springfield, Ohio 45503
David Huhn	Director	Retired	6347 Werk Road Cincinnati, Ohio (Residence)
Ken Lichtendahl	Director	President	Hudepohl-Schoenling Brewing Co., BREWERY 1625 Central Parkway Cincinnati, Ohio 45214
Robert B. Morgan	President and Director	Chief Executive Officer	Cincinnati Financial Corporation, INSURANCE 6200 South Gilmore Road, Fairfield, Ohio 45014
Jackson H. Randolph	Director	Chief Executive Officer	Cinergy, Inc., PUBLIC UTILITY Fourth & Main Streets Cincinnati, Ohio 45202
John J. Schiff, Sr.	Chairman of Executive Committee and Director	Executive Officer	Cincinnati Financial Corporation, INSURANCE 6200 South Gilmore Road, Fairfield, Ohio 45014
John J. Schiff, Jr.	Chairman of the Board and Director	Chairman of the Board	John J. & Thomas R. Schiff & Co., INSURANCE AGENCY P.O. Box 145496 Cincinnati, Ohio 45250-5496
Robert C. Schiff	Director	Chief Executive Officer	Schiff, Kreidler- Shell, Inc., INSURANCE AGENCY 250 Central Trust Building Cincinnati, Ohio 45202
Thomas R. Schiff	Director	President	John J. & Thomas R. Schiff & Co., INSURANCE AGENCY P.O. Box 145496 Cincinnati, Ohio 45250-5497

ITEM 2
(CONT.)

Name -----	Office -----	Present Principal Occupation or Employment -----	Name and Principal Business and Address of Employer -----
Frank J. Schultheis	Director	Executive Officer	Schultheis Insurance Agency, Inc., INSURANCE AGENCY P.O. Box 2728 Evansville, Indiana 47728-0728
Larry Webb	Director	President	Webb Insurance Agency, Inc., INSURANCE AGENCY 212 West High Street Lima, Ohio 45805
Alan Weiler	Director	President	Archer-Meek-Weiler Agency, Inc., INSURANCE AGENCY 150 E. Mound Street Columbus, Ohio 43215-5437
James G. Miller	Senior Vice President	Executive Officer	Cincinnati Financial Corporation, INSURANCE 6200 South Gilmore Road Fairfield, Ohio 45014
Robert Driehaus	Financial Vice President and Director	Executive Officer	Cincinnati Financial Corporation INSURANCE 6200 South Gilmore Road Fairfield, Ohio 45014

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During the past five years, neither Cincinnati Financial Corporation nor any of its affiliated corporations, directors or executive officers have been convicted in any criminal proceedings (excluding traffic violations or similar misdemeanors), nor have they been found in any civil proceeding of any judicial or administrative body to have violated or been enjoined from violating any state or federal securities laws.

ITEM 3. Source and Amount of Funds or Other Consideration.

The funds used in purchasing the securities of the issuer were internally generated working capital of Cincinnati Financial Corporation and its insurance subsidiaries. The consideration for the shares purchased totaled \$5,768,350.32.

ITEM 4. Purpose of Transaction.

The securities of the issuer have been purchased for investment purposes. Subject to availability and price and subject to applicable laws and regulations, Cincinnati Financial Corporation may acquire additional shares of the common stock of the issuer, or may dispose of shares, at any time or from time to time. Except as set forth in this Item 4, Cincinnati Financial Corporation, has no current plans or proposals which relate to or that would result in any of the actions described in clauses (a) through (j) of Item 4 of Schedule 13D.

ITEM 5. Interest and Securities of the Issuer.

(a) The following is a listing of the securities of the issuer beneficially owned by those persons named in Item 2.

Name -----	Number of Shares -----	Percentage -----
Cincinnati Financial Corporation	227,300	5.130%

(b) Each of the above persons has the sole power to vote and dispose of the shares owned by that person.

(c) The transaction in the shares of the issuer which were effected during the past sixty (60) days by those persons listed in Item 2 are as follows:

Purchase Date -----	Shares -----	Cost per Share -----
10/31/95	3,000	26.425
11/01/95	6,000	26.425
11/02/95	2,500	26.425
11/08/95	4,000	26.550
11/10/95	2,100	26.425
11/13/95	400	26.425
11/14/95	4,000	26.425
11/16/95	10,000	26.375
11/27/95	25,000	26.500
12/06/96	12,500	26.625
12/12/95	6,100	26.673
12/13/95	24,000	26.875

ITEM 5. (c) Cont.

These shares were purchased in open market transactions on the Over the Counter Market.

No other person is known to have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of the securities of the issuer owned by Cincinnati Financial Corporation.

(d) Not Applicable.

(e) Not Applicable

ITEM 6. Contracts, Arrangements, Understandings or Relationships With Respect to Securities of the Issuer.

Not applicable.

ITEM 7. Material to be Filed as Exhibits.

No exhibits are required for this filing.

Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Date: December 18, 1995

The Cincinnati Financial Corporation

By /s/ Robert J. Driehaus

Robert J. Driehaus
Financial Vice President