

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

MUNIYIELD MICHIGAN INSURED FUND INC

Form N-Q

March 30, 2005

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

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT  
INVESTMENT COMPANY

Investment Company Act file number 811-7080

Name of Fund: MuniYield Michigan Insured Fund, Inc.

Fund Address: P.O. Box 9011  
Princeton, NJ 08543-9011

Name and address of agent for service: Robert C. Doll, Jr.,  
President, MuniYield Michigan Insured Fund, Inc., 800 Scudders  
Mill Road, Plainsboro, NJ, 08536. Mailing address: P.O. Box  
9011, Princeton, NJ, 08543-9011

Registrant's telephone number, including area code: (609) 282-2800

Date of fiscal year end: 10/31/05

Date of reporting period: 11/01/04 - 01/31/05

Item 1 - Schedule of Investments

MuniYield Michigan Insured Fund, Inc.  
Schedule of Investments as of January 31, 2005

Face Amount	Municipal Bonds
Michigan - 150.2%	
	Adrian, Michigan, City School District, GO (d):
\$ 2,000	5% due 5/01/2029
1,600	5% due 5/01/2034
1,000	Allegan, Michigan, Public School District, GO, 5.75% due 5/01/2030
1,000	Ann Arbor, Michigan, Public School District, School Building and S 5% due 5/01/2027
	Belding, Michigan, Area Schools, GO, Refunding (c):
785	6.05% due 5/01/2006 (e)
215	6.05% due 5/01/2021
1,000	Birmingham, Michigan, City School District, School Building and S 5% due 11/01/2033 (d)
3,525	Central Michigan University, General Revenue Bonds, 5% due 10/01/20
1,000	Central Montcalm, Michigan, Public Schools, GO, 5.90% due 5/01/201
1,000	Comstock Park, Michigan, Public Schools, GO, 5.75% due 5/01/2029 (

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

	Delta County, Michigan, Economic Development Corporation, Environmental Improvement Revenue Refunding Bonds (Mead Westvaco-Escanaba):
1,500	AMT, Series B, 6.45% due 4/15/2023
2,000	Series A, 6.25% due 4/15/2027
1,000	Detroit, Michigan, City School District, GO, Series A, 5.50% due 5/01/2024 (c)
2,300	Detroit, Michigan, City School District, School Building and Site GO, Series A, 5.375% due 5/01/2024 (c)
	Detroit, Michigan, GO (b):
1,400	5.50% due 4/01/2018
1,325	5.50% due 4/01/2020
2,705	Series B, 6% due 4/01/2010 (e)
	Detroit, Michigan, Sewer Disposal Revenue Refunding Bonds, Senior
1,000	Series A, 5% due 7/01/2032
1,545	Series C, 5.25% due 7/01/2022
	Detroit, Michigan, Water Supply System Revenue Bonds:
4,375	DRIVERS, Series 200, 9.35% due 7/01/2011 (c) (e) (g)
1,250	Senior Lien, Series A, 5.875% due 1/01/2010 (c) (e)
6,900	Senior Lien, Series A, 5% due 7/01/2034 (b)
14,790	Series B, 5.25% due 7/01/2032 (b)
3,970	Series B, 5% due 7/01/2034 (b)
1,415	Detroit, Michigan, Water Supply System Revenue Refunding Bonds, 6.5% due 7/01/2012 (c) (h)

Portfolio Abbreviations

To simplify the listings of MuniYield Michigan Insured Fund, Inc.'s portfolio holdings in the Schedule of Investments, we have abbreviated the names of many of the securities according to the list below.

AMT	Alternative Minimum Tax (subject to)
COP	Certificates of Participation
DRIVERS	Derivative Inverse Tax-Exempt Receipts
HDA	Housing Development Authority
GAN	Grant Anticipation Notes
GO	General Obligation Bonds
PCR	Pollution Control Revenue Bonds
RIB	Residual Interest Bonds

MuniYield Michigan Insured Fund, Inc.  
Schedule of Investments as of January 31, 2005 (concluded)

Face	
Amount	Municipal Bonds

Michigan (concluded)

\$3,900	Dickinson County, Michigan, Economic Development Corporation, Environmental Improvement Revenue Refunding Bonds (International Paper Company P Series A, 5.75% due 6/01/2016
---------	--

