

**ANNUAL STATEMENT**

OF THE

**National Title Insurance**

---

of

---

**New York Inc**

---

of **New York**

---

in the state of **New York**

---

TO THE

**Insurance Department**

OF THE

STATE OF

**FOR THE YEAR ENDED  
December 31, 2006**

TITLE

**2006**



51020200620100100

**ANNUAL STATEMENT**  
**For the Year Ended December 31, 2006**  
 OF THE CONDITION AND AFFAIRS OF THE  
**National Title Insurance of New York Inc**

**NAIC Group Code** 0000 0670 **NAIC Company Code** 51020 **Employer's ID Number** 11-0627325  
 (Current Period) (Prior Period)

**Organized under the Laws of** NY , **State of Domicile or Port of Entry** NY

**Country of Domicile** US

**Incorporated/Organized:** March 14, 1929 **Commenced Business:** December 31, 1936

**Statutory Home Office:** One Park Ave Suite 1402 New York, NY 10016

**Main Administrative Office:** 601 Riverside Ave Jacksonville, FL 32204 904-854-8100

**Mail Address:** 601 Riverside Ave Jacksonville, FL 32204

**Primary Location of Books and Records:** One Park Ave Suite 1402 New York, NY 10016 212-481-5858

**Internet Website Address:** www.fnf.com

**Statutory Statement Contact:** Jan R. Wilson 904-854-8100  
jan.wilson@fnf.com 904-357-1066  
 (E-Mail Address) (Fax Number)

**Policyowner Relations Contact:** Fara Faubus, 601 Riverside Ave Jacksonville, FL 32204 904-357-1663

**OFFICERS**

	<b>Name</b>	<b>Title</b>
1.	<u>Eric David Swenson #</u>	<u>President</u>
2.	<u>Todd Chliveny Johnson</u>	<u>SVP &amp; Corporate Secretary</u>
3.	<u>Michael Edward Sax #</u>	<u>SVP &amp; Treasurer</u>

**Vice-Presidents**

<b>Name</b>	<b>Title</b>	<b>Name</b>	<b>Title</b>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

**DIRECTORS OR TRUSTEES**

<u>Daniel Anthony Ferrera</u>	<u>Noreen Laub-Fircz</u>	<u>Todd Chliveny Johnson #</u>	<u>Christopher John Quintero</u>
<u>Jonathan Adam Richards</u>	<u>Michael Edward Sax #</u>	<u>Eric David Swenson #</u>	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

State of Florida  
 County of Duval ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

_____ (Signature) Eric David Swenson (Printed Name) 1. President (Title)	_____ (Signature) Todd Chliveny Johnson (Printed Name) 2. SVP & Corporate Secretary (Title)	_____ (Signature) Michael Edward Sax (Printed Name) 3. SVP & Treasurer (Title)
--	---	--

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2007

- a. Is this an original filing? YES [ X ] NO [ ]
- b. If no:
1. State the amendment number \_\_\_\_\_
  2. Date filed \_\_\_\_\_
  3. Number of pages attached \_\_\_\_\_

## ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	9,857,915		9,857,915	9,670,809
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ 0 encumbrances)				
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 2,143,794, Schedule E-Part 1), cash equivalents (\$ 0 Schedule E-Part 2) and short-term investments (\$ 5,052,740, Schedule DA)	7,196,534		7,196,534	8,066,768
6. Contract loans (including \$ 0 premium notes)				
7. Other invested assets (Schedule BA)				
8. Receivables for securities				23,792
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	17,054,449		17,054,449	17,761,369
11. Title plants less \$ 0 charged off (for Title insurers only)				5,000
12. Investment income due and accrued	157,331		157,331	147,376
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	151,157	151,157		
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)				
13.3 Accrued retrospective premiums				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers				
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts				
15. Amounts receivable relating to uninsured plans				
16.1 Current federal and foreign income tax recoverable and interest thereon				
16.2 Net deferred tax asset	377,865	302,485	75,380	93,158
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software				
19. Furniture and equipment, including health care delivery assets (\$ 0 )				
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates				238,032
22. Health care (\$ 0 ) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	72,029	72,029		303,656
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	17,812,831	525,671	17,287,160	18,548,591
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	17,812,831	525,671	17,287,160	18,548,591

DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 09 from overflow page				
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)				
2301. Prepaid Expenses and Other Assets	72,029	72,029		
2302. State Tax and Premium Tax Receivable				303,656
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	72,029	72,029		303,656

<b>LIABILITIES, SURPLUS AND OTHER FUNDS</b>	1 Current Year	2 Prior Year
1. Known claims reserve (Part 2B, Line 3, Col. 4)	3,304,651	4,083,874
2. Statutory premium reserve (Part 1B, Line 2.5, Col. 1)	3,077,872	3,456,059
3. Aggregate of other reserves required by law		
4. Supplemental reserve (Part 2B, Col. 4, Line 12)		
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)	15,328	33,328
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	45,860	
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	1,491,211	1,676,882
8.2 Net deferred tax liability		
9. Borrowed money \$ 0 and interest thereon \$ 0		
10. Dividends declared and unpaid		
11. Premiums and other consideration received in advance		
12. Unearned interest and real estate income received in advance		
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others		
15. Provision for unauthorized reinsurance		
16. Net adjustment in assets and liabilities due to foreign exchange rates		
17. Drafts outstanding		
18. Payable to parent, subsidiaries and affiliates	640,075	2,659,745
19. Payable for securities		
20. Aggregate write-ins for other liabilities		
21. Total liabilities (Lines 1 through 20)	8,574,997	11,909,888
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	1,007,258	1,007,258
24. Preferred capital stock		
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	9,995,736	9,995,736
28. Unassigned funds (surplus)	(2,120,216)	(4,193,676)
29. Less treasury stock, at cost:		
29.1 0 shares common (value included in Line 23 \$ 0 )	170,615	170,615
29.2 0 shares preferred (value included in Line 24 \$ 0 )		
30. Surplus as regards policyholders (Lines 22 to 28 less 29)(Page 4, Line 32)	8,712,163	6,638,703
31. Totals (Page 2, Line 26, Col. 3)	17,287,160	18,548,591

<b>DETAILS OF WRITE-INS</b>		
0301.		
0302.		
0303.		
0398. Summary of remaining write-ins for Line 3 from overflow page		
0399. Totals (Lines 0301 through 0303 plus 0398) (Line 3 above)		
2001.		
2002.		
2003.		
2098. Summary of remaining write-ins for Line 20 from overflow page		
2099. Totals (Lines 2001 through 2003 plus 2098) (Line 20 above)		
2201.		
2202.		
2203.		
2298. Summary of remaining write-ins for Line 22 from overflow page		
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)		

<b>OPERATIONS AND INVESTMENT EXHIBIT STATEMENT OF INCOME</b>		1	2
		Current Year	Prior Year
<b>OPERATING INCOME</b>			
1. Title insurance and related income (Part 1):			
1.1 Title insurance premiums earned (Part 1B, Line 3, Col. 1)		(63,653)	(2,274,848)
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)			
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)		280	60
2. Aggregate write-ins for other operating income			
3. Total Operating Income (Lines 1 through 2)		(63,373)	(2,274,788)
<b>DEDUCT:</b>			
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		1,259,023	1,933,565
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)		(183,843)	(1,091,395)
6. Aggregate write-ins for other operating deductions			
7. Total Operating Deductions		1,075,180	842,170
8. Net operating gain or (loss) (Lines 3 minus 7)		(1,138,553)	(3,116,958)
<b>INVESTMENT INCOME</b>			
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)		567,831	395,486
10. Net realized capital gains (losses) less capital gains tax of \$ (381) (Exhibit of Capital Gains (Losses))		(710)	2,072
11. Net investment gain (loss) (Lines 9 + 10)		567,121	397,558
<b>OTHER INCOME</b>			
12. Aggregate write-ins for miscellaneous income or (loss)			
13. Net income after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12)		(571,432)	(2,719,400)
14. Federal and foreign income taxes incurred		(305,527)	(1,047,300)
15. Net income (Lines 13 minus 14)		(265,905)	(1,672,100)
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)		6,638,703	5,324,992
17. Net income (from Line 15)		(265,905)	(1,672,100)
18. Net unrealized capital gains or (losses) less capital gains tax of \$ 0			
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income tax		(82,871)	(65,112)
21. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)		2,422,236	(1,368,645)
22. Change in provision for unauthorized reinsurance (Page 3, Line 15, Cols. 2 minus 1)			
23. Change in supplemental reserves (Page 3, Line 4, Cols. 2 minus 1)			
24. Change in surplus notes			
25. Cumulative effect of changes in accounting principles			
26. Capital Changes:			
26.1 Paid in			
26.2 Transferred from surplus (Stock Dividend)			
26.3 Transferred to surplus			
27. Surplus Adjustments:			
27.1 Paid in			4,000,000
27.2 Transferred to capital (Stock Dividend)			
27.3 Transferred from capital			
28. Dividends to stockholders			
29. Change in treasury stock (Page 3, Lines (29.1) and (29.2), Cols. 2 minus 1)			
30. Aggregate write-ins for gains and losses in surplus			419,568
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)		2,073,460	1,313,711
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)		8,712,163	6,638,703

<b>DETAILS OF WRITE-INS</b>			
0201.			
0202.			
0203.			
0298. Summary of remaining write-ins for Line 2 from overflow page			
0299. Totals (Lines 0201 through 0203 plus 0298) (Line 2 above)			
0601.			
0602.			
0603.			
0698. Summary of remaining write-ins for Line 6 from overflow page			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)			
1201.			
1202.			
1203.			
1298. Summary of remaining write-ins for Line 12 from overflow page			
1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)			
3001. Correction of error in presentation of change in non admitted Deferred Tax Assets			419,568
3002.			
3003.			
3098. Summary of remaining write-ins for Line 30 from overflow page			
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)			419,568

## CASH FLOW

	1	2
<b>Cash from Operations</b>	Current Year	Prior Year
1. Premiums collected net of reinsurance	(82,363)	(1,485,647)
2. Net investment income	762,678	625,455
3. Miscellaneous income	280	60
4. Total (Lines 1 through 3)	680,595	(860,132)
5. Benefit and loss related payments	2,038,246	2,324,667
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	(515,356)	(1,061,403)
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) \$ 0 net of tax on capital gains (losses)	(120,237)	(1,762,456)
10. Total (Lines 5 through 9)	1,402,653	(499,192)
11. Net cash from operations (Line 4 minus Line 10)	(722,058)	(360,940)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	3,735,000	3,972,183
12.2 Stocks		8,018,963
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	23,792	19,054
12.8 Total investment proceeds (Lines 12.1 to 12.7)	3,758,792	12,010,200
13. Cost of investments acquired (long-term only):		
13.1 Bonds	4,126,907	3,925,595
13.2 Stocks		8,018,963
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	4,126,907	11,944,558
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(368,115)	65,642
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		4,000,000
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	219,939	1,210,601
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	219,939	5,210,601
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(870,234)	4,915,303
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	8,066,768	3,151,465
19.2 End of year (Line 18 plus Line 19.1)	7,196,534	8,066,768

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001.		
20.0002.		
20.0003.		

**OPERATIONS AND INVESTMENT EXHIBIT**

**PART 1A - SUMMARY OF TITLE INSURANCE PREMIUMS WRITTEN AND RELATED REVENUES**

	1 Direct Operations	Agency Operations		4 Current Year Total (Cols. 1 + 2 + 3)	5 Prior Year Total
		2 Non-Affiliated Agency Operations	3 Affiliated Agency Operations		
1. Direct premiums written	231,042	(1,158,353)	485,042	(442,269)	(2,772,684)
2. Escrow and settlement service charges		X X X	X X X		
3. Other title fees and service charges (Part 1C, Line 5)	280	X X X	X X X	280	60
4. Totals (Lines 1 + 2 + 3)	231,322	(1,158,353)	485,042	(441,989)	(2,772,624)

**PART 1B - PREMIUMS EARNED EXHIBIT**

	1 Current Year	2 Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	(442,269)	(2,772,686)
1.2 Assumed	466	2,205
1.3 Ceded	37	5,440
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	(441,840)	(2,775,921)
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	3,456,059	3,957,133
2.2 Additions during the current year	22,118	(95,962)
2.3 Withdrawals during the current year	400,305	405,112
2.4 Other adjustments to statutory premium reserves		
2.5 Balance at December 31 current year	3,077,872	3,456,059
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	(63,653)	(2,274,847)

**PART 1C - OTHER TITLE FEES AND SERVICE CHARGES**

	1 Current Year	2 Prior Year
1. Title examinations		
2. Searches and abstracts		
3. Surveys		
4. Aggregate write-ins for service charges	280	60
5. Totals	280	60

<b>DETAILS OF WRITE-INS</b>		
0401. Other income	280	60
0402.		
0403.		
0498. Summary of remaining write-ins for Line 4 from overflow page		
0499. Total (Lines 0401 through 0403 plus 0498) (Line 4 above)	280	60

**OPERATIONS AND INVESTMENT EXHIBIT**  
**PART 2A - LOSSES PAID AND INCURRED**

	1  Direct Operations	Agency Operations		4  Total Current Year (Cols. 1+2+3)	5  Total Prior Year
		2  Non-Affiliated Agency Operations	3  Affiliated Agency Operations		
1. Losses and allocated loss adjustment expenses paid - direct business, less salvage .....	17,274	1,740,786	29,790	1,787,850	2,324,665
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage .....					
3. Total (Line 1 plus Line 2) .....	17,274	1,740,786	29,790	1,787,850	2,324,665
4. Deduct: Recovered during year from reinsurance .....					
5. Net payments (Line 3 minus Line 4) .....	17,274	1,740,786	29,790	1,787,850	2,324,665
6. Known claims reserve - current year (Page 3, Line 1, Column 1) .....	12,230	2,999,619	292,802	3,304,651	4,083,875
7. Known claims reserve - prior year (Page 3, Line 1, Column 2) .....	22,989	3,353,328	707,557	4,083,874	4,474,976
8. Losses and allocated Loss Adjustment Expenses incurred (Ln 5 + Ln 6 - Ln 7) .....	6,515	1,387,077	(384,965)	1,008,627	1,933,564
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5) .....	2,419	243,805	4,172	250,396	
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9) .....	8,934	1,630,882	(380,793)	1,259,023	1,933,564



**OPERATIONS AND INVESTMENT EXHIBIT**  
**PART 2B - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

	1	Agency Operations		4	5
		2	3		
	Direct Operations	Non-Affiliated Agency Operations	Affiliated Agency Operations	Total Current Year (Cols. 1 + 2 + 3)	Total Prior Year
1. Loss and allocated LAE reserve for title and other losses of which notice has been received:					
1.1 Direct (Schedule P, Part 1, Line 12, Col. 17)	12,230	2,999,619	292,802	3,304,651	4,083,874
1.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 18)					
2. Deduct reinsurance recoverable from authorized and unauthorized companies (Schedule P, Part 1, Line 12, Col. 19)					
3. Known claims reserve (Line 1.1 plus Line 1.2 minus Line 2)	12,230	2,999,619	292,802	3,304,651	4,083,874
4. Incurred But Not Reported:					
4.1 Direct (Schedule P, Part 1, Line 12, Col. 20)	13,000	1,788,000	80,000	1,881,000	2,107,000
4.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 21)					
4.3 Reinsurance ceded (Schedule P, Part 1, Line 12, Col. 22)					
4.4 Net incurred but not reported	13,000	1,788,000	80,000	1,881,000	2,107,000
5. Unallocated LAE reserve (Schedule P, Part 1, Line 12, Col. 23)	X X X	X X X	X X X	362,000	X X X
6. Less discount for time value of money, if allowed (Sch. P, Part 1, Line 12, Col. 33)	X X X	X X X	X X X		X X X
7. Total Schedule P reserves (Lines 3 + 4.4 + 5 - 6)(Sch. P, Part 1, Line 12, Col. 35)	X X X	X X X	X X X	5,547,651	X X X
8. Statutory premium reserve at year end	X X X	X X X	X X X	3,077,872	X X X
9. Aggregate of other reserves required by law	X X X	X X X	X X X		X X X
10. Gross supplemental reserve (a) (Lines 7 - (3 + 8 + 9))	X X X	X X X	X X X		X X X
11. Unrecognized Schedule P transition obligation	X X X	X X X	X X X		X X X
12. Net recognized supplemental reserve (Lines 10 - 11)	X X X	X X X	X X X		X X X

(a) If the sum of Lines 3 + 8 + 9 is greater than Line 7, place a "0" in this Line.

**OPERATIONS AND INVESTMENT EXHIBIT**  
**PART 3 - EXPENSES**

	Title and Escrow Operating Expenses				5 Unallocated Loss Adjustment Expenses	6 Other Operations	7 Investment Expenses	Totals	
	1 Direct Operations	Agency Operations		4 Total (Cols. 1 + 2 + 3)				8 Current Year (Cols. 4 + 5 + 6 + 7)	9 Prior Year
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations						
1. Personnel costs:									
1.1 Salaries	56,176	(17,326)	5,138	43,988	165,262		209,250	72,678	
1.2 Employee relations and welfare	3,919	72	545	4,536	17,528		22,064	15,264	
1.3 Payroll taxes	3,435	51	389	3,875	12,520		16,395	14,248	
1.4 Other personnel costs	1			1			1	1,658	
1.5 Total personnel costs	63,531	(17,203)	6,072	52,400	195,310		247,710	103,848	
2. Amounts paid to or retained by title agents		(898,721)	431,688	(467,033)			(467,033)	(2,045,823)	
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts	28,607			28,607			28,607		
3.2 Surveys									
3.3 Other								779	
4. Advertising									
5. Boards, bureaus and associations									
6. Title plant rent and maintenance	3,253			3,253			3,253		
7. Claim adjustment services									
8. Amounts charged off, net of recoveries	161	1,289	337	1,787			1,787	5,022	
9. Marketing and promotional expenses								1,473	
10. Insurance	1,134	225	1,706	3,065			3,065	69,953	
11. Directors' fees									
12. Travel and travel items	1,405	20	156	1,581	5,008		6,589	59,492	
13. Rent and rent items	7,300	934	7,120	15,354	30,048		45,402	39,354	
14. Equipment	1,326	296	(2,273)	(651)	2,504		1,853	34,784	
15. Cost or depreciation of EDP equipment and software	12,907	24	181	13,112			13,112	255,623	
16. Printing, stationery, books and periodicals	4,944	6,275	8,307	19,526	7,512		27,038	45,982	
17. Postage, telephone, messengers and express	6,179	(48)	(368)	5,763	5,008		10,771	46,459	
18. Legal and auditing	13,057	6,255	23,849	43,161	2,504		45,665	209,977	
19. Totals (Lines 1.5 to 18)	143,804	(900,654)	476,775	(280,075)	247,894		(32,181)	(1,173,077)	
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes	16,556	(18,377)	76,666	74,845			74,845		
20.2 Insurance department licenses and fees	18,810	5,178	39,461	63,449			63,449	97,291	
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)	(2,015)	(602)	(4,590)	(7,207)			(7,207)	(44,995)	
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)	33,351	(13,801)	111,537	131,087			131,087	52,296	
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for miscellaneous expenses	(9,296)	(2,965)	(22,594)	(34,855)	2,502		(32,353)	29,386	
24. Total expenses incurred (Lines 19 + 20.5 + 21 + 22 + 23)	167,859	(917,420)	565,718	(183,843)	250,396		(a) 66,553	(1,091,395)	
25. Less unpaid expenses - current year	47,173	3,134	10,880	61,187			61,187	33,328	
26. Add unpaid expenses - prior year	1	24,226	9,101	33,328			33,328	205,868	
27. TOTAL EXPENSES PAID (Lines 24 - 25 + 26)	120,687	(896,328)	563,939	(211,702)	250,396		38,694	(918,855)	
<b>DETAILS OF WRITE-INS</b>									
2301. General and Miscellaneous Expense	(9,296)	(2,965)	(22,594)	(34,855)	2,502		(32,353)	29,386	
2302.									
2303.									
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	(9,296)	(2,965)	(22,594)	(34,855)	2,502		(32,353)	29,386	

(a) Includes management fees of \$ 0 to affiliates and \$ 0 to non-affiliates.

