

**ANNUAL STATEMENT**

OF THE

**Alliance Title of America, Inc.**

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of **Tampa**

in the state of **Florida**

TO THE

**Insurance Department**

OF THE

**STATE OF Florida**

**FOR THE YEAR ENDED**

**December 31, 2007**

TITLE

**2007**



50035200720100100

**ANNUAL STATEMENT**

For the Year Ended December 31, 2007

OF THE CONDITION AND AFFAIRS OF THE

**Alliance Title of America, Inc.**

NAIC Group Code 0340 0340 NAIC Company Code 50035 Employer's ID Number 65-0685696  
(Current Period) (Prior Period)

Organized under the Laws of Florida, State of Domicile or Port of Entry Florida

Country of Domicile United States of America

Incorporated/Organized: August 14, 1996 Commenced Business: July 23, 1997

Statutory Home Office: 3401 W. Cypress St. 2nd Floor Tampa, FL 33607  
(Street and Number) (City, State and Zip Code)

Main Administrative Office: 3401 W. Cypress St. 2nd Floor Tampa, FL 33607 813-876-0619  
(Street and Number) (City, State and Zip Code) (Area Code)(Telephone Number)

Mail Address: 3401 W. Cypress St. 2nd Floor Tampa, FL 33607  
(Street and Number) (City, State and Zip Code)

Primary Location of Books and Records: 3401 W. Cypress St. 2nd Floor Tampa, FL 33607 813-876-0619  
(Street and Number) (City, State and Zip Code) (Area Code)(Telephone Number)

Internet Website Address: n/a

Statutory Statement Contact: Donald Kuebler Mosby 813-876-0619 N/A  
(Name) (Area Code)(Telephone Number)(Extension)  
dmosby@stewart.com 813-871-2276  
(E-Mail Address) (Fax Number)

**OFFICERS**

	Name	Title
1.	<u>Harold Eugene Hickman</u>	<u>President</u>
2.	<u>Kevin D. Thomas</u>	<u>Secretary</u>
3.	<u>Kurt Blass</u>	<u>Treasurer</u>

**Vice-Presidents**

Name	Title	Name	Title
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

**DIRECTORS OR TRUSTEES**

<u>Donald K. Mosby</u>	<u>Nita Broussard Hanks</u>	<u>Harold Eugene Hickman</u>	<u>Kevin D. Thomas</u>
<u>Kurt Blass</u>	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

State of Florida  
 County of Hillsborough 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) <u>Harold Eugene Hickman</u> (Printed Name) 1. President (Title)	_____ (Signature) <u>Kevin D. Thomas</u> (Printed Name) 2. Secretary (Title)	_____ (Signature) <u>Kurt Blass</u> (Printed Name) 3. Treasurer (Title)
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Subscribed and sworn to before me this \_\_\_\_\_ day of February, 2008

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)				
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 (\$ 515,146, Schedule E-Part 1), cash equivalents (\$ 0 Schedule E-Part 2) and short-term investments (\$ 3,185,222, Schedule DA)	3,700,368		3,700,368	3,721,143
6. Contract loans (including \$ 0 premium notes)				
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)	3,700,368		3,700,368	3,721,143
11. Title plants less \$ 0 charged off (for Title insurers only)				
12. Investment income due and accrued	2,790		2,790	2,655
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection				
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	24,261	20,094	4,167	5,365
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				
22. Health care (\$ 0 ) and other amounts receivable				
23. Aggregate write-ins for other than invested assets				
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	3,727,419	20,094	3,707,325	3,729,163
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	3,727,419	20,094	3,707,325	3,729,163

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.				
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)				