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

3,100	Dickinson County, Michigan, Healthcare System, Hospital Revenue Revenue Bonds, 5.80% due 11/01/2024 (i)
1,610	East Grand Rapids, Michigan, Public School District, GO, 5.75% due 5/01/2009 (d) (e)
	Eastern Michigan University, Revenue Bonds, Series B (c):
1,500	5.60% due 6/01/2025
1,310	5.625% due 6/01/2030
1,025	Eastern Michigan University, Revenue Refunding Bonds, 6% due 6/01/2020
	Eaton Rapids, Michigan, Public Schools, School Building and Site, GO, 5.25% due 5/01/2020
1,325	5.25% due 5/01/2021
1,675	5% due 5/01/2026
1,700	5% due 5/01/2029
3,600	
615	Flint, Michigan, Hospital Building Authority, Revenue Refunding Bonds (Hurley Medical Center), Series A, 5.375% due 7/01/2020 (i)
2,200	Fowlerville, Michigan, Community Schools, School District, GO, 5% due 5/01/2030 (c)
1,000	Frankenmuth, Michigan, School District, GO, 5.75% due 5/01/2010 (c)
3,650	Gibraltar, Michigan, School District School Building and Site, GO, 5% due 5/01/2028 (c)
1,100	Grand Blanc, Michigan, Community Schools, GO, 5.625% due 5/01/2020
	Grand Rapids, Michigan, Building Authority Revenue Bonds, Series A:
1,100	5.50% due 10/01/2019
1,500	5.50% due 10/01/2020
2,070	Grand Valley, Michigan, State University Revenue Bonds, 5.50% due 5/01/2020
8,425	Greater Detroit, Michigan, Resource Recovery Authority Revenue Bonds Series 167, 10.344% due 12/13/2008 (a) (g)
	Gull Lake, Michigan, Community School District, School Building and Site, GO, 5% due 5/01/2028
2,000	5% due 5/01/2030
3,625	
4,775	Harper Woods, Michigan, City School District, School Building and Site, GO, 5% due 5/01/2034 (c)
9,325	Hartland, Michigan, Consolidated School District, GO, 6% due 5/01/2020
3,990	Hudsonville, Michigan, Public Schools, School Building and Site, GO, 5% due 5/01/2029 (d)
1,575	Jenison, Michigan, Public Schools, Building and Site, GO, 5.50% due 5/01/2020
3,305	Jonesville, Michigan, Community Schools, GO, 5.75% due 5/01/2029 (c)
6,850	Kalamazoo, Michigan, Hospital Finance Authority, Hospital Facility Refunding Bonds (Bronson Methodist Hospital), 5.50% due 5/15/2028
4,000	Kent, Michigan, Hospital Finance Authority, Hospital Revenue Refunding Bonds (Butterworth Hospital), Series A, 7.25% due 1/15/2013 (b)

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

	Kent, Michigan, Hospital Finance Authority Revenue Bonds (Spectrum Series A:
1,000	5.50% due 1/15/2031
3,000	5.50% due 1/15/2031 (b)
1,510	Lansing, Michigan, Building Authority, GO, Series A, 5.375% due 6/
5,235	Lincoln Park, Michigan, School District, GO, 7% due 5/01/2006 (c) (
4,775	Livonia, Michigan, Public School District, GO (Building and Site), 5/01/2010 (c) (e)
2,425	Mayville, Michigan, Community Schools, School Building and Site, G 5/01/2034 (c)
2,500	Mendon, Michigan, Community Schools, School Building and Site, GO, 5/01/2034 (c)
2,250	Michigan Higher Education Facilities Authority, Limited Obligation Refunding Bonds (Hope College), Series A, 5.90% due 4/01/2032
	Michigan Higher Education Facilities Authority, Revenue Refunding (College for Creative Studies):
1,235	5.85% due 12/01/2022
1,145	5.90% due 12/01/2027
2,500	Michigan Higher Education Student Loan Authority, Student Loan Rev AMT, Series XVII-B, 5.40% due 6/01/2018 (a)
1,065	Michigan Municipal Bond Authority Revenue Bonds (Local Government Group A, 5.50% due 11/01/2020 (a)
	Michigan Municipal Bond Authority, Revenue Refunding Bonds (Local Loan Program), Series A:
150	6.50% due 11/01/2012 (b)
1,000	6% due 12/01/2013 (c)
7,000	6.125% due 12/01/2018 (c)
	Michigan State Building Authority, Revenue Refunding Bonds (Facili
2,500	(Facilities Program), Series I, 5.50% due 10/15/2018 (b)
3,000	(Facilities Program), Series II, 5% due 10/15/2029 (b)
11,140	RIB, Series 517X, 8.89% due 10/15/2010 (d) (g)
	Michigan State, COP (a):
3,000	5.40%** due 6/01/2022
3,000	5.50% due 6/01/2027
1,605	Michigan State, HDA, Rental Housing Revenue Bonds, AMT, Series A, 10/01/2037 (b)
2,690	Michigan State, HDA, Revenue Refunding Bonds, Series C, 5.90% due
2,530	Michigan State Hospital Finance Authority, Hospital Revenue Bonds Obligation Group), Series A, 5.50% due 4/15/2018 (a)
	Michigan State Hospital Finance Authority, Hospital Revenue Refund
2,200	(Crittenton Hospital), Series A, 5.625% due 3/01/2027
2,000	(Sparrow Obligation Group), 5.625% due 11/15/2031
	Michigan State Hospital Finance Authority, Revenue Refunding Bonds
2,715	(Ascension Health Credit), Series A, 5.75% due 11/15/2009 (b) (
12,000	(Ascension Health Credit), Series A, 6.125% due 11/15/2009 (b)