**OPERATIONS AND INVESTMENT EXHIBIT  
PART 4 - NET OPERATING GAIN/LOSS EXHIBIT**

	1  Direct Operations	Agency Operations		4  Total (Cols. 1 + 2 + 3)	5  Other Operations	Totals	
		2  Non-affiliated Agency Operations	3  Affiliated Agency Operations			6  Current Year (Cols. 4 + 5)	7  Prior Year
1. Title insurance and related income (Part 1):							
1.1 Title insurance premiums earned (Part 1B, Line 3, Col. 1)	33,940	(167,868)	70,275	(63,653)		(63,653)	(2,274,847)
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)							
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)	280			280		280	60
2. Aggregate write-ins for other operating income							
3. Total Operating Income (Lines 1.1 through 1.3 + 2)	34,220	(167,868)	70,275	(63,373)		(63,373)	(2,274,787)
DEDUCT:							
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)	8,934	1,630,882	(380,793)	1,259,023		1,259,023	1,933,564
5. Operating expenses incurred (Part 3, Line 24, Cols. 1 to 3 + 6)	167,859	(917,420)	565,718	(183,843)		(183,843)	(1,091,395)
6. Aggregate write-ins for other operating deductions							
7. Total Operating Deductions (Lines 4 + 5 + 6)	176,793	713,462	184,925	1,075,180		1,075,180	842,169
8. Net operating gain or (loss) (Lines 3 minus 7)	(142,573)	(881,330)	(114,650)	(1,138,553)		(1,138,553)	(3,116,956)
<b>DETAILS OF WRITE-INS</b>							
0201.							
0202.							
0203.							
0298. Summary of remaining write-ins for Line 2 from overflow page							
0299. Totals (Lines 0201 through 0203 plus 0298)							
0601.							
0602.							
0603.							
0698. Summary of remaining write-ins for Line 6 from overflow page							
0699. Totals (Lines 0601 through 0603 plus 0698)							

**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 122,393	117,009
1.1 Bonds exempt from U.S. tax	(a) 115,101	113,609
1.2 Other bonds (unaffiliated)	(a) 100,091	95,078
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 252,601	274,443
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	590,186	600,139
11. Investment expenses		(g) 31,180
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h) 1,128
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		32,308
17. Net investment income (Line 10 minus Line 16)		567,831
<b>DETAILS OF WRITE-INS</b>		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9, above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503) plus 1598 (Line 15, above)		

- (a) Includes \$ 557 accrual of discount less \$ (205,357) amortization of premium and less \$ (20,258) paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Unrealized Increases (Decreases) by Adjustment	4 Total
1. U.S. Government bonds				
1.1 Bonds exempt from U.S. tax				
1.2 Other bonds (unaffiliated)				
1.3 Bonds of affiliates				
2.1 Preferred stocks (unaffiliated)				
2.11 Preferred stocks of affiliates				
2.2 Common stocks (unaffiliated)				
2.21 Common stocks of affiliates				
3. Mortgage loans				
4. Real estate				
5. Contract loans				
6. Cash, cash equivalents and short-term investments				
7. Derivative instruments				
8. Other invested assets				
9. Aggregate write-ins for capital gains (losses)	(1,091)			(1,091)
10. Total capital gains (losses)	(1,091)			(1,091)

<b>DETAILS OF WRITE-INS</b>				
0901. Disposition of miscellaneous other assets	(1,091)			(1,091)
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9, above)	(1,091)			(1,091)

**EXHIBIT OF NONADMITTED ASSETS**

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Other invested assets (Schedule BA)			
8. Receivables for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Lines 1 to 9)			
11. Title plants ( for Title insurers only )			
12. Investment income due and accrued			
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	151,157	510,644	359,487
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
13.3 Accrued retrospective premiums			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset	302,485	367,577	65,092
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets		7,453	7,453
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivables from parent, subsidiaries and affiliates		1,930,976	1,930,976
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets	72,029	131,257	59,228
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	525,671	2,947,907	2,422,236
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Lines 24 and 25)	525,671	2,947,907	2,422,236

<b>DETAILS OF WRITE-INS</b>			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 09 from overflow page			
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)			
2301. Prepaid Expenses and Other Assets	72,029	131,257	59,228
2302.			
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	72,029	131,257	59,228

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies:

The financial statements of National Title Insurance of New York, Inc are presented on the basis of accounting practices prescribed or permitted by the State of New York Department of Insurance.

#### A. Accounting Practices:

To the extent possible, the accompanying financial statements have been prepared in substantial conformity with the NAIC Accounting Practices and Procedures manual, except where the laws and regulations of the State of New York differ. Significant variances between New York basis accounting and NAIC Statutory Accounting Principles (SAP) are: investments in title plants under New York laws are limited to 5% of admitted assets and are required to be amortized at a rate of 10% per year beginning 3 years after acquisition, as compared to NAIC SAP which allows the lesser of 20% of admitted assets or 40% of surplus and which provides for no amortization; and recovery rates for amounts set aside in the statutory premium reserves differ.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of New York is shown below:

	<u>12/31/2006</u>	<u>12/31/2005</u>
Net Income, NY Basis	(265,905)	(1,672,100)
State Prescribed/Permitted Practices (Income):		
Statutory Premium Reserve Recovery, net of tax	96,400	200,062
Title Plant Amort ,net of tax	3,250	3,250
Net Income, SAP basis	(166,255)	(1,468,788)
Statutory Surplus, NY basis	8,712,163	6,638,703
State Prescribed/Permitted Practices (Surplus):		
Statutory Premium Reserve	620,688	524,286
Title Plants	32,500	29,250
Statutory Surplus, NAIC SAP Basis	9,365,351	7,192,239

#### B. Use of Estimates in the Preparation of the Financial Statements:

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

#### C. Accounting Policy:

A portion of title insurance premiums written, escrow fees and other title fees is deferred and set aside in the statutory premium reserve which is computed and amortized in accordance with accounting practices prescribed by the New York Department of Insurance. The remaining portion of title insurance premiums, escrow fees and other title fees are recognized at the time of the closing of the related real estate transaction.

Amounts paid to or retained by title agents are recognized as an expense when incurred.

In addition, the company uses the following accounting policies:

- (1) Short term investments are stated at amortized cost.
- (2) Bonds are stated at amortized cost using the effective interest method with exception to those bonds with a NAIC designation of 3-6, which are stated at the lower of amortized cost or market value.
- (3) Unaffiliated common stock holdings are stated at NAIC market value.
- (4) Preferred stocks are stated at NAIC market value with exception to the preferred stock with a NAIC designation of 3-6, which are stated at the lower of cost or market.
- (5) Mortgage Loans on Real Estate are stated at the aggregate carrying value less accrued interest.
- (6) Loan-backed securities are stated at amortized cost or the lower of amortized cost or market value.
- (7) Investment in Subsidiaries, Controlled or Affiliated Companies – None

---

## NOTES TO FINANCIAL STATEMENTS

---

(8) Interest in Joint Ventures - None.

(9) Derivatives - None

(10) Anticipated investment income to be used as a factor in a premium deficiency calculation - None

(11) Unpaid losses and loss adjustment expense include an amount determined from individual case estimates and loss reports. Such liabilities are necessarily based on assumptions and estimates. While management believes the amount is adequate, the ultimate liability maybe in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.

(12) The Company has not modified its capitalization policy from the prior period.

### 2. **Accounting Changes and Correction of Errors:**

- A. In 2005, the Company corrected an error in its presentation of changes in deferred tax assets on the Assets page and the Statement of Income page, so that changes in net deferred tax assets are reported gross of non-admitted deferred tax assets, in accordance with SSAP 10. Changes in non-admitted deferred tax assets are now included in changes in non-admitted assets. In prior years, changes in the non-admitted portion of deferred tax assets were netted against the change in deferred tax assets.

As a result of this correction, changes in non-admitted assets in the 2005 Statement of Income - Gains and (Losses) in Surplus includes a decrease of \$419,568, which is the amount of the 2004 non-admitted deferred tax asset. Since there has been no net change in surplus due to this correction, a write-in adjustment has been added for a corresponding amount of increase. The changes in net deferred income taxes on the Statement of Income – Gains and (Losses) in Surplus reflects the actual amount of current year change in net deferred income taxes, and agrees with the disclosures in the Income Tax Footnote 9.

### 3. **Business Combinations and Goodwill:**

Non-applicable.

### 4. **Discontinued Operations:**

Non-applicable.

### 5. **Investments:**

- A. Mortgage Loans – None  
B. Debt Restructuring – Non-applicable  
C. Reverse Mortgages – Non-applicable  
D. Loan Backed Securities

Prepayment assumptions for single class and multi-class mortgage backed/asset backed securities were obtained from broker dealer survey values or internal estimates.

A broker market analysis was used in determining the market value of its loan-back securities.

- E. Repurchase Agreements – Non Applicable

### 6. **Joint Ventures, Partnerships and Limited Liability Companies:**

The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies.

### 7. **Investment Income:**

There was no due and accrued income excluded in the financial statements.

### 8. **Derivative Instruments:**

None

### 9. **Income Taxes:**

- A. **The components of the net DTA recognized in the Company's Assets, Liabilities, Surplus and Other Funds are**

## NOTES TO FINANCIAL STATEMENTS

as follows:

	Dec. 31, 2006	Dec. 31, 2005
(1) Total of gross deferred tax assets	381,789	474,166
(2) Total of deferred tax liabilities	(3,924)	(13,431)
Net deferred tax asset	377,865	460,735
(3) Deferred tax asset nonadmitted	(302,485)	(367,577)
(4) Net admitted deferred tax asset	75,380	93,158
(5) Increase(decrease) in nonadmitted asset	(65,092)	

**B. Net DTL not recognized – Not applicable**

**C. Current income taxes incurred consist of the following major components:**

	Dec. 31, 2006	Dec. 31, 2005
Federal	(305,526)	(1,047,300)
Foreign	0	0
Sub-total	(305,526)	(1,047,300)
Capital Gains Tax	(382)	0
Federal income taxes incurred	(305,908)	(1,047,300)

**The main components of the deferred tax amounts are as follows:**

	Statutory	Tax	Difference	Tax Effect
Deferred tax assets:				
Discounting of reserves		931,696	(931,696)	326,094
Reserve Accruals	(159,129)		(159,129)	55,695
Depreciation/Amortization	0		0	0
Employee Benefits	0		0	0
Total deferred tax assets	(159,129)	931,696	(1,090,825)	381,789
Nonadmitted deferred tax assets			864,243	(302,485)
Admitted deferred tax assets			(226,582)	79,304
				0
Deferred tax liabilities:				0
State Taxes	7,980		7,980	(2,793)
Depreciation/Amortization	3,231		3,231	(1,131)
Other	0		0	0
Total deferred tax liabilities	11,211	0	11,211	(3,924)
Net admitted deferred tax asset			(215,371)	75,380

**The changes in main components of DTAs and DTLs are as follows:**

	Dec. 31, 2006	Dec. 31, 2005	Change
Deferred tax assets:			
Discounting of reserves	326,094	428,519	(102,425)
Reserve Accruals	55,695	41,708	13,987
Depreciation/Amortization	0	3,939	(3,939)
Employee Benefits	0	0	0
Total deferred tax assets	381,789	474,166	(92,377)
Nonadmitted deferred tax assets	(302,485)	(367,577)	65,092
Admitted deferred tax assets	79,304	106,589	(27,285)
Deferred tax liabilities:			
State Taxes	(2,793)	0	(2,793)
Depreciation/Amortization	(1,131)	0	(1,131)
Other	0	0	0
Total deferred tax liabilities	(3,924)	0	(3,924)
Net admitted deferred tax asset	75,380	106,589	(31,209)

**D. Among the more significant book to tax adjustments were the following:**

	Amount	Tax Effect
Income before taxes	571,431	(200,001)
Capital (Gain)/Loss Adjustment	709	248
Tax exempt income deduction	(78,557)	(27,495)
Dividends received deduction	0	0
Meals & Entertainment	0	0
Other non deductible adjustments	(18,726)	(6,554)
Subtotal after permanent differences	668,005	(233,802)



---

**NOTES TO FINANCIAL STATEMENTS**


---

Temporary differences and prior year adjustments	204,926)	(71,724)
Taxable Income/Current Tax	872,931)	(305,526)

- E.(1)** The Company does not have any capital loss or operating loss carry forwards.
- E.(2)** The amount of Federal income taxes incurred and available for recoupment in the event of future net losses is:
- |         |   |
|---------|---|
| a. 2006 | 0 |
| b. 2005 | 0 |
| c. 2004 | 0 |
- F.** The Company will be included in a consolidated federal income tax return with its former parent company, Fidelity National Financial, Inc and its current parent company, Fidelity National Information Services, Inc., for the period in which it was a member of each respective affiliated group. (See organizational chart on Schedule Y for a complete listing of the Fidelity National Information Services Inc consolidated group.) The Company has written agreements, approved by the Company's Board of Directors, which set forth the manner in which the total combined federal income tax is allocated to the manner in which the total combined federal income tax is allocated to each entity that is a party to the consolidation. Pursuant to these agreements, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes. The written agreements also provides that each entity in Fidelity's consolidated group compute its tax as though the entity tax on a stand alone basis.

**10. Information Concerning Parent, Subsidiaries and Affiliates:**

- A.** The Company is a member of a holding company group, as disclosed on Schedule Y Part 1 of this Statement.
- B.** A summary of material transactions between the Company and its parent, subsidiaries and affiliates is disclosed on Schedule Y Part 2 of the Annual Statement.
- On January 3, 2005, the Company received a \$4,000,000 capital contribution from its parent at that time, LSI Title Company, in the form of cash.
- C.** The dollar amount of current year transactions between affiliates is disclosed on Schedule Y Part 2 of the Annual Statement.
- D.** At December 31, 2006 and December 31, 2005, the Company has a receivable from the parent and/or other related parties totaling \$0 and \$238,032, respectively, and a payable to the parent and/or other related parties of \$640,075 and \$2,659,745, respectively. Intercompany balances are generally settled on a monthly basis.
- E.** There are no guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that could result in a material contingent exposure of the reporting entity's or any related party's assets or liabilities.
- F.** Any service agreements or cost sharing arrangements between the Company and its parent and affiliates are based on a straight pass-through allocation of actual costs incurred by the insurer. The amounts incurred under these arrangements are shown on Schedule Y.
- G.** As of December 31, 2004, LSI Title Company owned 100% of the stock of the Company. LSI Title Company is a California domiciled underwritten title company, and a subsidiary of Fidelity National Information Services, Inc. (FIS). FIS is publicly traded company. Until November 9, 2006, it had been a majority owned subsidiary of Fidelity National Financial, Inc (FNF). In connection with an investment in FIS to be made by independent investors, such investors were required to make a change of control Form A filing with the New York Insurance Department. Pending approval of the Form A, National's ownership was transferred on March 1, 2005, from LSI Title Company to FNF. The Form A was approved by the New York Insurance Department on July 25, 2005. On May 1, 2006, the Company's stock was transferred to Fidelity National Tax Services (FNTS), a wholly owned subsidiary of FIS.

During 2006, following appropriate corporate and regulatory approvals, the Board of Directors of FNF effectuated a corporate restructuring which eliminated the existing holding company of FNF. On October 24, 2006, FNF transferred insurance and other assets to Fidelity National Title Group (FNT), another majority owned subsidiary of FNF, in exchange for shares of FNT stock. FNF shareholders then received all shares of FNT stock owned by FNF upon the closing of the transaction. FNT became a stand alone public company. On November 9, 2006, FNF merged with and into its remaining subsidiary, Fidelity National Information Services (FIS), and subsequently FNT changed its name to Fidelity National Financial, Inc (new FNF) on November 10, 2006. Both FIS and the new FNF are now separate publicly traded companies. This restructuring did not have a material effect on the financial condition of the Company.

---

## NOTES TO FINANCIAL STATEMENTS

---

- H. The Company owns no shares of stock of its ultimate parent.
- I. The Company owns no shares of stock of affiliated or related parties.
- J. Impairment write downs – None

### 11. Debt:

The Company has no debt.

### 12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans:

- A. Defined Benefit Plan - None
- B. Defined Contribution Plan – None
- C. Multi-employer Plan – None
- D. Consolidated/Holding Company Plans – The Company’s employees are covered by a qualified voluntary contributory savings plan (“401(k) Plan”) sponsored by FIS, its ultimate parent. Under this plan, participating employees make contributions of up to 40% from pre-tax annual compensation, up to the amount allowed pursuant to the Internal Revenue Code, into individual accounts that are generally not available until the employee reaches age 59 ½. The Company matches participants’ contributions at a rate of 50% of the first 6% of compensation. Matching contributions of \$0 and \$0 were made in 2006 and 2005, respectively.

The Company’s employees are covered to participate in an Employee Stock Purchase Plan (“ESPP”). Eligible employees may voluntarily purchase, at current market prices, shares of FIS common stock through payroll deduction. Pursuant to the ESPP, employees may contribute an amount between 3% and 15% of their base salary and certain commissions. The Company contributes varying amounts as specified in the ESPP. The Company’s cost of its employer matching contributions for the years 2006 and 2005 were \$0 and \$0, respectively.

Certain Company officers are participants in the 1987, 1991, 1993, 1998, 2001 and 2004 Executive Incentive Stock Option Plans (the “Plans”) sponsored by Fidelity National Financial, Inc. Under the Plans, participants have the option to purchase shares of Fidelity National Financial stock at annually declining share prices. Options granted under these plans expire within a specified period from the grant date. There is no material effect on the Company’s financial statements as a result of the creation of these Plans.

The Company’s employees are covered to participate in certain health care and life insurance benefits for retired employees, provided they meet specific eligibility requirements. The costs of these benefit plans are accrued during the periods the employees render service. The Company is both self-insured and fully insured for its postretirement health care and life insurance benefit plans, and the plans are not funded. The health care plans provide for insurance benefits after retirement and are generally contributory, with contributions adjusted annually. Postretirement life insurance benefits are contributory, with coverage amounts declining with increases in a retiree’s age. The Company experienced net health care and life insurance cost of \$0 during 2006 and 2005.

Certain Company employees and directors may be eligible to participate in a non-qualified deferred compensation plan sponsored by the Company’s ultimate parent, FIS. Selected participants may elect to defer an annual amount of salary, bonus, commissions and/or directors’ fees for a minimum of \$25,000 and a maximum of 100%. Plan assets are maintained by a trust established by the sponsor, and there is no expense to the Company in connection with this plan.

### 13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations:

- A. The Company has 200,000 shares of common stock authorized, 127,949 shares issued and outstanding. The par value per share is \$7.50.
- B. The Company has no preferred stock outstanding.
- C. The maximum amount of dividends, which can be paid by State of New York Insurance companies to shareholders without prior approval of the Insurance Commissioner, is subject to restrictions. No dividends which exceed 10% of outstanding capital shares can be paid without prior approval, unless after deducting dividends the Company has surplus as regards policyholders at least equal to the greater of 50% of its reinsurance reserves or 50% of the minimum capital required. Additionally, dividends are further limited to the Company’s earned surplus. Based on this formula, the Company can pay no dividends to its parent during 2007.