<b>LIABILITIES, SURPLUS AND OTHER FUNDS</b>	1 Current Year	2 Prior Year
1. Known claims reserve (Part 2B, Line 3, Col. 4)	52,774	53,778
2. Statutory premium reserve (Part 1B, Line 2.5, Col. 1)	283,953	337,844
3. Aggregate of other reserves required by law		
4. Supplemental reserve (Part 2B, Col. 4, Line 12)	241,047	328,156
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)		8,015
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	3,037	3,037
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	18,846	12,376
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		
19. Payable for securities		
20. Aggregate write-ins for other liabilities	5	375
21. Total liabilities (Lines 1 through 20)	599,662	743,581
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	15,425	15,425
24. Preferred capital stock	5,150	5,150
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	3,586,230	3,586,230
28. Unassigned funds (surplus)	354,101	232,020
29. Less treasury stock, at cost:		
29.1           210 shares common (value included in Line 23 \$ 1,050 )	137,543	137,543
29.2           470 shares preferred (value included in Line 24 \$ 2,350 )	715,700	715,700
30. Surplus as regards policyholders (Lines 22 to 28 less 29)(Page 4, Line 32)	3,107,663	2,985,582
31. Totals (Page 2, Line 26, Col. 3)	3,707,325	3,729,163

<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. Reinsurance Payable-Affiliate	5	375
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)	5	375
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 Current Year	2 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)	54,338	70,829
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)		
2. Aggregate write-ins for other operating income		
3. Total Operating Income (Lines 1 through 2)	54,338	70,829
<b>DEDUCT:</b>		
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)	66,580	60,972
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)	117,344	338,055
6. Aggregate write-ins for other operating deductions		
7. Total Operating Deductions	183,924	399,027
8. Net operating gain or (loss) (Lines 3 minus 7)	(129,586)	(328,198)
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	172,226	166,971
10. Net realized capital gains (losses) less capital gains tax of \$ 0 (Exhibit of Capital Gains (Losses))		(1,150)
11. Net investment gain (loss) (Lines 9 + 10)	172,226	165,821
<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)	42,640	(162,377)
14. Federal and foreign income taxes incurred	6,471	(58,237)
15. Net income (Lines 13 minus 14)	36,169	(104,140)
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)	2,985,582	3,003,220
17. Net income (from Line 15)	36,169	(104,140)
18. Change in 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	(5,218)	(5,966)
21. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)	4,020	53,521
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)	87,110	38,947
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		
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		
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)	122,081	(17,638)
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)	3,107,663	2,985,582

<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. ....		
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)		

## CASH FLOW

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance	447	770
2. Net investment income	172,091	166,901
3. Miscellaneous income		
4. Total (Lines 1 through 3)	172,538	167,671
5. Benefit and loss related payments	67,583	61,814
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	125,359	285,500
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	1	
10. Total (Lines 5 through 9)	192,943	347,314
11. Net cash from operations (Line 4 minus Line 10)	(20,405)	(179,643)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds		77,858
12.2 Stocks		
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		
12.8 Total investment proceeds (Lines 12.1 to 12.7)		77,858
13. Cost of investments acquired (long-term only):		
13.1 Bonds		
13.2 Stocks		
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)		
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)		77,858
<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		
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)	(370)	381
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(370)	381
<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)	(20,775)	(101,404)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	3,721,143	3,822,547
19.2 End of year (Line 18 plus Line 19.1)	3,700,368	3,721,143

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	Agency Operations		4 Current Year Total (Cols. 1 + 2 + 3)	5 Prior Year Total
		2 Direct Operations	3 Non-Affiliated Agency Operations		
1. Direct premiums written		1,196		1,196	1,575
2. Escrow and settlement service charges		X X X	X X X		
3. Other title fees and service charges (Part 1C, Line 5)		X X X	X X X		
4. Totals (Lines 1 + 2 + 3)		1,196		1,196	1,575

### PART 1B - PREMIUMS EARNED EXHIBIT

	1 Current Year	2 Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	1,196	1,575
1.2 Assumed		
1.3 Ceded	749	805
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	447	770
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	337,844	407,897
2.2 Additions during the current year	25	237
2.3 Withdrawals during the current year	53,916	70,296
2.4 Other adjustments to statutory premium reserves		6
2.5 Balance at December 31 current year	283,953	337,844
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	54,338	70,829

### 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		
5. Totals		

DETAILS OF WRITE-INS		
0401.		
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)		