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

2,500	(Ascension Health Credit), Series A, 6.25% due 11/15/2009 (b) (
4,805	(Mercy Health Services), Series T, 6.50% due 8/15/2013 (b)
2,000	(Mercy Health Services), Series X, 6% due 8/15/2014 (b)
2,200	(Mercy Health Services), Series X, 5.75% due 8/15/2019 (b)
4,930	(Mercy Mount Clemens), Series A, 6% due 5/15/2014 (b)
3,000	(Saint John Hospital), Series A, 6% due 5/15/2013 (a) (e) (h)
6,400	(Trinity Health), Series A, 6% due 12/01/2027 (a)
1,000	(Trinity Health Credit), Series C, 5.375% due 12/01/2023
5,255	(Trinity Health Credit), Series C, 5.375% due 12/01/2030
2,800	Michigan State Revenue Bonds, GAN, Series B, 1.83% due 9/15/2008 (
5,000	Michigan State Strategic Fund, Limited Obligation Revenue Bonds (F Company Project), AMT, Series A, 6.55% due 10/01/2022
	Michigan State Strategic Fund, Limited Obligation Revenue Refunding
7,250	(Detroit Edison Company), AMT, Series A, 5.55% due 9/01/2029 (
6,000	(Detroit Edison Company Fund - Pollution), Series AA, 6.95% du
3,300	(Detroit Edison Pollution Control), Series C, 5.45% due 9/01/2
2,175	(Dow Chemical Company Project), AMT, 5.50% due 12/01/2028
5,750	RIB, Series 382, 10.64% due 9/01/2025 (b) (g)
4,300	Michigan State Strategic Fund, PCR, Refunding (General Motors Corp 9/01/2020
1,000	Michigan State Trunk Line, Revenue Refunding Bonds, 5.25% due 10/0
15,000	Monroe County, Michigan, Economic Development Corp., Limited Oblig Refunding Bonds (Detroit Edison Co. Project), Series AA, 6.95% due
1,000	Montrose Township, Michigan, School District, GO, 6.20% due 5/01/2
1,830	Muskegon Heights, Michigan, Water System Revenue Bonds, Series A, 11/01/2025 (b)
235	Northview, Michigan, Public School District, GO, Refunding, 5.80% 5/01/2021 (b)
1,100	Norway Vulcan, Michigan, Area Schools, GO, 5.90% due 5/01/2025 (c)
5,320	Orchard View, Michigan, Schools, School Building and Site, GO, 5% 5/01/2029 (b)
4,835	Ostego, Michigan, Public Schools District, School Building and Sit 5/01/2034 (d)
2,425	Oxford, Michigan, Area Community School District, GO, 5.50% due 5/
1,370	Pennfield, Michigan, School District, School Building and Site, GO 5/01/2029 (c)
1,000	Plainwell, Michigan, Community Schools, School District, School Bu GO, 5.50% due 5/01/2020 (d)
3,905	Plymouth-Canton, Michigan, Community School District, GO, 5% due 5
700	Pontiac, Michigan, Tax Increment Finance Authority, Tax Increment Refunding Bonds (Development Area 2), 5.625% due 6/01/2022 (i)
1,425	Reed, Michigan, City Public Schools, School Building and Site, GO, 5/01/2026 (d)