---

**NOTES TO FINANCIAL STATEMENTS**

---

- D. The Company has no restrictions placed on unassigned funds (surplus).
- E. Advances to surplus not repaid – Non-applicable.
- F. The Company holds no stock for any option or employee benefit plans.
- G. Changes in balances in special surplus funds – Non-applicable
- H. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$0.
- I. Surplus Notes – None
- J. Quasi-reorganization – Non-applicable

**14. Contingencies:**

- A. Contingent Commitments – None.
- B. Assessments – Non-applicable
- C. Gain Contingencies - None
- D. All Other Contingencies:  
Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

**15. Leases:**

Rental expense for the years 2006 and 2005 was \$27,052 and \$22,452, respectively.

**16. Information About Financial Instruments With Off Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk:**

None

**17. Sale, Transfer, and Servicing of Financial Assets and Extinguishments of Liabilities:**

None

**18. Gains or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans:**

Non-applicable

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators:**

Non-applicable

**20. September 11 Events:**

Non-applicable

**21. Other Items:**

- A. Extraordinary Items – None
- B. Troubled Debt Restructuring – None
- C. Other Disclosures:

(1) Assets in the amount of \$2,582,204 at December 31, 2006 were on deposit with government authorities or trustees as required by law.

In conducting its operations, the Company routinely holds customers' assets in trust, pending completion of real estate transactions. Such amounts are maintained in segregated bank accounts and have not been included in the accompanying statutory financial statements. At December 31, 2006 and December 31, 2005, the Company held approximately \$600,897 and \$150,945, respectively, of such assets in trust and has a contingent liability relating to the proper disposition of these assets for its customers.

As of October 24, 2006, the Company was no longer associated with NAIC Group Code 0670, due to the corporate reorganizations disclosed in Footnote 10G. As of this date, the NAIC Group Code is 0000.

## NOTES TO FINANCIAL STATEMENTS

---

**22. Events Subsequent:**

None

**23. Reinsurance:**

- A. Unsecured Reinsurance Recoverable – None
- B. Reinsurance in Dispute – None
- C. Reinsurance Assumed or Ceded – Non-applicable
- D. Uncollectible Reinsurance – None
- E. Commutation of Ceded Reinsurance – None
- F. Retroactive Reinsurance – None
- G. Reinsurance Accounted for as Deposit – None

**24. Retrospectively Rated Contracts:**

None

**25. Change in Incurred Losses and Loss Adjustment Expenses:**

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years has increased (decreased) by \$(779,000) from \$4,084,000 in 2005 to \$3,305,000 in 2006 as a result of re-estimation of unpaid losses and loss adjustment expenses. This increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

**26. Inter-company Pooling Arrangements:**

None

**27. Structured Settlements:**

None

**28. Supplemental Reserves:**

None

## SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	2,611,714	15.314	2,611,714	15.314
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies	1,052,074	6.169	1,052,074	6.169
1.3 Foreign government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	3,920,579	22.989	3,920,579	22.989
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC				
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA				
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	2,273,548	13.331	2,273,548	13.331
2.2 Unaffiliated foreign securities				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated				
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (including \$ 0 of property acquired in satisfaction of debt)				
5.3 Property held for sale (including \$ 0 property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities				
8. Cash, cash equivalents and short-term investments	7,196,534	42.197	7,196,534	42.197
9. Other invested assets				
10. Total invested assets	17,054,449	100.000	17,054,449	100.000

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [ X ] No [ ]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [ X ] No [ ] N/A [ ]

1.3 State Regulating? NY

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [ X ]

2.2 If yes, date of change: 12/31/2003

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2003

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1998

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 02/16/2001

3.4 By what department or departments? NEW YORK INSURANCE DEPARTMENT

- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
  - 4.11 sales of new business? Yes [ X ] No [ ]
  - 4.12 renewals? Yes [ ] No [ X ]

- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
  - 4.21 sales of new business? Yes [ X ] No [ ]
  - 4.22 renewals? Yes [ ] No [ X ]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]

5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [ X ]

6.2 If yes, give full information

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [ X ]

7.2 If yes,
 

- 7.21 State the percentage of foreign control 0 %
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [ X ]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES**

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]  
 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
 KPMG LLP, SUITE 2700 INDEPENDENT SQUARE  
 ONE INDEPENDENT DR, JACKSONVILLE, FL 32202  
 10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification? MILLIMAN USA  
 1325 FRANKLIN AVE,  
 GARDEN CITY NY 11530

- 11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [ ] No [X]  
 11.11 Name of real estate holding company \_\_\_\_\_  
 11.12 Number of parcels involved \_\_\_\_\_  
 11.13 Total book/adjusted carrying value \$ \_\_\_\_\_

11.2 If yes, provide explanation \_\_\_\_\_

12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

- 12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity? \_\_\_\_\_  
 12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [X]  
 12.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [X]  
 12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [X] N/A [ ]

**BOARD OF DIRECTORS**

13. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No [ ]  
 14. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No [ ]  
 15. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No [ ]

**FINANCIAL**

- 16.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):  
 16.11 To directors or other officers \$ \_\_\_\_\_  
 16.12 To stockholders not officers \$ \_\_\_\_\_  
 16.13 Trustees, supreme or grand (Fraternal only) \$ \_\_\_\_\_

- 16.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):  
 16.21 To directors or other officers \$ \_\_\_\_\_  
 16.22 To stockholders not officers \$ \_\_\_\_\_  
 16.23 Trustees, supreme or grand (Fraternal only) \$ \_\_\_\_\_

- 17.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [ ] No [X]

- 17.2 If yes, state the amount thereof at December 31 of the current year:  
 17.21 Rented from others \$ \_\_\_\_\_  
 17.22 Borrowed from others \$ \_\_\_\_\_  
 17.23 Leased from others \$ \_\_\_\_\_  
 17.24 Other \$ \_\_\_\_\_

- 18.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

- 18.2 If answer is yes:  
 18.21 Amount paid as losses or risk adjustment \$ \_\_\_\_\_  
 18.22 Amount paid as expenses \$ \_\_\_\_\_  
 18.23 Other amounts paid \$ \_\_\_\_\_

- 19.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]

## GENERAL INTERROGATORIES

### PART 1 - COMMON INTERROGATORIES

19.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ \_\_\_\_\_ 0

#### INVESTMENT

20.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E - Part 3 - Special Deposits? Yes  No

20.2 If no, give full and complete information, relating thereto  
 .....  
 .....

21.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, except as shown on Schedule E - Part 3 - Special Deposits, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 17.1). Yes  No

21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Loaned to others	\$ _____ 0
21.22 Subject to repurchase agreements	\$ _____ 0
21.23 Subject to reverse repurchase agreements	\$ _____ 0
21.24 Subject to dollar repurchase agreements	\$ _____ 0
21.25 Subject to reverse dollar repurchase agreements	\$ _____ 0
21.26 Pledged as collateral	\$ _____ 0
21.27 Placed under option agreements	\$ _____ 0
21.28 Letter stock or securities restricted as to sale	\$ _____ 0
21.29 Other	\$ _____ 0

21.3 For category (21.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		0
		0
		0

22.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes  No

22.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes  No  N/A   
 If no, attach a description with this statement.

23.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes  No

23.2 If yes, state the amount thereof at December 31 of the current year. \$ \_\_\_\_\_ 0

24. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV.H-Custodial or Safekeeping agreements of the NAIC Financial Condition Examiners Handbook? Yes  No

24.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
BNY WESTERN TRUST	700 SOUTH FLOWER ST, SUITE 200 LOS ANGELES, CA 90017

24.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

24.03 Have there been any changes, including name changes, in the custodian(s) identified in 24.01 during the current year? Yes  No

24.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

24.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of brokers/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address
MANAGED IN HOUSE	MATTHEW HARTMANN	601 RIVERSIDE AV, JACKSONVILLE FL 32204
MANAGED IN HOUSE	SEAN CASEY	601 RIVERSIDE AV, JACKSONVILLE FL 32204



## GENERAL INTERROGATORIES

### PART 1 - COMMON INTERROGATORIES

25.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [ ] No [ X ]

25.2 If yes, complete the following schedule:

1 CUSIP#	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		0
		0
		0
		0
25.2999	Total	0

25.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
		0	
		0	
		0	

26. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
26.1 Bonds	14,910,655	14,794,793	(115,863)
26.2 Preferred stocks	0	0	0
26.3 Totals	14,910,655	14,794,793	(115,863)

26.4 Describe the sources or methods utilized in determining the fair values: Fair values determined based on guidelines set forth in NAIC Securities Valuation Manual, NAIC Annual statement Instructions, and when deemed necessary, information provided by market service organizations.

27.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securities Valuation Office been followed? Yes [ X ] No [ ]

27.2 If no, list exceptions: \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

#### OTHER

28.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ \_\_\_\_\_ 8,409

28.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Title Insurance Rating Service	\$ 5,185
American Land Title Assn	\$ 3,224
	\$ 0

29.1 Amount of payments for legal expenses, if any? \$ \_\_\_\_\_ 0

29.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
	\$ 0
	\$ 0
	\$ 0

30.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ \_\_\_\_\_ 0

30.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	\$ 0
	\$ 0
	\$ 0
	\$ 0

## GENERAL INTERROGATORIES

### PART 2-TITLE INTERROGATORIES

- |   |                     |
|---|---------------------|
| 1. Did any persons while an officer, director, trustee, or employee receive directly or indirectly, during the period covered by this statement, any compensation in addition to his/her regular compensation on account of the reinsurance transactions of the reporting entity?   | YES [ ] NO [X]      |
| 2. Largest net aggregate amount insured in any one risk.  | \$ <u>5,000,000</u> |
| 3.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk or portion thereof, reinsured?   | YES [ ] NO [X]      |
| 3.2 If yes, give full information   |                     |
| .....   |                     |
| .....   |                     |
| .....   |                     |
| 4. If the reporting entity has assumed risk from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?  | YES [X] NO [ ]      |
| 5.1 Has this reporting entity guaranteed policies issued by any other entity and now in force?  | YES [ ] NO [X]      |
| 5.2 If yes, give full information   |                     |
| .....   |                     |
| .....   |                     |
| .....   |                     |
| 6. Uncompleted building construction loans:   |                     |
| 6.1 Amount already loaned   | \$ <u>0</u>         |
| 6.2 Balance to be advanced  | \$ <u>0</u>         |
| 6.3 Total amount to be loaned   | \$ <u>0</u>         |
| 7.1 Does the reporting entity issue bonds secured by certificates of participation in building construction loans prior to the completion of the buildings?   | YES [ ] NO [X]      |
| 7.2 If yes, give total amount of such bonds or certificates of participation issued and outstanding.  | \$ <u>0</u>         |
| 8. What is the aggregate amount of mortgage loans owned by the reporting entity which consist of co-ordinate interest in first liens?   | \$ <u>0</u>         |
| 9.1 Reporting entity assets listed on Page 2 include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserves:  |                     |
| 9.11 Bonds  | \$ <u>3,078,000</u> |
| 9.12 Short-term investments   | \$ <u>0</u>         |
| 9.13 Mortgages  | \$ <u>0</u>         |
| 9.14 Cash   | \$ <u>0</u>         |
| 9.15 Other admissible invested assets   | \$ <u>0</u>         |
| 9.16 Total  | \$ <u>3,078,000</u> |
| 9.2 List below segregate funds held for others by the reporting entity, set apart in special accounts and excluded from entity assets and liabilities. (These funds are also included in Schedule E - Part 1D Summary and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers). |                     |
| 9.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of:   | \$ <u>600,897</u>   |
| These funds consist of:   |                     |
| 9.22 In cash on deposit   | \$ <u>600,897</u>   |
| 9.23 Other forms of security  | \$ <u>0</u>         |

## FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2006	2 2005	3 2004	4 2003	5 2002
<b>Source of Direct Title Premiums Written (Part 1A)</b>					
1. Direct operations (Part 1A, Line 1, Col. 1)	231,042		832,562	24,941	30,021
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)	(1,158,353)	(3,381,607)	17,264,686	32,681,211	14,515,891
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)	485,042	608,923	543,170	7,373,763	7,545,740
4. Total	(442,269)	(2,772,684)	18,640,418	40,079,915	22,091,652
<b>Operating Income Summary (Page 4 &amp; Part 1)</b>					
5. Premiums earned (Part 1B, Line 3)	(63,653)	(2,274,847)	18,451,479	39,224,533	21,732,190
6. Escrow and settlement service charges (Part 1A, Line 2)			1,399,127	1,271,827	680,576
7. Title examinations (Part 1C, Line 1)					
8. Searches and abstracts (Part 1C, Line 2)					2,637
9. Surveys (Part 1C, Line 3)					
10. Aggregate write-ins for service charges (Part 1C, Line 4)	280	60	3,255,404	7,616,884	5,540,197
11. Aggregate write-ins for other operating income (Page 4, Line 2)					
12. Total operating income (Page 4, Line 3)	(63,373)	(2,274,787)	23,106,010	48,113,244	27,955,600
<b>Statement of Income (Page 4)</b>					
13. Net operating gain or (loss) (Line 8)	(1,138,553)	(3,116,958)	(2,479,619)	3,223,555	2,024,413
14. Net investment gain or (loss) (Line 11)	567,121	397,558	229,488	366,467	384,455
15. Total other income (Line 12)					
16. Federal and foreign income taxes incurred (Line 14)	(305,527)	(1,047,300)	(799,036)	1,498,744	678,664
17. Net income (Line 15)	(265,905)	(1,672,100)	(1,451,095)	2,091,278	1,730,204
<b>Balance Sheet (Pages 2 and 3)</b>					
18. Title insurance premiums and fees receivable (Page 2, Line 13, Col. 3)			470,939	758,459	182,408
19. Total admitted assets excluding segregated accounts (Page 2, Line 24, Col. 3)	17,287,160	18,548,591	15,547,849	17,108,535	11,421,022
20. Known claims reserve (Page 3, Line 1)	3,304,651	4,083,874	4,474,976	1,958,594	786,374
21. Statutory premium reserve (Page 3, Line 2)	3,077,872	3,456,059	3,957,133	3,793,860	3,036,288
22. Total liabilities (Page 3, Line 21)	8,574,997	11,909,888	10,222,857	10,452,844	6,892,100
23. Capital paid up (Page 3, Lines 23 + 24)	1,007,258	1,007,258	1,007,258	1,007,258	1,007,258
24. Surplus as regards policyholders (Page 3, Line 30)	8,712,163	6,638,703	5,324,992	6,655,691	4,528,922
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)</b>					
(Item divided by Page 2, Line 10, Col. 3) x 100.0					
25. Bonds (Line 1)	57.8	54.4	75.7	55.5	68.6
26. Stocks (Lines 2.1 & 2.2)					0.5
27. Mortgage loans on real estate (Line 3.1 and 3.2)					
28. Real estate (Lines 4.1, 4.2 & 4.3)					0.5
29. Cash, cash equivalents and short-term investments (Line 5)	42.2	45.4	24.0	43.5	30.3
30. Contract loans (Line 6)					X X X
31. Other invested assets (Line 7)					
32. Receivable for securities (Line 8)		0.1	0.3	1.0	1.0
33. Aggregate write-ins for invested assets (Line 9)					X X X
34. Subtotals cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
35. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)					
36. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)					
37. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 2)					
38. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11)					
39. Affiliated mortgage loans on real estate					
40. All other affiliated					
41. Total of above Lines 35 to 40					
42. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 41 above divided by Page 3, Line 30, Col. 1 x 100.0)					

**FIVE-YEAR HISTORICAL DATA**  
(Continued)

	1 2006	2 2005	3 2004	4 2003	5 2002
<b>Capital and Surplus Accounts</b> (Page 4)					
43. Net unrealized capital gains or (losses) (Line 18)				139,976	(139,975)
44. Change in nonadmitted assets (Line 21)	2,422,236	(1,368,645)	(264,473)	(240,180)	(832,514)
45. Dividends to stockholders (Line 28)					
46. Change in surplus as regards policyholders for the year (Line 31)	2,073,460	1,313,711	(1,330,699)	2,126,769	826,470
<b>Losses Paid and Incurred</b> (Part 2A)					
47. Net payments (Line 5, Col. 4)	1,787,850	2,324,665	2,626,730	886,075	20,224
48. Losses and allocated LAE incurred (Line 8, Col. 4)	1,008,627	1,933,564	5,143,113	2,058,293	455,161
49. Unallocated LAE incurred (Line 9, Col. 4)	250,396				
50. Losses and loss adjustment expenses incurred (Line 10, Col. 4)	1,259,023	1,933,564	5,143,113	2,058,293	455,161
<b>Operating Expenses to Total Operating Income</b> (Part 3)(%) (Line item divided by Page 4, Line 3 x 100.0)					
51. Personnel costs (Part 3, Line 1.5, Col. 4)	(82.7)	(4.6)	9.5	11.3	12.7
52. Amount paid to or retained by title agents (Part 3, Line 2, Col. 4)	737.0	89.9	59.2	64.9	63.1
53. All other operating expenses (Part 3, Lines 24 minus 1.5 minus 2, Col. 4)	(364.2)	(37.4)	19.8	12.8	15.3
54. Total (Lines 51 to 53)	290.1	48.0	88.5	89.0	91.1
<b>Operating Percentages</b> (Page 4) (Line item divided by Page 4, Line 3 x 100.0)					
55. Losses and loss adjustment expenses incurred (Line 4)	(1986.7)	(85.0)	22.3	4.3	1.6
56. Operating expenses incurred (Line 5)	290.1	48.0	88.5	89.0	91.1
57. Aggregate write-ins for other operating deductions (Line 6)					
58. Total operating deductions (Line 7)	(1696.6)	(37.0)	110.7	93.3	92.8
59. Net operating gain or (loss) (Line 8)	1796.6	137.0	(10.7)	6.7	7.2
<b>Other Percentages</b> (Line item divided by Part 1B, Line 1.4 x 100.0)					
60. Losses and loss expenses incurred to net premiums written (Page 4, Line 4)	(284.9)	(69.7)	27.6	5.1	2.1
61. Operating expenses incurred to net premiums written (Page 4, Line 5)	41.6	39.3	109.8	107.1	117.1

**SCHEDULE A - VERIFICATION BETWEEN YEARS  
Real Estate**

1. Book/adjusted carrying value, December 31, prior year	_____
2. Increase (decrease) by adjustment:	
2.1 Totals, Part 1, Column 11	_____
2.2 Totals, Part 3, Column 7	_____
3. Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9))	_____
4. Cost of additions and permanent improvements:	
4.1 Totals, Part 1, Column 14	_____
4.2 Totals, Part 3, Column 9	_____
5. Total profit (loss) on sales, Part 3, Column 14	<b>NONE</b>
6. Increase (decrease) by foreign exchange adjustment:	
6.1 Totals, Part 1, Column 12	_____
6.2 Totals, Part 3, Column 8	_____
7. Amounts received on sales, Part 3, Column 11 and Part 1, Column 13	_____
8. Book/adjusted carrying value at the end of current period	_____
9. Total valuation allowance	_____
10. Subtotal (Lines 8 plus 9)	_____
11. Total nonadmitted amounts	_____
12. Statement value, current period (Page 2, real estate lines, Net Admitted Assets Column)	_____