**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 .....		67,583		67,583	75,538
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage .....					
3. Total (Line 1 plus Line 2) .....		67,583		67,583	75,538
4. Deduct: Recovered during year from reinsurance .....					13,724
5. Net payments (Line 3 minus Line 4) .....		67,583		67,583	61,814
6. Known claims reserve - current year (Page 3, Line 1, Column 1) .....		52,774		52,774	53,778
7. Known claims reserve - prior year (Page 3, Line 1, Column 2) .....		53,778		53,778	54,620
8. Losses and allocated Loss Adjustment Expenses incurred (Ln 5 + Ln 6 - Ln 7) .....		66,579		66,579	60,972
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5) .....					
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9) .....		66,579		66,579	60,972



**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)		52,774		52,774	53,778
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)		52,774		52,774	53,778
4. Incurred But Not Reported:					
4.1 Direct (Schedule P, Part 1, Line 12, Col. 20)		470,000		470,000	566,000
4.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 21)					
4.3 Reinsurance ceded (Schedule P, Part 1, Line 12, Col. 22)		20,000		20,000	25,000
4.4 Net incurred but not reported		450,000		450,000	541,000
5. Unallocated LAE reserve (Schedule P, Part 1, Line 12, Col. 23)	X X X	X X X	X X X	75,000	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	577,774	X X X
8. Statutory premium reserve at year end	X X X	X X X	X X X	283,953	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	241,047	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	241,047	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									
1.2 Employee relations and welfare									
1.3 Payroll taxes									
1.4 Other personnel costs									
1.5 Total personnel costs									
2. Amounts paid to or retained by title agents		838		838			838	1,103	
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts									
3.2 Surveys									
3.3 Other									
4. Advertising									
5. Boards, bureaus and associations		3,009		3,009			3,009	2,306	
6. Title plant rent and maintenance									
7. Claim adjustment services									
8. Amounts charged off, net of recoveries		(4,553)		(4,553)			(4,553)	42,760	
9. Marketing and promotional expenses									
10. Insurance									
11. Directors' fees									
12. Travel and travel items									
13. Rent and rent items								4,245	
14. Equipment									
15. Cost or depreciation of EDP equipment and software		2,300		2,300			2,300	2,300	
16. Printing, stationery, books and periodicals		3,666		3,666			3,666	2,091	
17. Postage, telephone, messengers and express								132	
18. Legal and auditing		99,830		99,830			99,830	63,865	
19. Totals (Lines 1.5 to 18)		105,090		105,090			105,090	118,802	
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes		3,978		3,978			3,978		
20.2 Insurance department licenses and fees		2,588		2,588			2,588	213,447	
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)								2,005	
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)		6,566		6,566			6,566	215,452	
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for miscellaneous expenses		5,688		5,688			5,688	3,801	
24. Total expenses incurred (Lines 19 + 20.5 + 21 + 22 + 23)		117,344		117,344			(a) 117,344	338,055	
25. Less unpaid expenses - current year								8,015	
26. Add unpaid expenses - prior year		8,015		8,015			8,015	3,037	
27. TOTAL EXPENSES PAID (Lines 24 - 25 + 26)		125,359		125,359			125,359	333,077	
<b>DETAILS OF WRITE-INS</b>									
2301. Consulting and other professional services		976		976			976	1,719	
2302. Miscellaneous		4,712		4,712			4,712	2,082	
2303. Penalty									
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)		5,688		5,688			5,688	3,801	

(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)		54,338		54,338		54,338	70,823
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)							
2. Aggregate write-ins for other operating income							
3. Total Operating Income (Lines 1.1 through 1.3 + 2)		54,338		54,338		54,338	70,823
DEDUCT:							
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		66,579		66,579		66,579	60,972
5. Operating expenses incurred (Part 3, Line 24, Cols. 1 to 3 + 6)		117,344		117,344		117,344	338,049
6. Aggregate write-ins for other operating deductions							
7. Total Operating Deductions (Lines 4 + 5 + 6)		183,923		183,923		183,923	399,021
8. Net operating gain or (loss) (Lines 3 minus 7)		(129,585)		(129,585)		(129,585)	(328,198)
<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)	
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a)	
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) 172,091	172,226
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	172,091	172,226

11. Investment expenses		(g)
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
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)		
17. Net investment income (Line 10 minus Line 16)		172,226

DETAILS OF WRITE-INS			
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 \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 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 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
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)					
10. Total capital gains (losses)					

DETAILS OF WRITE-INS					
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)					