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

1,800	Rochester, Michigan, Community School District, GO, Series II, 5.5% due 5/01/2015 (c)
2,500	Saginaw, Michigan, Hospital Finance Authority, Revenue Refunding Bonds (Detroit Medical Center), Series E, 5.625% due 7/01/2013 (b)
2,100	Saginaw Valley State University, Michigan, General Revenue Refunding Bonds, Series A, 5% due 7/01/2024
1,445	5% due 7/01/2034
8,900	Saint Clair County, Michigan, Economic Revenue Refunding Bonds (Detroit Metropolitan Airport Company), RIB, Series 282, 10.64% due 8/01/2024 (a)(g)
1,300	Southfield, Michigan, Library Building Authority, GO, 5.50% due 5/01/2027
2,900	Southfield, Michigan, Public Schools, School Building and Site, GO, 5.25% due 5/01/2027
3,500	5% due 5/01/2029
1,325	Sparta, Michigan, Area Schools, School Building and Site, GO, 5% due 5/01/2030 (c)
1,900	Sturgis, Michigan, Public School District, School Building and Site, GO, 5.50% due 5/01/2021
2,545	5.625% due 5/01/2030
1,000	Three Rivers, Michigan, Community Schools GO, 6% due 5/01/2006 (b)
1,100	Waverly, Michigan, Community School, GO, 5.50% due 5/01/2010 (c)(e)
10,660	Wayne Charter County, Michigan, Airport Revenue Bonds (Detroit Metropolitan Wayne County), AMT, Series A, 5.375% due 12/01/2015 (b)
1,750	Wayne Charter County, Michigan, Detroit Metropolitan Airport, GO, Series A, 5% due 12/01/2030 (b)
1,710	West Bloomfield, Michigan, School District, GO Refunding (c): 5.50% due 5/01/2017
1,225	5.50% due 5/01/2018
2,405	West Branch-Rose City, Michigan, Area School District, GO, 5.50% due 5/01/2024 (c)
6,075	Western Michigan University Revenue Bonds, 5% due 11/15/2035 (c)
1,600	Zeeland, Michigan, Public Schools, School Building and Site, GO, 5% due 5/01/2029 (b)
Puerto Rico - 3.5%	
1,270	Puerto Rico Electric Power Authority, Power Revenue Bonds, Trust R, Class R, Series 16 HH, 9.333% due 7/01/2013 (d)(g)
3,790	Puerto Rico Municipal Finance Agency Revenue Bonds, Series A, 5% due 8/01/2027 (d)
	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds (e):
1,000	Series A, 5.375% due 8/01/2011 (b)
1,000	Series E, 5.70% due 2/01/2010
2,150	University of Puerto Rico, University Revenue Refunding Bonds, Series A, 5% due 8/01/2027 (d)

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

due 6/01/2030 (b)

Total Investments (Cost - \$409,713\*) - 153.7%  
 Other Assets Less Liabilities - 3.1%  
 Preferred Stock, at Redemption Value - (56.8%)

Net Assets Applicable to Common Stock - 100.0%

\*The cost and unrealized appreciation (depreciation) of investments as of January 31, 2005, as computed for federal income tax purposes, were as follows:

(in Thousands)

Aggregate cost	\$ 409,713
	=====
Gross unrealized appreciation	\$ 37,015
Gross unrealized depreciation	(121)
	-----
Net unrealized appreciation	\$ 36,894
	=====

\*\*Represents a zero coupon bond; the interest rate shown reflects the effective yield at the time of purchase of the Fund.

(a)AMBAC Insured.

(b)MBIA Insured.

(c)FGIC Insured.

(d)FSA Insured.

(e)Prerefunded.

(f)FHA Insured.

(g)The rate disclosed is that currently in effect. This rate changes periodically and inversely based upon prevailing market rates.

(h)Escrowed to maturity.

(i)ACA Insured.

Investments in companies considered to be an affiliate of the Fund (such companies are defined as "Affiliated Companies" in Section 2(a)(3) of the Investment Company Act of 1940) were as follows:

(in Thousands)

Affiliate	Net Activity	Dividend Income
CMA Michigan Municipal Money Fund	(7,190)	\$ 8

Forward interest rate swaps outstanding as of January 31, 2005 were as follows:

(in Thousands)

Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

	Notional Amount	Unrealized Depreciation
Receive a variable rate equal to 7-Day Bond Market Association Municipal Swap Index Rate and pay a fixed rate of 3.619%		
Broker, JPMorgan Chase Bank Expires February 2015	\$ 10,100	\$ (106)
Receive a variable rate equal to 7-Day Bond Market Association Municipal Swap Index Rate and pay a fixed rate of 3.565%		
Broker, JPMorgan Chase Bank Expires April 2015	\$ 21,500	(53)
Total		----- \$ (159) =====

Item 2 - Controls and Procedures

2(a) - The registrant's certifying officers have reasonably designed such disclosure controls and procedures to ensure material information relating to the registrant is made known to us by others particularly during the period in which this report is being prepared. The registrant's certifying officers have determined that the registrant's disclosure controls and procedures are effective based on our evaluation of these controls and procedures as of a date within 90 days prior to the filing date of this report.

2(b) - There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a-3(d)) that occurred during the last fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 - Exhibits

Certifications - Attached hereto

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

MuniYield Michigan Insured Fund, Inc.

By: /s/ Robert C. Doll, Jr.  
Robert C. Doll, Jr.,  
President  
MuniYield Michigan Insured Fund, Inc.

Date: March 21, 2005



Edgar Filing: MUNIYIELD MICHIGAN INSURED FUND INC - Form N-Q

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Robert C. Doll, Jr.  
Robert C. Doll, Jr.,  
President  
MuniYield Michigan Insured Fund, Inc.

Date: March 21, 2005

By: /s/ Donald C. Burke  
Donald C. Burke,  
Chief Financial Officer  
MuniYield Michigan Insured Fund, Inc.

Date: March 21, 2005