**SCHEDULE B - VERIFICATION BETWEEN YEARS  
Mortgage Loans**

1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year	_____
2. Amount loaned during year:	
2.1 Actual cost at time of acquisitions	_____
2.2 Additional investment made after acquisitions	_____
3. Accrual of discount and mortgage interest points and commitment fees	_____
4. Increase (decrease) by adjustment	
5. Total profit (loss) on sale	<b>NONE</b>
6. Amounts paid on account or in full during the year	_____
7. Amortization of premium	_____
8. Increase (decrease) by foreign exchange adjustment	_____
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	_____
10. Total valuation allowance	_____
11. Subtotal (Lines 9 plus 10)	_____
12. Total nonadmitted amounts	_____
13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets Column)	_____

**SCHEDULE BA - VERIFICATION BETWEEN YEARS  
Long-Term Invested Assets**

1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	_____
2. Cost of acquisitions during year:	
2.1 Actual cost at time of acquisitions	_____
2.2 Additional investment made after acquisitions	_____
3. Accrual of discount	_____
4. Increase (decrease) by adjustment	
5. Total profit (loss) on sale	<b>NONE</b>
6. Amounts paid on account or in full during the year	_____
7. Amortization of premium	_____
8. Increase (decrease) by foreign exchange adjustment	_____
9. Book/adjusted carrying value of long-term invested assets at end of current period	_____
10. Total valuation allowance	_____
11. Subtotal (Lines 9 plus 10)	_____
12. Total nonadmitted amounts	_____
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)	_____

**SCHEDULE D - SUMMARY BY COUNTRY**  
 Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value	Actual Cost	Par Value of Bonds
<b>BONDS</b> Governments (Including all obligations guaranteed by governments)	1. United States	3,663,788	3,666,080	3,841,747	3,625,000
	2. Canada				
	3. Other Countries				
	4. Totals	3,663,788	3,666,080	3,841,747	3,625,000
States, Territories and Possessions (Direct and guaranteed)	5. United States	3,920,579	3,880,422	4,044,641	3,660,000
	6. Canada				
	7. Other Countries				
	8. Totals	3,920,579	3,880,422	4,044,641	3,660,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States				
	14. Canada				
	15. Other Countries				
	16. Totals				
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	2,273,548	2,189,400	2,436,585	2,135,000
	22. Canada				
	23. Other Countries				
	24. Totals	2,273,548	2,189,400	2,436,585	2,135,000
Parent, Subsidiaries and Affiliates	25. Totals				
	<b>26. Total Bonds</b>	<b>9,857,915</b>	<b>9,735,902</b>	<b>10,322,973</b>	<b>9,420,000</b>
<b>PREFERRED STOCKS</b> Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries				
	34. Totals				
Industrial and Miscellaneous (unaffiliated)	35. United States				
	36. Canada				
	37. Other Countries				
	38. Totals				
Parent, Subsidiaries and Affiliates	39. Totals				
	<b>40. Total Preferred Stocks</b>				
<b>COMMON STOCKS</b> Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States				
	50. Canada				
	51. Other Countries				
	52. Totals				
Parent, Subsidiaries and Affiliates	53. Totals				
	<b>54. Total Common Stocks</b>				
	55. Total Stocks				
	56. Total Bonds and Stocks	9,857,915	9,735,902	10,322,973	

**SCHEDULE D - VERIFICATION BETWEEN YEARS**  
 Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year	9,670,808	7. Amortization of premium	205,357
2. Cost of bonds and stocks acquired, Column 7, Part 3	4,126,907	8. Foreign Exchange Adjustment:	
3. Accrual of discount	557	8.1 Column 15, Part 1	
4. Increase (decrease) by adjustment:		8.2 Column 19, Part 2 Section 1	
4.1 Columns 12 - 14, Part 1		8.3 Column 16, Part 2, Section 2	
4.2 Column 15 - 17, Part 2, Section 1		8.4 Column 15, Part 4	
4.3 Column 15, Part 2, Section 2		9. Book/adjusted carrying value at end of current period	9,857,915
4.4 Column 11 - 13, Part 4		10. Total valuation allowance	
5. Total gain (loss), Column 19, Part 4		11. Subtotal (Lines 9 plus 10)	9,857,915
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4	3,735,000	12. Total nonadmitted amounts	
		13. Statement value of bonds and stocks, current period	9,857,915

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1	1,643,038	947,873	1,072,878			3,663,789	24.572	3,167,665	19.840	3,663,789	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	1,643,038	947,873	1,072,878			3,663,789	24.572	3,167,665	19.840	3,663,789	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
3. States, Territories and Possessions, etc., Guaranteed, Schedules D & DA (Group 3)											
3.1 Class 1	90,000	2,085,161	1,545,416		200,000	3,920,577	26.294	3,672,597	23.003	3,920,577	
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals	90,000	2,085,161	1,545,416		200,000	3,920,577	26.294	3,672,597	23.003	3,920,577	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1											
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1											
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals											

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1											
6.2 Class 2											
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6											
6.7 Totals											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1	5,052,740	1,683,231	276,315			7,012,286	47.029	8,802,585	55.134	6,686,645	325,641
7.2 Class 2		314,003				314,003	2.106	322,839	2.022	314,003	
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals	5,052,740	1,997,234	276,315			7,326,289	49.135	9,125,424	57.156	7,000,648	325,641
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											



**SCHEDULE D - PART 1A - SECTION 1 (continued)**  
 Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1	6,785,778	4,716,265	2,894,609		200,000	14,596,652	97.894	X X X	X X X	14,271,011	325,641
10.2 Class 2		314,003				314,003	2.106	X X X	X X X	314,003	
10.3 Class 3								X X X	X X X		
10.4 Class 4								X X X	X X X		
10.5 Class 5						(c)		X X X	X X X		
10.6 Class 6						(c)		X X X	X X X		
10.7 Totals	6,785,778	5,030,268	2,894,609		200,000	(b) 14,910,655	100.000	X X X	X X X	14,585,014	325,641
10.8 Line 10.7 as a % of Col. 6	45.510	33.736	19.413		1.341	100.000	X X X	X X X	X X X	97.816	2.184
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1	7,819,841	5,803,687	2,019,319			X X X	X X X	15,642,847	97.978	15,315,003	327,844
11.2 Class 2		322,839				X X X	X X X	322,839	2.022	322,839	
11.3 Class 3						X X X	X X X				
11.4 Class 4						X X X	X X X				
11.5 Class 5						X X X	X X X	(c)			
11.6 Class 6						X X X	X X X	(c)			
11.7 Totals	7,819,841	6,126,526	2,019,319			X X X	X X X	(b) 15,965,686	100.000	15,637,842	327,844
11.8 Line 11.7 as a % of Col. 8	48.979	38.373	12.648			X X X	X X X	100.000	X X X	97.947	2.053
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1	6,785,778	4,390,624	2,894,609		200,000	14,271,011	95.710	15,315,003	95.924	14,271,011	X X X
12.2 Class 2		314,003				314,003	2.106	322,839	2.022	314,003	X X X
12.3 Class 3											X X X
12.4 Class 4											X X X
12.5 Class 5											X X X
12.6 Class 6											X X X
12.7 Totals	6,785,778	4,704,627	2,894,609		200,000	14,585,014	97.816	15,637,842	97.947	14,585,014	X X X
12.8 Line 12.7 as a % of Col. 6	46.526	32.257	19.846		1.371	100.000	X X X	X X X	X X X	100.000	X X X
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	45.510	31.552	19.413		1.341	97.816	X X X	X X X	X X X	97.816	X X X
<b>13. Total Privately Placed Bonds</b>											
13.1 Class 1		325,641				325,641	2.184	327,844	2.053	X X X	325,641
13.2 Class 2										X X X	
13.3 Class 3										X X X	
13.4 Class 4										X X X	
13.5 Class 5										X X X	
13.6 Class 6										X X X	
13.7 Totals		325,641				325,641	2.184	327,844	2.053	X X X	325,641
13.8 Line 13.7 as a % of Col. 6		100.000				100.000	X X X	X X X	X X X	X X X	100.000
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10		2.184				2.184	X X X	X X X	X X X	X X X	2.184

(a) Includes \$ 325,641 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ 0 current year, \$ 0 prior year of bonds with Z designations and \$ 0 current year, \$ 0 prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.

(c) Includes \$ 0 current year, \$ 0 prior year of bonds with 5\* designations and \$ 0 current year, \$ 0 prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations	1,643,038	947,873	1,072,878			3,663,789	24.572	3,167,665	19.840	3,663,789	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	1,643,038	947,873	1,072,878			3,663,789	24.572	3,167,665	19.840	3,663,789	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations	90,000	2,085,161	1,545,416		200,000	3,920,577	26.294	3,672,597	23.003	3,920,577	
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals	90,000	2,085,161	1,545,416		200,000	3,920,577	26.294	3,672,597	23.003	3,920,577	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations											
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations											
5.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined											
5.6 Other											
5.7 Totals											

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

	1	2	3	4	5	6	7	8	9	10	11
Distribution by Type	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations											
6.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
6.5 Defined											
6.6 Other											
6.7 Totals											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations	5,052,740	1,997,234	276,315			7,326,289	49.135	9,125,424	57.156	7,000,648	325,641
7.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
7.3 Defined											
7.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
7.5 Defined											
7.6 Other											
7.7 Totals	5,052,740	1,997,234	276,315			7,326,289	49.135	9,125,424	57.156	7,000,648	325,641
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
9.5 Defined											
9.6 Other											
9.7 Totals											

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	6,785,778	5,030,268	2,894,609		200,000	14,910,655	100.000	X X X	X X X	14,585,014	325,641
10.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES								X X X	X X X		
10.3 Defined								X X X	X X X		
10.4 Other								X X X	X X X		
10.5 Defined								X X X	X X X		
10.6 Other								X X X	X X X		
10.7 Totals	6,785,778	5,030,268	2,894,609		200,000	14,910,655	100.000	X X X	X X X	14,585,014	325,641
10.8 Line 10.7 as a % of Col. 6	45.510	33.736	19.413		1.341	100.000	X X X	X X X	X X X	97.816	2.184
11. Total Bonds Prior Year											
11.1 Issuer Obligations	7,819,841	6,126,526	2,019,319					15,965,686	100.000	15,637,842	327,844
11.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
11.3 Defined											
11.4 Other											
11.5 Defined											
11.6 Other											
11.7 Totals	7,819,841	6,126,526	2,019,319					15,965,686	100.000	15,637,842	327,844
11.8 Line 11.7 as a % of Col. 8	48.979	38.373	12.648					100.000	X X X	97.947	2.053
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	6,785,778	4,704,627	2,894,609		200,000	14,585,014	97.816	15,637,842	97.947	14,585,014	X X X
12.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											X X X
12.3 Defined											X X X
12.4 Other											X X X
12.5 Defined											X X X
12.6 Other											X X X
12.7 Totals	6,785,778	4,704,627	2,894,609		200,000	14,585,014	97.816	15,637,842	97.947	14,585,014	X X X
12.8 Line 12.7 as a % of Col. 6	46.526	32.257	19.846		1.371	100.000	X X X	X X X	X X X	100.000	X X X
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	45.510	31.552	19.413		1.341	97.816	X X X	X X X	X X X	97.816	X X X
13. Total Privately Placed Bonds											
13.1 Issuer Obligations		325,641				325,641	2.184	327,844	2.053	X X X	325,641
13.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES										X X X	
13.3 Defined										X X X	
13.4 Other										X X X	
13.5 Defined										X X X	
13.6 Other										X X X	
13.7 Totals		325,641				325,641	2.184	327,844	2.053	X X X	325,641
13.8 Line 13.7 as a % of Col. 6		100.000				100.000	X X X	X X X	X X X	X X X	100.000
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10		2.184				2.184	X X X	X X X	X X X	X X X	2.184

**SCHEDULE DA - PART 2 - VERIFICATION BETWEEN YEARS**

**Short - Term Investments**

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	6,294,878	6,294,878			
2. Cost of short-term investments acquired	10,288,046	10,288,046			
3. Increase (decrease) by adjustment					
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments					
6. Consideration received on disposal of short-term investments	11,530,184	11,530,184			
7. Book/adjusted carrying value, current year	5,052,740	5,052,740			
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)	5,052,740	5,052,740			
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)	5,052,740	5,052,740			
12. Income collected during year	273,716	273,716			
13. Income earned during year	273,716	273,716			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: 0

- NONE**      **Schedule DB - Part A and B Verification**
  
- NONE**      **Schedule DB - Part C, D and E Verification**
  
- NONE**      **Schedule DB - Part F - Section 1**
  
- NONE**      **Schedule DB - Part F - Section 2**

**SCHEDULE E-PART 1A-SEGREGATED FUNDS HELD FOR OTHERS  
AS NON-INTEREST EARNING CASH DEPOSITS**

Showing all Banks, Trust Companies, Savings and Loan and Building and Loan Associations in which non-interest earning deposits of segregated funds held for others were maintained by the Company at any time during the year and the balances, if any (according to reporting entity's records) on December 31, of the current year.

1 Depository	2 Rate of Interest	3 Balance
OPEN DEPOSITORIES FEDERALLY INSURED DEPOSITORIES		
JP Morgan Chase National City	New York, NY Pittsburgh, PA	131,158 454,776
0199998 Deposits in ( 1 ) depositories which do not exceed the allowable limit in any one depository	X X X	14,963
0199999 Total Federally Insured Depositories	X X X	600,897
NON-FEDERALLY INSURED DEPOSITORIES		
0299999 Total Non-Federally Insured Depositories	X X X	
0399999 Total Open Depositories - Dec. 31st	X X X	600,897
SUSPENDED DEPOSITORIES		
0499999 Total Suspended Depositories - Dec. 31st	X X X	
0599999 Grand Total - All Depositories - Dec. 31st	X X X	600,897
1. Totals: Last day of January		146,361
2. February		146,361
3. March		146,561
4. April		146,361
5. May		146,361
6. June		146,361
7. July		146,361
8. August		156,452
9. September		146,121
10. October		146,121
11. November		159,872
12. December		600,897

**NONE**      **Schedule E - Part 1B**

**NONE**      **Schedule E - Part 1C**



**SCHEDULE E - PART 1D - SUMMARY**

<b>Segregated Funds Held for Others</b>			
Type	1 Non-Interest Earning	2 Interest Earning	3 Total (Cols. 1 + 2)
1. Open depositories	600,897		600,897
2. Suspended depositories			
3. Total segregated cash funds held for others (General Interrogatories-Part 2, Line 9.22)	600,897		600,897
4. Other forms of security held for others (General Interrogatories-Part 2, Line 9.23)			
5. Total all segregated funds held for others (General Interrogatories-Part 2, Line 9.21)	600,897		600,897
<b>Company Funds on Hand and on Deposit</b>			
<b>General Funds</b>			
6. Open depositories			2,143,794
7. Suspended depositories			
8. Total general funds			2,143,794
<b>Reinsurance Reserve Funds</b>			
9. Open depositories			
10. Suspended depositories			
11. Total reinsurance reserve funds			
<b>Total Company Funds</b>			
12. Open depositories			2,143,794
13. Suspended depositories			
14. Total company funds on deposit (Lines 8 & 11)			2,143,794
15. Company funds on hand			
16. Total company funds on hand and on deposit			2,143,794

**SCHEDULE E - PART 1E - SUMMARY OF INTEREST EARNED**

Interest Earned On	1 Interest Earned by Company	2 Average Monthly Balance of Non-Earning Deposits	3 Average Monthly Balance of Earning Deposits
<b>Segregated Funds Held for Others</b>			
17. Open depositories		186,183	
18. Suspended depositories			
19. Total segregated funds held for others		186,183	
<b>Company Funds on Deposit</b>			
20. Open depositories	506	1,768,621	54,260
21. Suspended depositories			
22. Total company funds on deposit	506	1,768,621	54,260
<b>Total All Funds on Deposit</b>			
23. Open depositories	506	1,954,804	54,260
24. Suspended depositories			
25. Total all funds on deposit	506	1,954,804	54,260

## SCHEDULE E - PART 1F - FUNDS ON DEPOSIT - INTERROGATORIES

1. Does the reporting entity require, at least annually, letters of representation from its directors and officers concerning conflicts of interest in relation to:

1.1 The supply of goods or paid provision of personal services to a reporting entity depository listed in Schedule E-Part 1, or its parent, subsidiaries, or any of its affiliates? YES  NO

1.2 Real estate agreements, including, but not limited to lease, rental, mortgage, or purchase agreements with the reporting entity depository listed in Schedule E-Part 1, or its parent, subsidiaries, or any of its affiliates? YES  NO

2.1 Is the reporting entity aware of any real estate agreements, including, but not limited to lease, rental, mortgage, or purchase agreements, existing between the reporting entity, its Parent, Subsidiaries, or any of its Affiliates, and any depository listed in Schedule E-Part 1, or its parent, subsidiaries or any of its affiliates? YES  NO

2.2 If yes, give details below.

.....  
.....  
.....  
.....  
.....

3. Does the reporting entity maintain sufficient records of funds held as escrow or security deposits and reported in Exhibit Capital Gains (Losses) and Schedule E - Part 1A that will enable it to identify the funds on an individual basis? YES  NO

**SCHEDULE F - PART 1**

**Assumed Reinsurance as of December 31, Current Year (000 Omitted)**

1	2	3	4	5	6	7	8	9	10	11	12	13
Federal ID Number	NAIC Company Code	Name of Reinsured	Domiciliary Jurisdiction	Reinsurance Assumed Liability	Assumed Premiums Received	Reinsurance Payable on Paid Losses and Loss Adjustment Expenses	Reinsurance Payable on Known Case Losses and LAE Reserves	Assumed Premiums Receivable	Funds Held By or Deposited With Reinsured Companies	Letters of Credit Posted	Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit	Amount of Assets Pledged or Collateral Held in Trust
36-2468956	50229	Chicago Title Insurance Company	MO	2,660								
0299999	Total Affiliates - U.S. Non-Pool			2,660								
0499999	Total Affiliates			2,660								
9999999	TOTALS			2,660								

**SCHEDULE F - PART 2**

**Ceded Reinsurance as of December 31, Current Year (000 Omitted)**

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Ceded Liability	7 Ceded Reinsurance Premiums Paid	8 Reinsurance Recoverable on Paid Losses and Loss Adjustment Expenses	9 Reinsurance Recoverable on Known Case Losses and LAE Reserves	Reinsurance Payable		12 Net Amount Recoverable From Reinsurers (Cols. 8 + 9 - 10 - 11)	13 Funds Held By Company Under Reinsurance Treaties
									10 Ceded Balances Payable	11 Other Amounts Due to Reinsurers		
86-0417131	51586	Fidelity National Title Insurance Company	CA		122							
0299999		Total Authorized - Affiliates - U.S. Non-Pool			122							
0499999		Total Authorized - Affiliates			122							
0999999		Total Authorized			122							
9999999		Totals			122							

**SCHEDULE F - PART 3**

**Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Cols. 6 thru 10 but not in excess of Col. 5	Subtotal Col. 5 minus Col. 11	Recoverable Paid Losses & LAE Expenses Over 90 Days past Due not in Dispute	20% of Amount in Col. 13	Smaller of Col. 11 or Col. 14	Smaller of Col. 11 or 20% of Amount in Dispute Included in Col. 5	Total Provision for Unauthorized Reinsurance Smaller of Col. 5 or Cols. 12 + 15 + 16
<b>NONE</b>																

69

1. Amounts in dispute totaling \$ 0 are included in Column 5.  
 2. Amounts in dispute totaling \$ 0 are excluded from Column 13.  
 3. Column 5 excludes \$ 0 recoverables on ceded IBNR on contracts in force prior to July 1, 1984 and not subsequently renewed.

**SCHEDULE H - PART 1**

Showing All Title Plants Owned at December 31 of Current Year and Basis of Valuation

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Acquired	6 Actual Cost	7 Book Value	8 Book Value Valuation Basis (a)	9 Increase by Adjustment in Book Value	10 Decrease by Adjustment in Book Value
		3 From	4 To						
50-0001	Wholly 100%	12/31/2001	12/31/2001	01/01/1994	275,000		Depreciated cost		
50-0002	Wholly 100%	01/01/1950	01/01/1993	01/01/1994	50,000		Depreciated cost		5,000
9999999 Totals					325,000		X X X		5,000

40

(a) If the basis is other than cost, provide explanation to reason for deviating from the cost basis:

### SCHEDULE H - PART 2

Showing All Title Plants Acquired During the Year

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Acquired	6 How Acquired	7 Name of Seller	8 Acquisition / Construction Cost to Company During Year	9 Book Value at December 31 of Current Year	10 Percentage Ownership as of December 31	11 Title Plant Not 100% Owned (Does Company Participate in Maintenance Cost? Yes or No)
		3 From	4 To							
<b>NONE</b>										

**SCHEDULE H - PART 3**

Showing All Title Plants Sold or Otherwise Disposed of During the Year

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Sold	6 Name of Purchaser	7 Cost to Company	8 Increase by Adjustment in Book Value During Year	9 Decrease by Adjustment in Book Value During Year	10 Book Value at Date of Sale	11 Consideration	12 Profit and (Losses) on Sale
		3 From	4 To								
<b>NONE</b>											

4 2

**SCHEDULE H - Verification Between Years**

1. Book value, December 31, prior year	5,000	5. Decrease by adjustment in book value:	
2. Increase by adjustment in book value:		5.1 Totals, Part 1, Col. 10	
2.1 Totals, Part 1, Col. 9		5.2 Totals, Part 3, Col. 9	5,000
2.2 Totals, Part 3, Col. 8		6. Consideration received on sales, Part 3, Col. 11	
3. Cost of acquisition, Part 2, Col. 8		7. Net profit (loss) on sales, Part 3, Col. 12	
4. Totals	5,000	8. Book value, December 31, current year	



### SCHEDULE H - PART 4

Showing Total Title Assets Held Directly or by Subsidiaries

Type of Title Plant Ownership	1 Title Plant Value Current Year	2 Title Plant Value Prior Year
1. Direct investment in title plant assets .....		5,000
2. Title plant assets held by subsidiaries (proportionate to ownership) .....		
3. Total (Line 1 plus Line 2)		5,000

**SCHEDULE P - PART 1 - SUMMARY**  
(\$000 Omitted)

Years In Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments						
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments			
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded	
1. Prior	X X X	155,828	4,363	33,764	3,003	190,952	3,929				3,375		
2. 1997	1,093	4,856	4			4,860	59				29		
3. 1998	148	283	7			290	18				1		
4. 1999	33	489	6		47	448	168				187		
5. 2000	867	3,469	3		96	3,376	360				214		
6. 2001	2,389	8,851	9	1,939	284	10,515	731				376		
7. 2002	4,764	22,092	3	6,223	340	27,978	1,014				262		
8. 2003	11,299	40,080	1	8,889	99	48,871	2,755				875		
9. 2004	4,374	18,640	3	4,655	29	23,269	800				195		
10. 2005	(701)	(2,773)	2		5	(2,776)	4						
11. 2006	186	(442)				(442)							
12. Totals	X X X	251,373	4,401	55,470	3,903	307,341	9,838				5,514		

	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid	
					Known Claim Reserves			IBNR Reserves				
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded		
1. Prior	2,288	5	7,309	1,617	32				112			85
2. 1997			88	18					18			1
3. 1998			19	8					2			
4. 1999	1	4	359	147	5				3			4
5. 2000	14	5	579	136	40				35			7
6. 2001	21	25	1,132	133	73				103			13
7. 2002	68	27	1,303	157	1,082				304			33
8. 2003	10	72	3,702	286	1,937				739			61
9. 2004	82	37	1,032	106	99				565			48
10. 2005	250	50	54	20	37							73
11. 2006		25	25	1								37
12. Total	2,734	250	15,602	2,629	3,305				1,881			362

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 Of Coverage (Cols. 29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col.6)				
1. Prior	229	6	7,448			7,448	0.040	0.039	X X X			229
2. 1997	19		106			106	0.022	0.022	0.098			19
3. 1998	2		21			21	0.074	0.072	0.142			2
4. 1999	12	10	363			363	0.759	0.828	11.242			12
5. 2000	82	11	649			649	0.191	0.196	0.762			82
6. 2001	189	17	1,283			1,283	0.122	0.126	0.553			189
7. 2002	1,419	27	2,662			2,662	0.096	0.097	0.571			1,419
8. 2003	2,737	71	6,306			6,306	0.131	0.132	0.570			2,737
9. 2004	712	21	1,659			1,659	0.075	0.075	0.399			712
10. 2005	110	4	41			41	(0.059)	(0.059)	(0.234)			110
11. 2006	37	1					(0.140)	(0.140)	0.333			37
12. Total	5,548	168	20,538			20,538	X X X	X X X	X X X		X X X	5,548

**SCHEDULE P - PART 1A - POLICIES WRITTEN DIRECTLY**  
(\$000 Omitted)

Years In Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments						
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments			
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded	
1. Prior	X X X	632				632	18				62		
2. 1997													
3. 1998													
4. 1999											1		
5. 2000							1						
6. 2001													
7. 2002	9	30				30					27		
8. 2003	6	25				25					1		
9. 2004	242	832				832							
10. 2005													
11. 2006	202	231				231							
12. Totals	X X X	1,750				1,750	19				91		

	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid	
					Known Claim Reserves			IBNR Reserves				
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded		
1. Prior		1	81	19	12				1			1
2. 1997												
3. 1998												
4. 1999			1	2								
5. 2000			1	1								
6. 2001				1				1				
7. 2002			27	2				2				
8. 2003			1	3				5				
9. 2004								4				
10. 2005				1								
11. 2006												
12. Total		1	111	29	12			13				1

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 Of Coverage ((Cols.29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col.6)				
1. Prior	14	2	93			93	0.150	0.150	X X X			14
2. 1997												
3. 1998												
4. 1999			1			1						
5. 2000			1			1						
6. 2001	1		1			1						1
7. 2002	2		29			29	0.967	0.967	3.222			2
8. 2003	5		6			6	0.240	0.240	1.000			5
9. 2004	4		4			4	0.005	0.005	0.017			4
10. 2005		1										
11. 2006												
12. Total	26	3	135			135	X X X	X X X	X X X		X X X	26

**SCHEDULE P - PART 1B - POLICIES WRITTEN THROUGH AGENTS**

(\$000 Omitted)

Years In Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments						
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments			
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded	
1. Prior	X X X	155,196	4,363	33,764	3,003	190,320	3,911				3,313		
2. 1997	1,093	4,856	4			4,860	59				29		
3. 1998	148	283	7			290	18				1		
4. 1999	33	489	6		47	448	168				186		
5. 2000	530	3,469	3		96	3,376	359				214		
6. 2001	2,389	8,851	9	1,939	284	10,515	731				376		
7. 2002	4,755	22,062	3	6,223	340	27,948	1,014				235		
8. 2003	11,293	40,056	1	8,889	99	48,847	2,755				874		
9. 2004	4,132	17,808	3	4,655	29	22,437	800				195		
10. 2005	(701)	(2,773)	2		5	(2,776)	4						
11. 2006	(16)	(673)				(673)							
12. Totals	X X X	249,624	4,401	55,470	3,903	305,592	9,819				5,423		

	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid	
					Known Claim Reserves			IBNR Reserves				
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded		
1. Prior	2,288	4	7,228	1,598	20				111			84
2. 1997			88	18					18			1
3. 1998			19	8					2			
4. 1999	1	4	358	145	5				3			4
5. 2000	14	5	578	135	40				35			7
6. 2001	21	25	1,132	132	73				102			13
7. 2002	68	27	1,276	155	1,082				302			33
8. 2003	10	72	3,701	283	1,937				734			61
9. 2004	82	37	1,032	106	99				561			48
10. 2005	250	50	54	19	37							73
11. 2006		25	25	1								37
12. Total	2,734	249	15,491	2,600	3,293				1,868			361

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 Of Coverage ((Cols. 29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col.6)				
1. Prior	215	4	7,355			7,355	0.039	0.039	X X X			215
2. 1997	19		106			106	0.022	0.022	0.098			19
3. 1998	2		21			21	0.074	0.072	0.142			2
4. 1999	12	10	362			362	0.757	0.826	11.212			12
5. 2000	82	11	648			648	0.190	0.195	1.245			82
6. 2001	188	17	1,282			1,282	0.122	0.126	0.553			188
7. 2002	1,417	27	2,633			2,633	0.095	0.096	0.566			1,417
8. 2003	2,732	71	6,300			6,300	0.131	0.132	0.570			2,732
9. 2004	708	21	1,655			1,655	0.077	0.078	0.421			708
10. 2005	110	3	41			41	(0.059)	(0.059)	(0.234)			110
11. 2006	37	1					(0.092)	(0.092)	(3.875)			37
12. Total	5,522	165	20,403			20,403	X X X	X X X	X X X		X X X	5,522

**SCHEDULE P-PART 2  
POLICY YEAR INCURRED LOSS AND ALAE**

Years in Which Policies Were Written	Incurred Losses and Allocated Expenses at Year End (\$000 omitted) Including Known Claims and IBNR on Unreported Claims									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	1,283	1,985	2,042	2,030	2,038	2,038	2,035	2,062	2,075	2,075
2. 1987	252	254	275	267	290	275	275	275	275	278
3. 1988	960	1,040	965	924	911	814	780	515	488	494
4. 1989	766	860	790	831	802	762	785	766	766	778
5. 1990	1,186	1,127	1,104	1,096	1,109	980	1,013	1,065	1,072	1,023
6. 1991	2,185	2,059	2,092	2,105	2,185	2,086	2,048	1,971	1,978	2,019
7. 1992	1,831	2,183	790	659	425	340	279	279	279	284
8. 1993	426	613	549	591	681	247	274	264	252	251
9. 1994	704	728	633	468	395	176	169	187	182	190
10. 1995	62	103	79	76	86	29	29	28	26	25
11. 1996	20	18	22	18	10	10	19	38	31	31
12. 1997	1,763	810	394	442	195	129	120	117	108	106
13. 1998	X X X	47	27	50	54	6	21	21	21	21
14. 1999	X X X	X X X	41	44	49	50	106	311	328	363
15. 2000	X X X	X X X	X X X	329	283	187	417	622	817	649
16. 2001	X X X	X X X	X X X	X X X	882	1,159	1,136	1,262	1,390	1,283
17. 2002	X X X	X X X	X X X	X X X	X X X	1,903	1,510	1,968	1,857	2,662
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X	3,102	5,616	5,651	6,306
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,869	1,873	1,659
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	283	41
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X

**SCHEDULE P-PART 2A  
POLICY YEAR PAID LOSS AND ALAE**

Years in Which Policies Were Written	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006		
1. Prior	1,224	1,355	1,972	1,978	2,008	2,011	2,015	2,035	2,049	2,065	105	164
2. 1987	235	238	244	236	275	275	275	275	275	275	46	73
3. 1988	884	984	925	879	851	804	765	493	488	488	79	94
4. 1989	571	663	691	708	711	719	745	766	766	766	117	188
5. 1990	989	1,012	1,022	1,025	1,025	969	971	1,055	1,063	999	125	173
6. 1991	2,005	2,023	2,015	2,025	2,038	2,035	2,036	1,969	1,971	1,970	120	131
7. 1992	217	258	284	284	284	279	279	279	279	279	26	63
8. 1993	61	69	78	99	204	206	238	239	239	239	15	26
9. 1994	127	131	134	152	152	152	152	170	170	175	17	22
10. 1995	3	3	12	12	13	12	18	18	18	18	7	9
11. 1996	4	8	10	10	10	10	10	10	30	30	5	6
12. 1997	42	63	71	88	88	88	88	88	88	88	8	10
13. 1998	X X X	3	2	2	2	2	19	19	19	19	2	6
14. 1999	X X X	X X X				15	37	161	292	355	24	113
15. 2000	X X X	X X X	X X X		5	40	142	317	436	574	18	107
16. 2001	X X X	X X X	X X X	X X X		94	202	751	823	1,107	32	84
17. 2002	X X X	X X X	X X X	X X X	X X X	13	261	805	1,138	1,276	47	83
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X	359	1,317	2,647	3,630	71	144
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	472	769	995	29	56
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	3	4	2	14
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X

**SCHEDULE P-PART 2B  
POLICY YEAR LOSS AND ALAE CASE BASIS RESERVES**

Years in Which Policies Were Written	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	59	631	70	46	18	15	10	11	10	2
2. 1987	17	16	31	31						
3. 1988	76	56	40	38	38	11	11	11		
4. 1989	195	197	99	69	67	43	30			
5. 1990	168	115	82	39	11	11	31	5	4	2
6. 1991	140	36	77	80	60	51	9	1	3	4
7. 1992	31	1	1	1						
8. 1993	53	73	76	74	47	15	11	3		
9. 1994	102	98	94	39	29				2	2
10. 1995	1	10	1	1	5		1			
11. 1996	4	3	3	2			5	13		
12. 1997	100	146	73	62	12					
13. 1998	XXX	1		13	13					
14. 1999	XXX	XXX				27	48	72	16	2
15. 2000	XXX	XXX	XXX		1	38	160	137	159	12
16. 2001	XXX	XXX	XXX	XXX	50	517	544	165	214	22
17. 2002	XXX	XXX	XXX	XXX	XXX	61	276	237	134	329
18. 2003	XXX	XXX	XXX	XXX	XXX	XXX	324	1,465	957	589
19. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	55	163	30
20. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	122	11
21. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P-PART 2C  
POLICY YEAR BULK RESERVES ON KNOWN CLAIMS**

Years in Which Policies Were Written	Bulk Reserves on Known Claims at Year End (\$000 omitted) Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior							3	11	13	4
2. 1987										
3. 1988							4	11		
4. 1989							10			
5. 1990							11	5	5	4
6. 1991							3	1	4	10
7. 1992										
8. 1993							4	3		
9. 1994								1	1	4
10. 1995									1	
11. 1996							2	14		
12. 1997										
13. 1998	XXX									
14. 1999	XXX	XXX					16	76	20	3
15. 2000	XXX	XXX	XXX				55	145	205	28
16. 2001	XXX	XXX	XXX	XXX			187	174	276	51
17. 2002	XXX	XXX	XXX	XXX	XXX		94	251	173	753
18. 2003	XXX	XXX	XXX	XXX	XXX	XXX	111	1,550	1,234	1,348
19. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	58	210	69
20. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	158	26
21. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P-PART 2D  
POLICY YEAR IBNR RESERVES**

Years in Which Policies Were Written	IBNR Reserves on Unreported Claims at Year End (\$000 omitted)									
	Loss and Allocated Loss Expense									
	1 1997	2 1998	3 1999	4 2000	5 2001	6 2002	7 2003	8 2004	9 2005	10 2006
1. Prior				7	12	12	7	5	3	4
2. 1987					15					3
3. 1988				7	22					6
4. 1989				54	24					12
5. 1990	29			33	73					18
6. 1991	40				88					35
7. 1992	1,583	1,925	505	374	141	61				5
8. 1993	313	470	393	418	430	26	21	19	13	12
9. 1994	475	499	404	276	214	24	17	16	10	9
10. 1995	59	90	67	63	68	16	10	10	7	7
11. 1996	13	7	9	7			2	1	1	1
12. 1997	1,621	601	250	292	95	41	32	29	20	18
13. 1998	X X X	44	24	35	39	4	2	2	2	2
14. 1999	X X X	X X X	41	44	49	8	5	2	1	3
15. 2000	X X X	X X X	X X X	329	277	110	60	23	16	35
16. 2001	X X X	X X X	X X X	X X X	832	548	203	172	77	103
17. 2002	X X X	X X X	X X X	X X X	X X X	1,829	879	675	413	304
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X	2,308	1,284	813	739
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,284	731	565
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X		
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	

**SCHEDULE P-PART 3  
INCURRED LOSS AND ALAE BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	Losses and Allocated Expenses at Year End (\$000 omitted)									
	Incurred Loss and ALAE on Known Claims and Bulk Reserves on Known Claims									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	7,022	7,072	6,853	6,727	6,681	6,442	6,390	6,120	6,094	6,014
2. 1997	283	251	266	251	210	206	201	202	201	200
3. 1998	X X X	869	928	897	902	899	900	829	829	829
4. 1999	X X X	X X X	59	56	55	54	9	9	9	9
5. 2000	X X X	X X X	X X X	59	51	28	46	43	43	43
6. 2001	X X X	X X X	X X X	X X X	120	98	253	311	307	284
7. 2002	X X X	X X X	X X X	X X X	X X X	788	835	825	812	815
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	1,939	2,291	1,955	2,691
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	5,084	4,748	3,946
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	2,649	2,554
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,272

**SCHEDULE P-PART 3A  
PAID LOSS AND ALAE BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 omitted)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006		
1. Prior	6,279	6,502	6,455	6,447	6,536	6,383	6,370	6,093	6,089	6,013	595	823
2. 1997	82	119	124	148	187	191	200	200	200	200	24	47
3. 1998	X X X	187	877	877	898	897	897	829	829	829	19	19
4. 1999	X X X	X X X	1	9	9	9	9	9	9	9	6	11
5. 2000	X X X	X X X	X X X	15	30	26	43	43	43	43	5	8
6. 2001	X X X	X X X	X X X	X X X	10	73	184	288	303	284	12	38
7. 2002	X X X	X X X	X X X	X X X	X X X	150	247	749	782	784	25	75
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	664	1,203	1,394	1,677	61	120
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,825	2,769	3,606	89	186
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,147	1,562	46	150
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	345	13	89

**SCHEDULE P-PART 3B  
LOSS AND ALAE CASE BASIS RESERVES  
BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	745	570	397	281	146	59	15	13	2	
2. 1997	201	132	142	103	23	15	1	1	1	
3. 1998	X X X	682	51	20	5	2	2			
4. 1999	X X X	X X X	58	47	46	45				
5. 2000	X X X	X X X	X X X	44	21	2	2			
6. 2001	X X X	X X X	X X X	X X X	111	25	51	11	2	
7. 2002	X X X	X X X	X X X	X X X	X X X	639	438	37	13	9
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	950	529	245	308
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,584	865	103
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	656	302
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	283

**SCHEDULE P-PART 3C  
BULK RESERVES ON KNOWN CLAIMS  
BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	Bulk Reserves on Known Claims at Year End (\$000 omitted)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior							5	14	3	1
2. 1997								1	1	
3. 1998	X X X						1			
4. 1999	X X X	X X X								
5. 2000	X X X	X X X	X X X				1			
6. 2001	X X X	X X X	X X X	X X X			18	12	2	
7. 2002	X X X	X X X	X X X	X X X	X X X		150	39	17	22
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	325	559	316	706
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1,675	1,115	237
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	846	690
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	644



## SCHEDULE P INTERROGATORIES

- 1.1 Title insurance losses should include all losses on any transaction for which a title insurance premium, rate or charge was made or contemplated. Escrow losses for which the company is contractually obligated should be included. Losses arising from defalcations for which the reporting entity is contractually obligated should be included. Are the title insurance losses reported in Schedule P defined in conformance with the above definition? Yes [ X ] No [ ]
- 1.2 If not, describe the types of losses reported.
- 1.3 If the types or basis of reporting has changed over time, please explain the nature of such changes.
- 
- 2.1 Are paid loss and allocated loss adjustment expenses reduced on account of salvage or subrogation in accordance with the instructions? Yes [ X ] No [ ]
- 2.2 If not, describe the basis of reporting.
- 2.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- 
- 3.1 Are sales of salvage at prices different from their book value recorded in accordance with the instructions? Yes [ X ] No [ ]
- 3.2 If not, describe the basis of reporting.
- 3.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- 
- 4.1 Are the case basis reserves reported gross of anticipated salvage and subrogation in accordance with the instructions? Yes [ X ] No [ ]
- 4.2 If not, please explain.
- 4.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- 
- 5.1 Do any of the reserves reported in Schedule P contain a provision for reserve discount, contingency margin, or any other element not providing for an estimation of ultimate liability? Yes [ ] No [ X ]
- 5.2 If so, please explain.
- 
- 6.1 Does the company IBNR reserves in Schedule P reconcile to the IBNR reserves prepared on a GAAP basis? Yes [ X ] No [ ]
- 6.2 If not, please explain.
- 
- 7.1 Are allocated loss adjustment expenses recorded in accordance with the instructions? Yes [ X ] No [ ]
- 7.2 If not, please explain which items are not in conformity.
- 7.3 If the basis of reporting has changed over time, please explain the nature of such changes. Prior to 2006, ULAE payments were included within ALAE payments. Beginning 2006, ULAE is separately reported.
- 
- 8.1 The unallocated loss adjustment expenses paid during the most recent calendar year should be distributed to the various policy years in which the policy was issued as follows: (1) 10% to the most recent policy year, (2) 20% to the next most recent policy year, (3) 10% to the succeeding policy year, (4) 5% to each of the next two succeeding policy years, and (5) the balance to all policy years, including the most recent policy year, in proportion to the amount of loss payments paid for each policy year during the most recent calendar year. Are they so reported? Yes [ X ] No [ ]
- 8.2 If estimates were used prior to 1996, please explain the basis of such estimates.
- 
9. Indicate the basis of determining claim counts:
- 9.1 Are policies having multiple claims shown in Schedule P as a single claim? Yes [ ] No [ X ]
- 9.2 Are claims closed without payment removed from the claim count? Yes [ ] No [ X ]
- 9.3 If the definition of claim count has changed over time, please explain the nature of such changes.
- 
- 10.1 Have there been any portfolio reinsurance transfers or other accounting conventions that have caused a mismatch of premiums, other income, loss or ALAE? Yes [ ] No [ X ]
- 10.2 If so, please explain.
- 
- 11.1 Have there been any excess of loss or stop loss reinsurance treaties or other accounting conventions that have caused a mismatch of premiums, other income, loss or ALAE? Yes [ ] No [ X ]
- 11.2 If so, please explain.
- 
- 12.1 Have there been any major mergers or acquisitions, either with respect to an insurer or an agent, that had a material impact on operations or claims development? Yes [ ] No [ X ]
- 12.2 If so, please explain.
- 
- 13.1 Were any estimates or allocations used to complete this data request? Yes [ X ] No [ ]
- 13.2 If so, please explain the nature of the estimate or allocation, the assumptions made and the data used to support your assumptions. Allocations used to split IBNR between agent and direct office.
- 
14. Are there any especially significant events, coverage, retention or accounting changes which have occurred which must be considered when making an analysis of the information provided? Yes [ ] No [ X ]

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**  
**Allocated by States and Territories**

States, Etc.	1 Is Insurer Licensed ? (Yes or No)	2 Premium Rate (b)	Direct Premiums Written			6 Other Income	7 Direct Premiums Earned	8 Direct Losses Paid	9 Direct Losses Incurred	10 Direct Losses Unpaid	
			3 Direct Operations	Agency Operations							
				4 Non-affiliated Agencies	5 Affiliated Agencies						
1. Alabama	AL	NO									
2. Alaska	AK	NO									
3. Arizona	AZ	YES	AI								
4. Arkansas	AR	YES	R			8					
5. California	CA	YES	AI		485,042	591,116	9,331	84,843	255,576		
6. Colorado	CO	YES	AI			16,120					
7. Connecticut	CT	YES	R	137,913		128,490					
8. Delaware	DE	YES	R			4					
9. Dist. Columbia	DC	YES	R								
10. Florida	FL	YES	R		(347,377)	(295,612)	537,864	349,966	1,191,972		
11. Georgia	GA	YES	R		(28,664)	(24,904)	21,650	(106,986)	33,338		
12. Hawaii	HI	NO									
13. Idaho	ID	NO									
14. Illinois	IL	YES	R			33					
15. Indiana	IN	YES	R			589	10,068	4,876	6,026		
16. Iowa	IA	NO									
17. Kansas	KS	YES	AI			1,482					
18. Kentucky	KY	YES	R			16					
19. Louisiana	LA	YES	R			3					
20. Maine	ME	YES	R			3,920					
21. Maryland	MD	YES	R			1,995		(28,472)			
22. Massachusetts	MA	YES	R	93,129		85,302					
23. Michigan	MI	NO									
24. Minnesota	MN	YES	R								
25. Mississippi	MS	YES	R		(24,206)	(24,942)	128,977	74,697	71,093		
26. Missouri	MO	YES	R			24					
27. Montana	MT	YES	AI			2					
28. Nebraska	NE	YES	AI			4,725					
29. Nevada	NV	YES	AI			11,673	20,931	(473,729)	38,564		
30. New Hampshire	NH	YES	R			622	1,026	(11)			
31. New Jersey	NJ	YES	R			2,026		(13,736)			
32. New Mexico	NM	YES	AI								
33. New York	NY	YES	AI		(571,196)	(415,219)	362,298	1,256,931	1,071,237		
34. No. Carolina	NC	NO									
35. No. Dakota	ND	YES	R								
36. Ohio	OH	YES	R			1,072	105,405	148,905	80,905		
37. Oklahoma	OK	YES	R			16					
38. Oregon	OR	NO									
39. Pennsylvania	PA	YES	O		(150,256)	280	(147,133)				
40. Rhode Island	RI	NO									
41. So. Carolina	SC	YES	R			5		(2,266)			
42. So. Dakota	SD	NO									
43. Tennessee	TN	YES	AI		(36,654)	(17,172)	590,300	(285,245)	555,940		
44. Texas	TX	YES	AI			162					
45. Utah	UT	YES	AI			10,479		(1,145)			
46. Vermont	VT	YES	R			219					
47. Virginia	VA	NO									
48. Washington	WA	NO									
49. West Virginia	WV	NO									
50. Wisconsin	WI	YES	AI			234					
51. Wyoming	WY	YES	AI			954					
52. American Samoa	AS	NO									
53. Guam	GU	NO									
54. Puerto Rico	PR	NO									
55. U.S. Virgin Islands	VI	YES	AI			38					
56. Northern Mariana Islands	MP	NO									
57. Canada	CN	NO									
58. Aggregate Other Alien	OT	X X X	X X X								
59. Totals	(a) 39	X X X		231,042	(1,158,353)	485,042	280	(63,653)	1,787,850	1,008,628	3,304,651

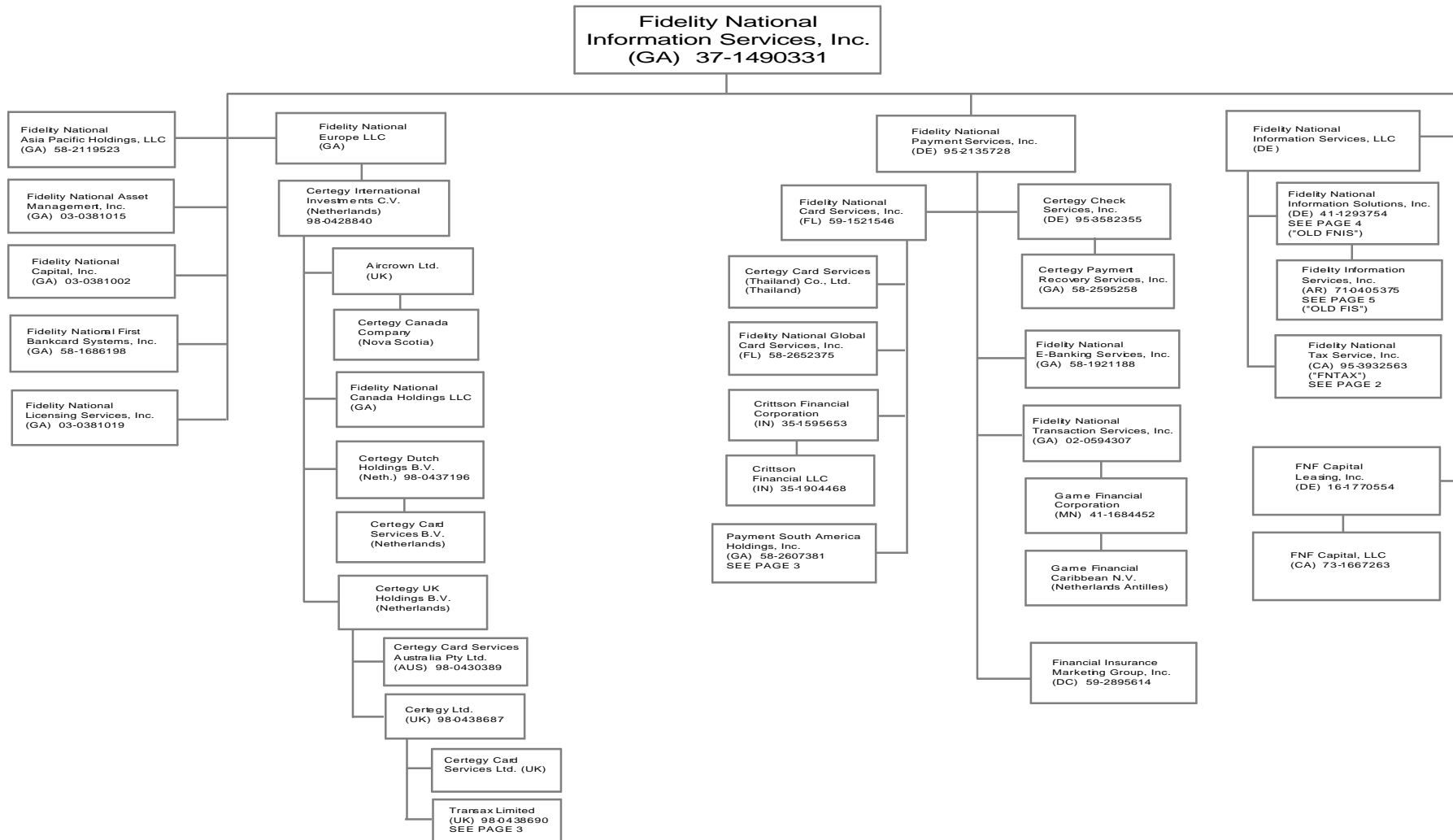
DETAILS OF WRITE-INS										
5801.		X X X								
5802.		X X X								
5803.		X X X								
5898. Summary of remaining write-ins for Line 58 from overflow page		X X X	X X X							
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)		X X X	X X X							

(a) Insert the number of yes responses except for Canada and Other Alien.

(b) Insert "AI" if gross all-inclusive rate; "R" if gross risk rate; "O" if other and indicate rate type utilized:

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

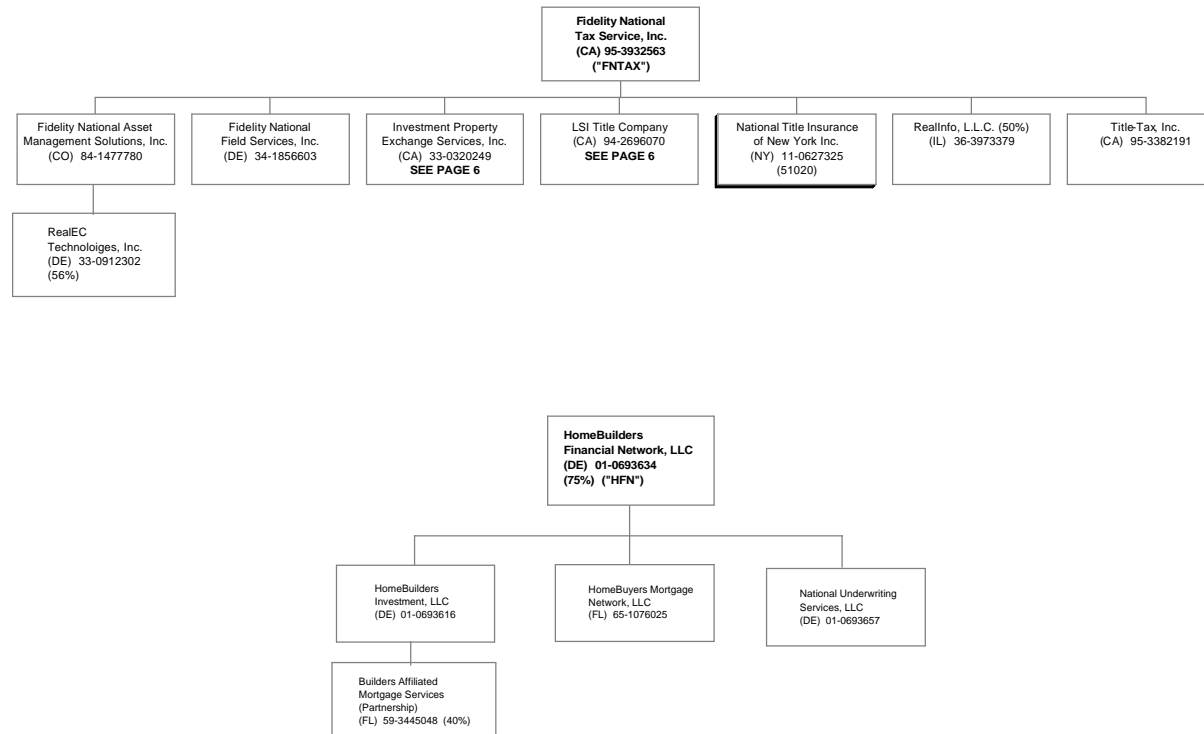
Page 1



Unless otherwise noted, all ownership is 100%.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

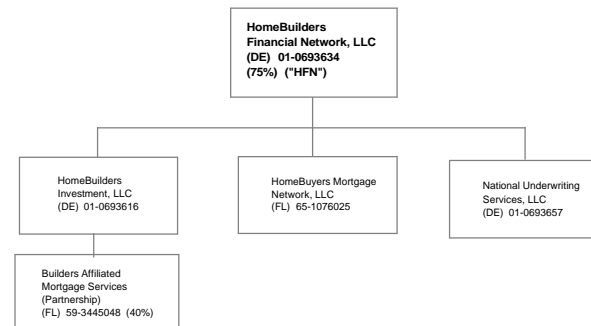
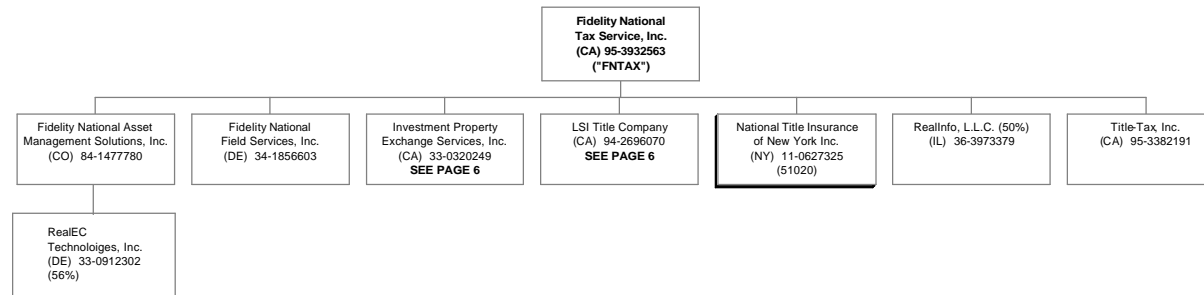
Page 2



Unless otherwise noted, all ownership is 100%.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

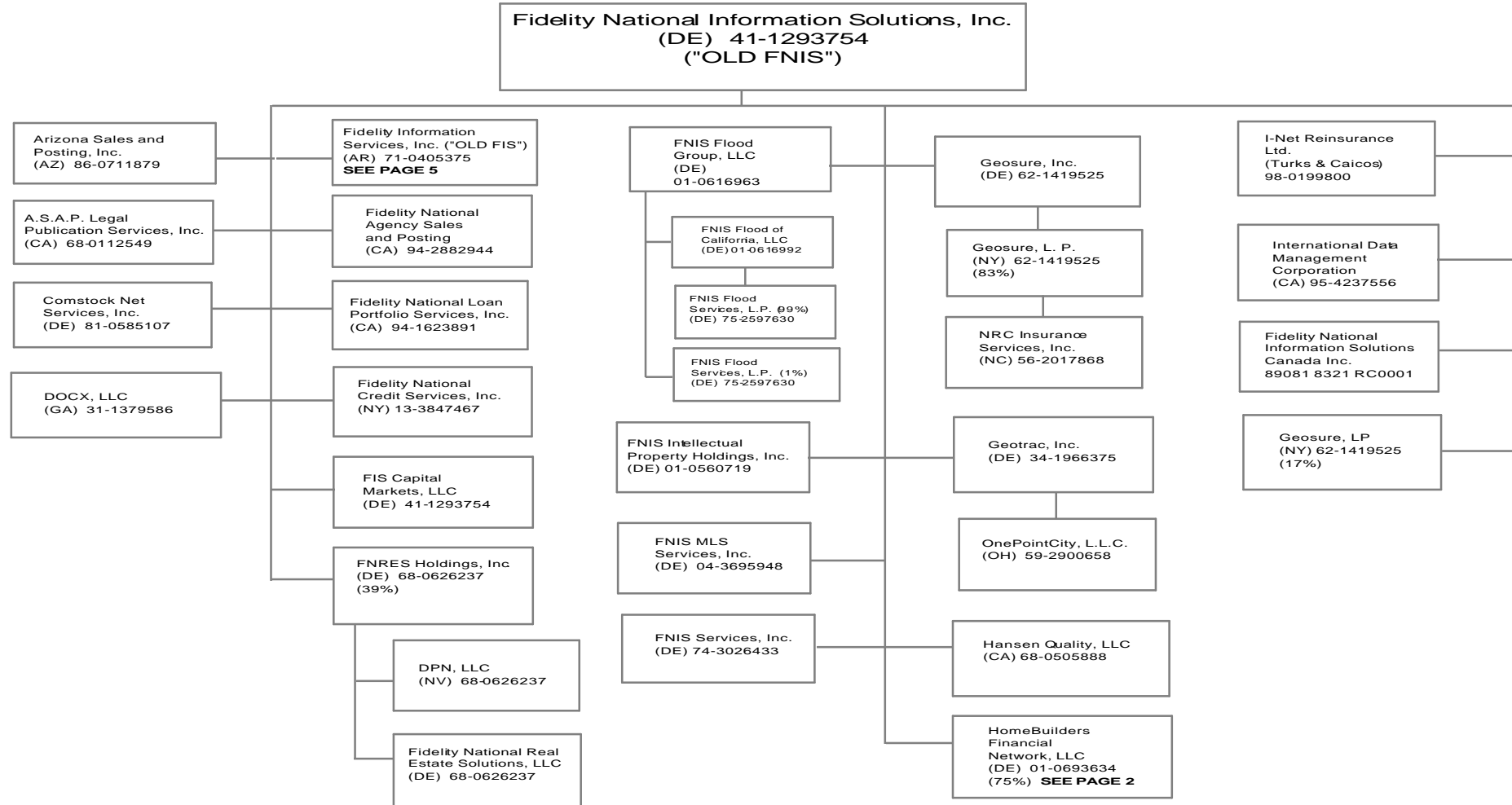
Page 2



Unless otherwise noted, all ownership is 100%.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

Page 4

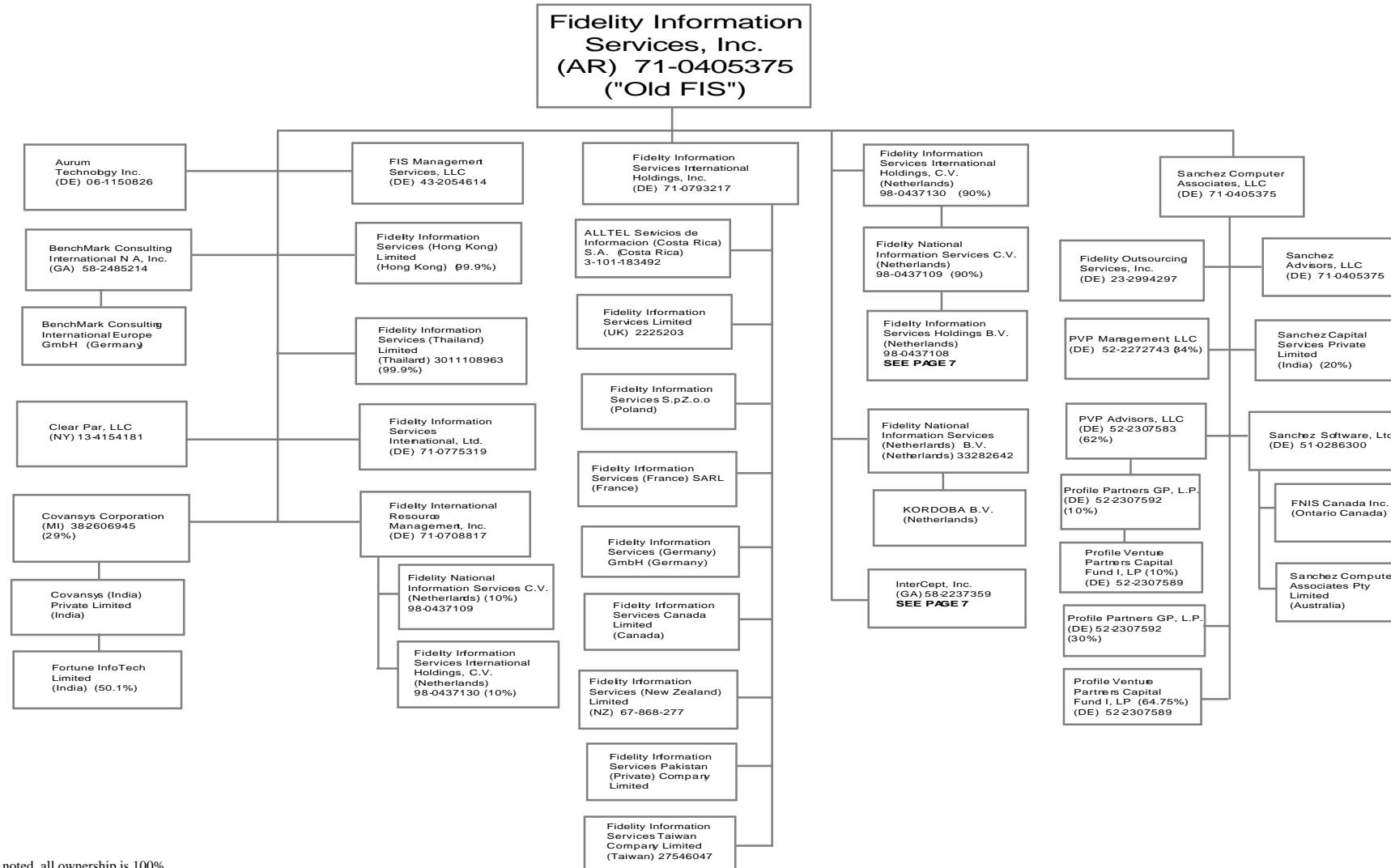


533

Unless otherwise noted, all ownership is 100%.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

Page 5

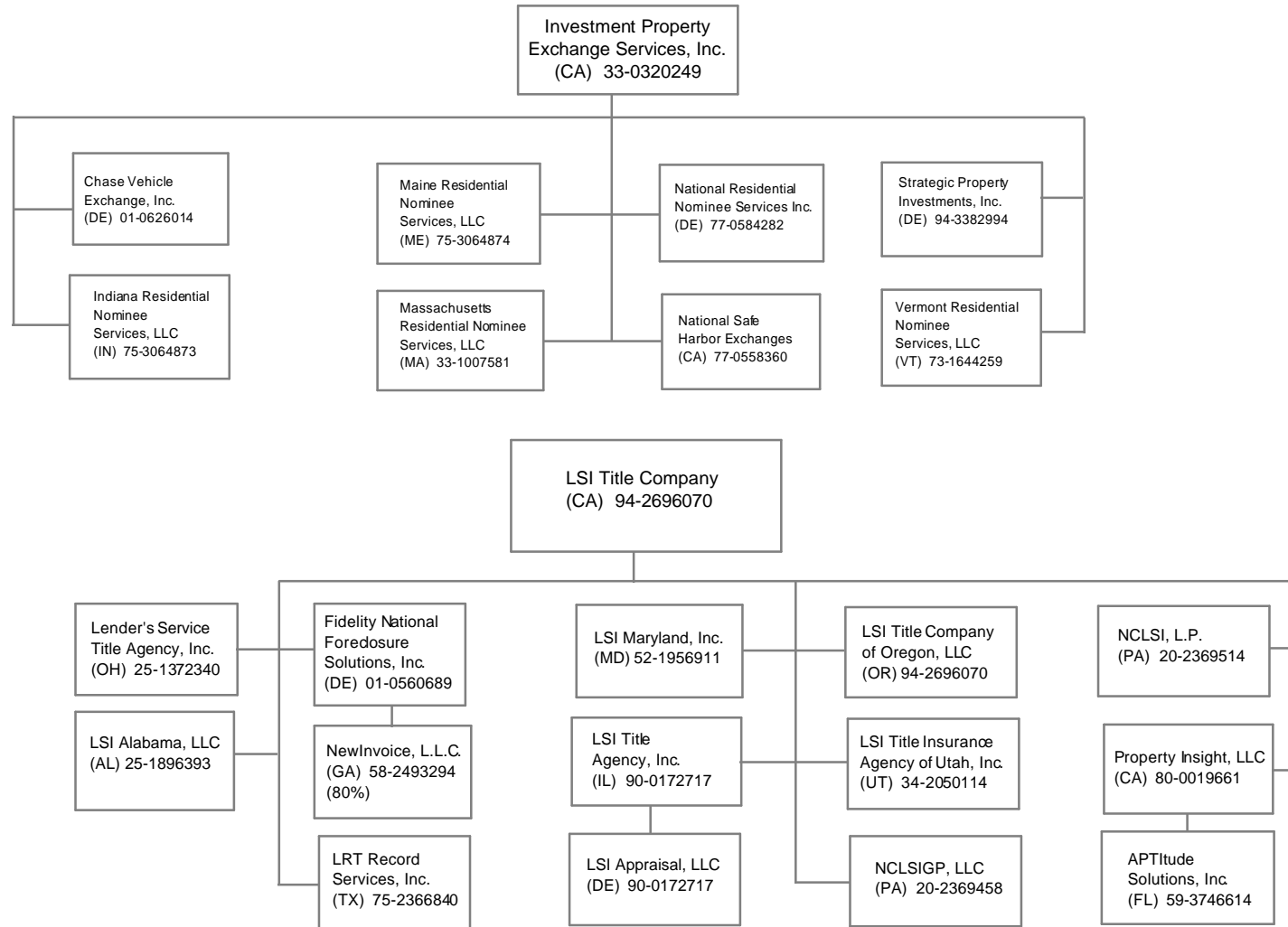


Unless otherwise noted, all ownership is 100%.

53-4

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

Page 6



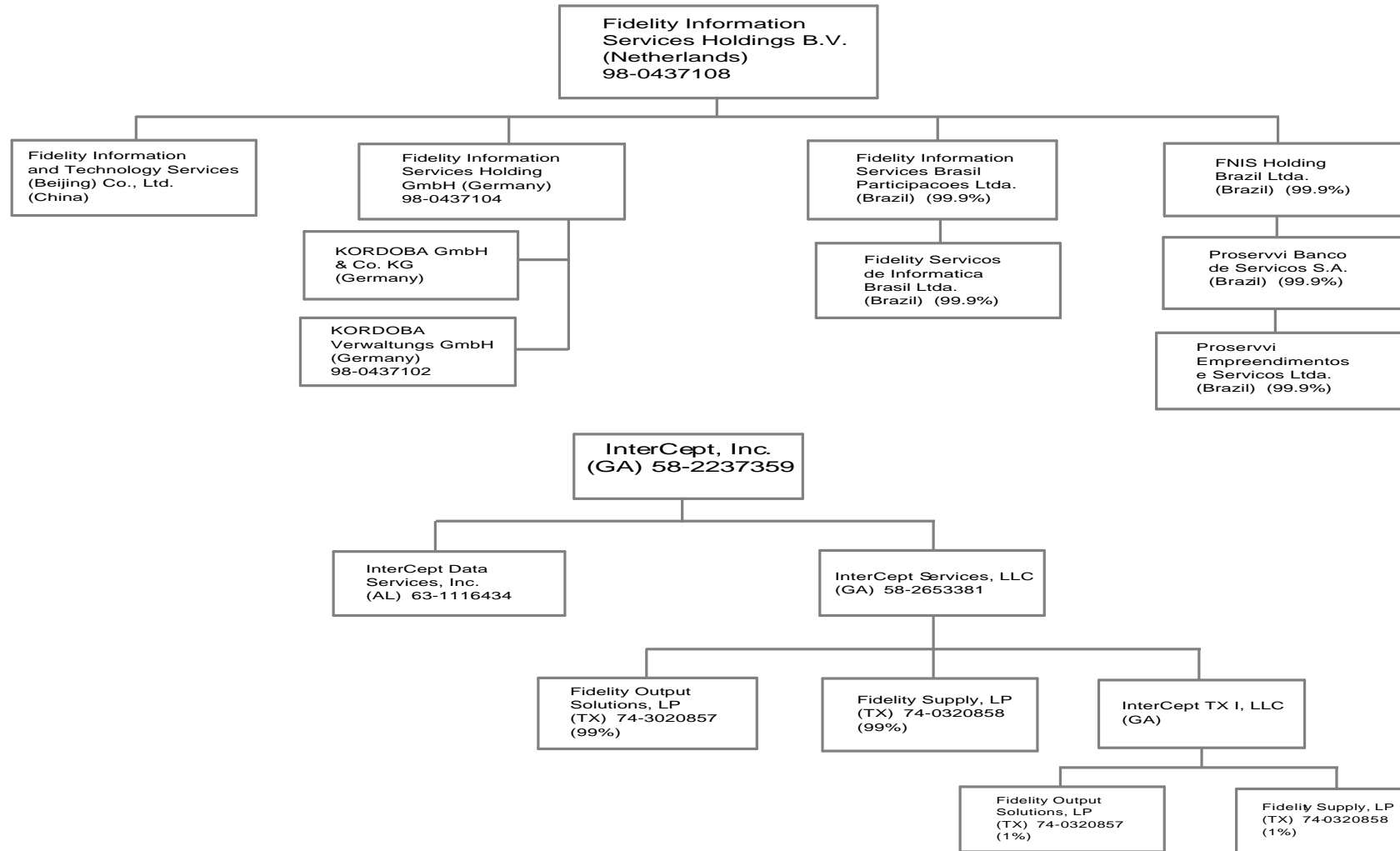
Unless otherwise noted, all ownership is 100%.

535



**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART**

Page 7



Unless otherwise noted, all ownership is 100%.

SCHEDULE Y

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
51586	86-0417131	Fidelity National Title Insurance Company	(99,728,149)		3,772,000		(333,664,643)	144,582		3,542,386	(425,933,824)	
51101	11-0907410	Nations Title Insurance of New York, Inc					(408,398)	2,350			(406,048)	
50598	74-0476580	Alamo Title Insurance	8,100,000				(8,806,351)	19,108		1,386,151	698,908	
51020	11-0627325	National Title Insurance of New York, Inc					(142,992)	429			(142,563)	
00000	36-0906930	Chicago Title and Trust Company	45,000,000				(64,000,210)	25,138		(5,862,158)	(24,837,230)	
50067	95-2410872	Ticor Title Insurance Company	(3,300,000)				(86,352,752)	(4,057)		4,902,769	(84,754,040)	
50229	36-2468956	Chicago Title Insurance Company	(51,851,950)				(535,205,580)	(299,141)		(5,797,782)	(593,154,453)	
50490	93-0585470	Chicago Title Insurance Company of Oregon	(5,500,000)				(16,921,497)				(22,421,497)	
50857	95-2216067	Security Union Title Insurance Company	(4,500,000)				(20,239,128)	98,343		2,154,907	(22,485,878)	
51535	59-1971665	Ticor Title Insurance Co of Florida	(14,200,000)				(25,408,658)	13,248			(39,595,410)	
25180	68-0266416	Fidelity National Insurance Company		(13,000,000)			(32,715,228)	14,610,884		(34,006,471)	(65,110,815)	(40,566,000)
16578	16-0986300	Fidelity National Property and Casualty Insurance Company					(41,434,991)	(9,389,776)		(8,162,051)	(58,986,818)	27,631,000
11523	81-0575473	Fidelity National Indemnity Insurance Company		13,000,000			(280,449)	(5,221,108)		(5,279,946)	2,218,497	12,935,000
00000	77-0554557	Fidelity National Insurance Services					43,531,396			47,448,468	90,979,864	
00000	36-3341513	Chicago Title Company	(45,000,000)								(45,000,000)	
00000	72-0957279	Baton Rouge Title	(2,000,000)								(2,000,000)	
00000	36-4176152	Real Estate Index	(1,000,000)								(1,000,000)	
00000	37-1362326	McLean Title	(2,000,000)								(2,000,000)	
00000	91-0759475	Chicago Title of Washington	(2,000,000)								(2,000,000)	
00000	86-0942121	Security Title Co of Phoenix	(24,000,000)								(24,000,000)	
00000	41-2154791	United Title of Nevada	(13,000,000)								(13,000,000)	
00000	14-1889418	Washington Title Co	(8,000,000)								(8,000,000)	
00000	77-0557476	Fidelity National Management Services LLC					731,153,242				731,153,242	
00000	36-4046975	LaSalle County	(391,690)								(391,690)	
00000	00-0000000	FNF Canada Company	(7,356,360)								(7,356,360)	
00000	20-4531740	Village Resorts LLC								19,182,520	19,182,520	
00000	91-0184935	Ticor Title Co of Washington (Commonwealth Title)	(1,700,000)								(1,700,000)	
00000	93-0567838	Ticor Title Co of Oregon (Key Title)	(16,000,000)								(16,000,000)	
00000	68-0021143	Fidelity National Home Warranty Co	(8,400,000)				(17,209,000)				(25,609,000)	
00000	33-0398759	Fidelity Asset Management Inc					21,743,215				21,743,215	
00000	95-3283219	Fidelity National Title Company			(3,772,000)						(3,772,000)	
00000	51-0432710	Fortuna Service Co LLC	(10,800,000)								(10,800,000)	
00000	75-2366835	UTC Capital Group	(5,500,000)								(5,500,000)	
00000	30-0019951	DFCU	(71,851)								(71,851)	
00000	74-1659903	Alamo Title Company	(15,000,000)								(15,000,000)	
00000	86-0450201	Rocky Mountain Support Services					205,543,067				205,543,067	
00000	86-0498599	Fidelity National Financial, Inc	8,400,000				180,818,957			(19,508,793)	169,710,164	
00000	16-1725106	Fidelity National Title Group Inc	279,800,000								279,800,000	
9999999	Control Totals								X X X			

5 4

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of **WAIVED** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

	<u>Response</u>
<b>MARCH FILING</b>	
1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? .....	Yes
2. Will an actuarial opinion be filed by March 1? .....	Yes
<b>APRIL FILING</b>	
3. Will Management's Discussion and Analysis be filed by April 1? .....	Yes
4. Will the Supplemental Schedule of Business Written by Agency be filed with the state of domicile by April 1? .....	Yes
5. Will the Supplemental Investment Risks Interrogatories be filed by April 1? .....	Yes
<b>JUNE FILING</b>	
6. Will an audited financial report be filed by June 1? .....	Yes

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

<b>MARCH FILING</b>	
7. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? .....	NO

**Explanation:**

**Bar code:**



51020200642000000

<b>NONE</b>	<b>Schedule A - Part 1</b>
<b>NONE</b>	<b>Schedule A - Part 2</b>
<b>NONE</b>	<b>Schedule A - Part 3</b>
<b>NONE</b>	<b>Schedule B - Part 1</b>
<b>NONE</b>	<b>Schedule B - Part 2</b>
<b>NONE</b>	<b>Schedule BA - Part 1</b>
<b>NONE</b>	<b>Schedule BA - Part 2</b>

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
3133XF-JF-4	FHLB NOTE 5.375% 05/18/16				1	247,986	102.72	256,798	250,000	248,056		70			5.375	5.557	MN	1,605	6,719	07/20/2006	05/18/2016
3128X3-K8-5	FHLMC NOTE 4.125% 11/18/09				1	299,344	97.80	293,388	300,000	299,605		126			4.125	4.217	MN	1,478	12,375	11/18/2004	11/18/2009
31359M-FL-2	FNMA NOTE 7.125% 03/15/07				1	562,545	100.38	501,875	500,000	504,413		(21,025)			7.125	2.826	MS	10,490	35,625	08/01/2004	03/15/2007
912827-4F-6	U.S. TREASURY 5.625% 05/15/08				1	319,060	100.91	302,742	300,000	307,848		(5,483)			5.625	3.685	MN	2,191	16,875	12/01/2004	05/15/2008
912827-6T-4	U.S. TREASURY 5% 02/15/11				1	26,161	101.25	25,313	25,000	25,898		(196)			5.000	4.086	FA	472	1,250	08/25/2005	02/15/2011
912827-3E-0	U.S. TREASURY 6.125% 08/15/07				1	258,400	100.63	231,456	230,000	235,001		(7,863)			6.125	2.600	FA	5,321	14,088	12/12/2003	08/15/2007
912827-2J-0	U.S. TREASURY 6.25% 02/15/07				1	975,516	100.14	901,233	900,000	903,624		(28,998)			6.250	2.967	FA	21,247	56,250	08/31/2004	02/15/2007
912827-5N-8	U.S. TREASURY 6% 08/15/09				1	327,738	103.02	309,060	300,000	314,522		(5,147)			6.000	4.077	FA	6,799	18,000	05/07/2004	08/15/2009
912827-7L-0	US TREASURY NOTE 4.875% 02/15/12				1	19,997	100.91	20,183	20,000	19,997					4.875	4.938	FA	368	488	04/12/2006	02/15/2012
912828-FF-2	US TREASURY NOTE 5.125% 05/15/16				1	805,000	103.00	824,032	800,000	804,824		(176)			5.125	5.107	MN	5,323	20,500	07/24/2006	05/15/2016
0199999	Subtotal - Issuer Obligations					3,841,747	X X X	3,666,080	3,625,000	3,663,788		(68,692)			X X X	X X X	X X X	55,294	182,170	X X X	X X X
0399999	Subtotals - U.S. Governments					3,841,747	X X X	3,666,080	3,625,000	3,663,788		(68,692)			X X X	X X X	X X X	55,294	182,170	X X X	X X X
059231-HS-2	BALTIMORE MD REV 5.5% 07/01/08				1FE	340,500	102.79	308,370	300,000	314,033		(9,090)			5.500	2.323	JJ	8,250	16,500	01/09/2004	07/01/2008
196454-FL-1	CO DEPT TRANS REV 5% 12/15/14				1FE	271,610	108.54	271,350	250,000	269,532		(2,062)			5.000	3.888	JD	556	12,500	12/28/2005	12/15/2014
199491-AN-1	COLUMBUS OHIO 6% 06/15/07				1FE	100,955	100.87	90,787	90,000	90,000		(4,764)			6.000	6.090	JD	240	5,400	01/13/2004	06/15/2007
249174-HD-8	DENVER CO CTY/CNTY SCH 5% 12/01/17			1	1FE	107,664	107.99	107,985	100,000	107,414		(250)			5.000	3.941	JD	417	2,500	09/08/2006	12/01/2017
262633-JM-3	DU PAGE CNTY ILL GO 5% 01/01/2010				1FE	336,906	103.74	311,208	300,000	319,267		(6,079)			5.000	2.774	JJ	7,500	15,000	01/08/2004	01/01/2010
365653-GW-8	GARFIELD CNTY CO SCH 5% 12/01/17			1	1FE	110,662	109.42	109,424	100,000	110,620		(42)			5.000	3.745	JD	236		12/06/2006	12/01/2017
392643-MK-5	GRN BAY WIS PUB SCH 5.625% 4/01/13			1	1FE	456,252	105.97	423,892	400,000	434,739		(10,068)			5.625	2.831	AO	5,625	22,500	10/29/2004	04/01/2013
455141-KD-2	IN TRANS AUTH HWY 5.25% 06/01/18			1	1FE	448,376	108.85	435,380	400,000	441,042		(5,622)			5.250	3.484	JD	1,750	21,000	09/09/2005	06/01/2018
546398-HK-7	LA PUB FACS AUTH REV VAR RT				1FE	200,000	100.00	200,000	200,000	200,000					3.820	3.856	MS	2,504		12/15/2006	12/01/2033
609566-S8-8	MONMOUTH CNTY NJ IMPT 5% 12/01/15				1FE	110,703	109.50	109,497	100,000	110,675		(28)			5.000	3.623	JD	139		12/07/2006	12/01/2015
60534Q-NM-9	MS DEV BANK SPL OBLIG 5% 01/01/16				1FE	108,124	108.13	108,128	100,000	107,960		(164)			5.000	3.980	JJ	1,111		09/22/2006	01/01/2016
68607D-GP-4	OR ST DEPT TRANSN HWY 5% 11/15/13				1FE	107,909	107.78	107,782	100,000	107,618		(291)			5.000	3.768	MN	639	2,097	09/13/2006	11/15/2013
796237-JF-3	SAN ANTONIO TX GO 5.25% 02/01/15			1	1FE	819,703	105.91	794,295	750,000	803,265		(11,973)			5.250	3.403	FA	16,406	39,375	12/28/2005	02/01/2015
79764E-EJ-1	SAN FRANCISCO CA GO 5% 06/15/15			1	1FE	183,337	107.65	183,012	170,000	181,945		(1,381)			5.000	3.929	JD	378	8,500	12/28/2005	06/15/2015
849089-DK-0	SPOKANE WA REGL WASTE 6.5% 1/01/09				1FE	233,078	105.21	210,412	200,000	213,857		(6,634)			6.500	2.930	JJ	6,500	13,000	01/08/2004	01/01/2009
914638-FH-9	UNIVERSITY NE FACS CORP 5% 7/15/15				1FE	108,862	108.90	108,900	100,000	108,612		(251)			5.000	3.845	JJ	1,889		09/15/2006	07/15/2015
1199999	Subtotal - Issuer Obligations					4,044,641	X X X	3,880,422	3,660,000	3,920,579		(58,699)			X X X	X X X	X X X	54,140	158,372	X X X	X X X
1799999	Subtotals - States, Territories and Possessions (Direct and Guaranteed)					4,044,641	X X X	3,880,422	3,660,000	3,920,579		(58,699)			X X X	X X X	X X X	54,140	158,372	X X X	X X X
02666Q-UW-1	AMER HONDA FIN CORP 4.5% 05/26/09				1FE	330,550	98.28	314,493	320,000	325,641		(2,203)			4.500	3.761	MN	1,440	14,400	09/20/2004	05/26/2009
06606H-D8-7	BANKBOSTON SUB 6.375% 4/15/08				1FE	287,200	101.28	253,190	250,000	260,343		(7,743)			6.375	3.103	AO	3,365	15,938	05/22/2003	04/15/2008
111021-AD-3	BRITISH TELECOMM 8.375% 12/15/10				2FE	344,187	111.60	306,903	275,000	314,003		(8,835)			8.375	4.476	JD	1,024	23,031	05/20/2003	12/15/2010
251529-AF-0	DEUTSCHE BK 7.5% 04/25/09				1FE	248,073	104.58	224,849	215,000	232,390		(7,045)			7.500	3.857	AO	2,956	16,125	09/20/2004	04/25/2009
25243E-AA-1	DIAGEO CAP PLC MTN 7.25% 11/1/09				1FE	308,275	103.13	257,813	250,000	277,118		(8,998)			7.250	3.241	MN	3,021	18,125	05/22/2003	11/01/2009
36962G-E7-5	GENERAL ELEC CAP CO 4.25% 12/01/10				1FE	51,468	96.75	48,377	50,000	50,899		(209)			4.250	3.788	JD	177	2,125	03/08/2004	12/01/2010
416515-AL-8	HARTFORD FINL SVCS 4.625% 07/15/13				1FE	121,705	95.44	119,294	125,000	122,149		360			4.625	5.102	JJ	2,666	5,781	10/04/2005	07/15/2013

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3 *	4 F o r e i g n	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 How Paid	19 Admitted Amount Due & Accrued	20 Gross Amt. Rec. During Year	21 Acquired	22 Maturity
404280-AA-7	HSBC HLDGS PLC 7.5% 7/15/09				1FE	306,898	105.39	263,470	250,000	274,923		(9,249)			7.500	3.399	JJ	8,646	18,750	05/22/2003	07/15/2009
59156R-AH-1	METLIFE INC 5.5% 06/15/14				1FE	154,721	100.26	150,386	150,000	154,165		(450)			5.500	5.112	JD	367	8,250	10/04/2005	06/15/2014
637432-CF-0	NATIONAL RURAL UTILS 5.75% 11/1/08				1FE	283,508	100.25	250,625	250,000	261,917		(6,223)			5.750	3.081	MN	2,396	14,375	05/22/2003	11/01/2008
3999999	Subtotal - Issuer Obligations					2,436,585	X X X	2,189,400	2,135,000	2,273,548		(50,595)			X X X	X X X	X X X	26,058	136,900	X X X	X X X
4599999	Subtotals - Industrial and Miscellaneous (Unaffiliated)					2,436,585	X X X	2,189,400	2,135,000	2,273,548		(50,595)			X X X	X X X	X X X	26,058	136,900	X X X	X X X
5499999	Total Bonds - Issuer Obligations					10,322,973	X X X	9,735,902	9,420,000	9,857,915		(177,986)			X X X	X X X	X X X	135,492	477,442	X X X	X X X
6099999	Total Bonds					10,322,973	X X X	9,735,902	9,420,000	9,857,915		(177,986)			X X X	X X X	X X X	135,492	477,442	X X X	X X X

E 0 8 . 1

**NONE**      **Schedule D - Part 2 - Section 1**

**NONE**      **Schedule D - Part 2 - Section 2**

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
3133XF-JF-4	FHLB NOTE 5.375% 05/18/16		07/20/2006	MORGAN STANLEY		247,986	250,000.00	2,352
912827-7L-0	US TREASURY NOTE 4.875% 02/15/12		04/12/2006	DEUTSCH		19,997	20,000.00	154
912828-FF-2	US TREASURY NOTE 5.125% 05/15/16		07/24/2006	VARIOUS		805,000	800,000.00	7,910
0399999	Subtotal - Bonds - U.S. Governments				X X X	1,072,983	1,070,000.00	10,416
249174-HD-8	DENVER CO CTY/CNTY SCH 5% 12/01/17		09/08/2006	Bank Of America		107,664	100,000.00	1,417
365653-GW-8	GARFIELD CNTY CO SCH 5% 12/01/17		12/06/2006	STIFEL		110,662	100,000.00	
546398-HK-7	LA PUB FACS AUTH REV VAR RT		12/15/2006	BNY CAPITAL MKTS		300,000	300,000.00	3,179
609566-S8-8	MONMOUTH CNTY NJ IMPT 5% 12/01/15		12/07/2006	RAYMOND JAMES & ASSOC		110,703	100,000.00	
60534Q-NM-9	MS DEV BANK SPL OBLIG 5% 01/01/16		09/22/2006	Ubs Warburg		108,124	100,000.00	
68607D-GP-4	OR ST DEPT TRANSN HWY 5% 11/15/13		09/13/2006	MORGAN STANLEY		107,909	100,000.00	1,306
914638-FH-9	UNIVERSITY NE FACS CORP 5% 7/15/15		09/15/2006	RBC Dominion Securities		108,862	100,000.00	486
1799999	Subtotal - Bonds - States, Territories and Possessions				X X X	953,924	900,000.00	6,388
6099997	Subtotal - Bonds - Part 3				X X X	2,026,907	1,970,000.00	16,804
6099998	Summary Item from Part 5 for Bonds				X X X	2,100,000	2,100,000.00	3,456
6099999	Total - Bonds				X X X	4,126,907	4,070,000.00	20,260
7499999	Totals					4,126,907	X X X	20,260

E 1 1



**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.						
3134A4-GK-4	FHLMC NOTE 5.5% 07/15/06		07/15/2006	MATURITY		500,000	500,000.00	540,820	508,168		(8,168)		(8,168)		500,000				27,500	07/15/2006
0399999	Subtotal - Bonds - U.S. Governments				X X X	500,000	500,000.00	540,820	508,168		(8,168)		(8,168)		500,000				27,500	X X X
199491-AN-1	COLUMBUS OHIO 6% 06/15/07		06/15/2006	CALLED @ 100.00000000		35,000	35,000.00	39,260	36,853		(1,853)		(1,853)		35,000				1,050	06/15/2007
432342-BU-6	HILLSBGH CNTY FL WASTE 5% 09/01/06		09/01/2006	MATURITY		500,000	500,000.00	530,235	510,394		(10,394)		(10,394)		500,000				25,000	09/01/2006
546398-HK-7	LA PUB FACS AUTH REV VAR RT		12/21/2006	BNY CAPITAL MKTS		100,000	100,000.00	100,000	100,000						100,000				1,122	12/01/2033
1799999	Subtotal - Bonds - States, Territories and Possessions				X X X	635,000	635,000.00	669,495	647,247		(12,247)		(12,247)		635,000				27,172	X X X
41011W-AL-4	HANCOCK JOHN 5.625% 6/27/06		06/27/2006	MATURITY		100,000	100,000.00	106,752	101,326		(1,326)		(1,326)		100,000				2,813	06/27/2006
428236-AE-3	HEWLETT PACKARD CO 5.75% 12/15/06		12/15/2006	MATURITY		200,000	200,000.00	214,962	204,864		(4,864)		(4,864)		200,000				11,500	12/15/2006
694032-AY-9	PACIFIC BELL 5.875% 2/15/06		02/15/2006	MATURITY		200,000	200,000.00	205,528	200,212		(212)		(212)		200,000				5,875	02/15/2006
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	500,000	500,000.00	527,242	506,402		(6,402)		(6,402)		500,000				20,188	X X X
6099997	Subtotal - Bonds - Part 4				X X X	1,635,000	1,635,000.00	1,737,557	1,661,817		(26,817)		(26,817)		1,635,000				74,860	X X X
6099998	Summary Item from Part 5 for Bonds				X X X	2,100,000	2,100,000.00	2,100,000	X X X						2,100,000				10,176	X X X
6099999	Total - Bonds				X X X	3,735,000	3,735,000.00	3,837,557	1,661,817		(26,817)		(26,817)		3,735,000				85,036	X X X
7499999	Totals					3,735,000	X X X	3,837,557	1,661,817		(26,817)		(26,817)		3,735,000				85,036	X X X

E 1 2

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identi- fication	Description	For e i g n	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consid- eration	Book/ Adjusted Carrying Value At Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
052398-DN-1	AUSTIN TEX ARPT SYS REV VAR RT		08/16/2006	MORGAN STANLEY	09/13/2006	MORGAN STANLEY	100,000.000	100,000	100,000	100,000									555	271
13033E-8U-0	CA HSG FIN AGY REV VAR RT		02/16/2006	MERRILL LYNCH	07/25/2006	MERRILL LYNCH	100,000.000	100,000	100,000	100,000									1,658	130
41315R-FU-3	HARRIS CNTY TX HEALTH FACS VAR RT		06/27/2006	CITIGROUP INC.	07/17/2006	CITIGROUP INC.	100,000.000	100,000	100,000	100,000									220	
45200B-QF-8	ILLINOIS FIN AUTH REV VAR RT		02/15/2006	MERRILL LYNCH	07/21/2006	MERRILL LYNCH	200,000.000	200,000	200,000	200,000									3,172	236
644614-FQ-7	NH HEALTH & ED FACS REV VAR RT		12/14/2006	BNY CAPITAL MKTS	12/19/2006	BNY CAPITAL MKTS	100,000.000	100,000	100,000	100,000										132
665444-GN-9	NORTHERN MUN PWR 01/01/21 VAR RT		09/01/2006	MORGAN STANLEY	10/05/2006	MORGAN STANLEY	500,000.000	500,000	500,000	500,000									1,371	
677660-QZ-8	OH ST WTR DEV AUTH POLLU VAR RT		10/11/2006	MORGAN STANLEY	12/13/2006	CALLED @ 100.0000	200,000.000	200,000	200,000	200,000									1,410	140
735240-VZ-3	PORTLAND OR ARPT REV VAR RT		07/18/2006	BNY CAPITAL MKTS	07/25/2006	BNY CAPITAL MKTS	100,000.000	100,000	100,000	100,000									342	267
786107-HC-9	SACRAMENTO CNTY CA ARPT VAR RT		06/01/2006	MORGAN STANLEY	07/21/2006	MORGAN STANLEY	100,000.000	100,000	100,000	100,000									779	286
92428C-ER-1	VERMONT ST STU ASSIST EDU VAR RT		07/17/2006	BNY CAPITAL MKTS	07/25/2006	BNY CAPITAL MKTS	600,000.000	600,000	600,000	600,000									669	1,994
1799999	Subtotal - Bonds - States, Territories and Possessions						2,100,000.000	2,100,000	2,100,000	2,100,000									10,176	3,456
6099998	Subtotal - Bonds						2,100,000.000	2,100,000	2,100,000	2,100,000									10,176	3,456
7499999	Totals						X X X	2,100,000	2,100,000	2,100,000									10,176	3,456

E 1 3

**SCHEDULE D - PART 6 - SECTION 1**  
**Valuation of Shares of Subsidiary, Controlled or Affiliated Companies**

1 CUSIP Identifi- cation	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 F o r e i g n	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book/ Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
<b>NONE</b>									

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 0
2. Total amount of intangible assets nonadmitted \$ 0

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identifi- cation	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
<b>NONE</b>					

### SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 Description	Codes		4 Date Acquired	5 Name of Vendor	6 Maturity Date	7 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				12 Par Value	13 Actual Cost	Interest					20 Paid for Accrued Interest	
	2 Code	3 F o r e i g n					8 Unrealized Valuation Increase/ (Decrease)	9 Current Year's (Amort- ization)/ Accretion	10 Current Year's Other Than Temporary Impairment Recognized	11 Total Foreign Exchange Change in B./A.C.V.			14 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	15 Non-Admitted Due and Accrued	16 Rate of	17 Effective Rate of	18 How Paid		19 Gross Amount Received
BLACKROCK TEMP CASH			12/01/2006	Undefined	12/31/2007	4,953,046					4,953,046							196,256	
JP MORGAN PRIME MMF/PREMIER FU			12/15/2006	Undefined	12/31/2007	99,694					99,694							436	
8099999 Subtotal - Class One Money Market Mutual Funds						5,052,740					X X X	5,052,740			X X X	X X X	X X X	196,692	
8299999 Totals						5,052,740					X X X	5,052,740			X X X	X X X	X X X	196,692	

E 1 5

- NONE**      **Schedule DB - Part A - Section 1 and 2**
- NONE**      **Schedule DB - Part A - Section 3 and Part B - Section 1**
- NONE**      **Schedule DB - Part B - Section 2 and 3**
- NONE**      **Schedule DB - Part C - Section 1 and 2**
- NONE**      **Schedule DB - Part C - Section 3 and Part D - Section 1**
- NONE**      **Schedule DB - Part D - Section 2 and 3**
- NONE**      **Schedule DB - Part E - Section 1**

**SCHEDULE E - PART 1 - CASH**

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
OPEN DEPOSITORIES						
Union Bank Los Angeles CA					332,876	
Bank of the West Los Angeles CA					657,773	
Central Valley Community Clovis CA					667,269	
Bank of America Los Angeles CA					336,334	
0199998 Deposits in 2 depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories.	X X X	X X X	506		149,542	X X X
0199999 Totals-Open Depositories	X X X	X X X	506		2,143,794	X X X
SUSPENDED DEPOSITORIES						
0299998 Deposits in 0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories.	X X X	X X X				X X X
0299999 Totals - Suspended Depositories	X X X	X X X				X X X
0399999 Total Cash on Deposit	X X X	X X X	506		2,143,794	X X X
0499999 Cash in Company's Office	X X X	X X X	X X X	X X X		X X X
0599999 Total Cash	X X X	X X X	506		2,143,794	X X X

**TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR**

1. January	1,608,436	4. April	1,440,226	7. July	1,769,750	10. October	1,969,672
2. February	1,646,012	5. May	1,609,400	8. August	2,233,665	11. November	2,163,759
3. March	1,686,704	6. June	1,634,052	9. September	1,943,233	12. December	2,143,794

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Gross Investment Income
<b>NONE</b>								

E 2 4

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits with the State of Domicile For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR	B RSD BY INS CODE 26-63-206			60,530	60,225
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL	B RSD			122,609	120,760
11. Georgia	GA	B RSD BY INS CODE 33-3-8			25,898	25,313
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL	B RSD			1,052,950	1,056,809
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA	B RSD BY INS CODE 22:1021			19,997	20,183
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM	B RSD BY INS CODE 59A-5-18			112,392	110,696
33. New York	NY	B RSD	1,006,240	1,002,147		
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC	B RSD BY INS CODE 38-96-80			181,589	180,675
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Alien and Other	OT	X X X	X X X			
59. Total	X X X	X X X	1,006,240	1,002,147	1,575,965	1,574,661

DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898. Summary of remaining write-ins for Line 58 from overflow page	X X X	X X X				
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)	X X X	X X X				