**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			
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	20,094	24,114	4,020
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets			
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivables from parent, subsidiaries and affiliates			
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets			
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	20,094	24,114	4,020
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Lines 24 and 25)	20,094	24,114	4,020

<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.			
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)			

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## NOTES TO FINANCIAL STATEMENTS

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### 1. Summary of Significant Accounting Policies

#### A. Accounting Practices

The financial statements of Alliance Title of America, Inc. are presented on the basis of accounting practices prescribed or permitted by the Florida Department of Insurance (“the Department”). The Department recognizes only statutory accounting practices prescribed or permitted by the State of Florida for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Florida Insurance Law. The National Association of Insurance Commissioners’ (“NAIC”) *Accounting Practices and Procedures* manual, effective January 1, 2001, (“NAIC SAP”) has been adopted as a component of prescribed or permitted practices by the State of Florida. The state adopted the NAIC SAP without modification or exceptions to the best of the Company’s knowledge or belief.

#### 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

Cash on Deposit and Short-term Investments - For purposes of the statement of cash flows, statutory accounting principles consider all debt instruments with a maturity of one year or less at the date of purchase to be short-term investments. Short-term investments are stated at cost.

Debt securities (Bonds) – None

Basis of Valuation of Invested Assets – None

Equipment – None

Policy Acquisition Costs – Commissions and other costs of acquiring title insurance are expensed when incurred. The Department promulgates a commission rate of no more than 70% to producing agents.

Insurance Liabilities – The liability for known claim reserves includes amounts determined from loss reports and individual cases. The supplemental reserve is established for incurred but not reported losses. The Company utilizes the findings of an independent actuary. Such liabilities are necessarily based on estimates, and while management believes that the amount is adequate, the ultimate liability may be in excess of or less than the amounts provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed, and any adjustments are reflected in the statutory financial statements in accordance with NAIC SAP.

Reinsurance – Reinsurance premiums, expense reimbursements, and reserves related to reinsured policies are accounted for on a basis consistent with those used in accounting for the original policies issued and the terms of the reinsurance contracts. Premiums ceded to other companies have been reported as a reduction of premium income. Amounts applicable to reinsurance ceded for loss and loss adjustment expense reserves have been reported as reductions of those items.

Recognition of Premium Revenues – Premium revenue is recognized on the effective date of the policy. The Department requires insurers domiciled in Florida to maintain a statutory premium reserve equal to 30 cents per \$1,000 of retained net liability on each title policy. The reserve is amortized over a period of 20 subsequent years using a predefined percentage of amortization for each year.

Income Taxes – Income tax provisions are based on net income reported for statutory accounting purposes. Income taxes vary from statutory rates due to the discounting of the statutory premium reserve.

### 2. Accounting Changes and Correction of Errors

#### A. None

#### B. Initial Implementation of Codification

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Florida. Effective January 1, 2001, the State of Florida required that insurance companies domiciled in the State of Florida prepare their statutory basis financial statements in accordance with the NAIC *Accounting Practices and Procedures* manual effective January 1, 2000 subject to any deviations prescribed or permitted by the State of Florida insurance commissioner.

### 3. Business Combinations and Goodwill – N/A

### 4. Discontinued Operations – N/A

### 5. Investments

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**NOTES TO FINANCIAL STATEMENTS**


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- A. Mortgage Loans – N/A  
 B. Debt Restructuring – N/A  
 C. Reverse Mortgages – N/A  
 D. Loan-backed Securities  
     (1) The election to use cost or book value for securities as of January 1, 1994 is not applicable.  
     (2) Prepayment assumptions for single class and multi-class mortgaged backed securities were obtained from a broker or from the Company's investment advisor.  
     (3) The Company made no changes in its methodologies for pricing securities .  
 E. Repurchase Agreements – N/A
6. Joint Ventures, Partnerships, and Limited Liability Companies – N/A
7. Investment Income – No due and accrued income was excluded from surplus.
8. Derivative Instruments – N/A
9. Income Taxes: See following pages.
- A. The net deferred tax asset.(liability) at December 31 and the change from the prior year are comprised of the following components:

	12-31-07	12-31-06	Change
(1) Total gross deferred tax assets	24,261	29,479	(5,218)
(2) Total deferred tax liabilities	0	0	0
(3) Net deferred tax asset/(liability)	24,261	29,479	(5,218)
(4) Deferred tax assets nonadmitted in accordance with SSAP No. 10	<u>(20,094)</u>	<u>(24,114)</u>	<u>4,020</u>
(5)Admitted deferred tax asset (liability)	4,167	5,364	(1,197)

The change in deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	12-31-07	12-31-06	Change
(1) Net deferred tax asset (liability)	24,261	29,479	(5,218)
(2) Tax-effect of unrealized gains and losses	<u>0</u>	<u>0</u>	<u>0</u>
(3) Net tax effect without unrealized gains and losses	24,261	29,479	(5,218)
(4) Change in deferred income tax			(5,218)

- B. Unrecognized deferred tax liabilities  
     (1) There are no temporary differences for which deferred tax liabilities are not recognized.
- C. Current income taxes incurred consist of the following major components:

	<u>12-31-07</u>	<u>12-31-06</u>
(1) Current year tax expense (benefit) (exclusive of items 2 and 3 below)	6,482	(62,798)
(2) Tax credits	0	0
(3) Prior Year adjustments	<u>(11)</u>	<u>4,561</u>
(4) Current income taxes incurred	6,471	(58,237)

## NOTES TO FINANCIAL STATEMENTS

Deferred income tax assets and liabilities consist of the following major components:					
				12-31-07	12-31-06
Deferred tax assets:					
(1)	Statutory premium reserves			23,737	28,951
(2)	Known Claim reserves			524	528
	Other			0	0
(3)	Total deferred tax assets			24,261	29,479
(4)	Nonadmitted deferred tax assets			(20,094)	(24,114)
(5)	Admitted deferred tax assets			4,167	5,364
(6)	Total deferred tax liabilities			0	0

D. The Company's income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 35% to income before income taxes as follows:

						12-31-07
(1)	Income before taxes					33,431
(2)	Income tax expense (benefit) at 35% statutory rate					11,701
(3)	Increase (decrease) in tax resulting from:					
	a. Dividends received deduction					0
	b. Nondeductible expenses for meals, penalties, and lobbying					0
	c. Tax-exempt income					0
	d. Tax adjustment for IMR					0
	e. Deferred tax benefit on nonadmitted assets					0
	f. Tax credits					0
	g. Other					(12)
(4)	Total income tax expected					11,689
(5)	Current income taxes incurred (without tax on realized gains and losses)					6,471
(6)	Change in deferred income tax (without tax on unrealized gains and losses)					5,218
(7)	Total income tax reported					11,689
E. Operating loss carryforward						
(1)	As of December 31, 2007, the Company had \$-0- net operating loss carryforwards available for tax purposes.					
(2)	The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are \$ 75,174 for 2005 and \$ -0- for 2006.					



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**NOTES TO FINANCIAL STATEMENTS**


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## 10. Information Concerning Parent, Subsidiaries, and Affiliates

- A. Effective February 1, 2003, the outstanding shares of the Company are owned 14% by Stewart Title Guaranty Company (STG) and 86% by Stewart Information Services Corp (SISCO). Currently, the Company is being considered for sale to a third party or merger by SISCO into STG, a wholly owned subsidiary of SISCO, domiciled in Texas.
- B. No transactions excluding reinsurance transaction that are above the ½ of 1% of admitted assets.
- C. None.
- D. None.
- E. None.
- F. The Company has entered into a Cost Allocation Agreement and Administrative Agreement with Stewart Title Guaranty Company effective January 1, 2005 and filed with the Texas Insurance Department, under Holding Company Section #34336 and filed with the State of Florida's Office of Insurance Regulation on August 6, 2005 pursuant to Rule 69O-143.047, Florida Administrative Code.
- G. Effective February 1, 2003, the outstanding shares of the Company are owned 14% by Stewart Title Guaranty Company (STG) and 86% by Stewart Information Services Corp (SISCO). SISCO owns all the outstanding shares of STG. SISCO is domiciled in Delaware and STG is domiciled in Texas.
- H. Not applicable.
- I. Not applicable.
- J. Not applicable.

## 11. Debt – None

## 12. Retirement Plans, Deferred Compensation, etc. – N/A

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

- (1) The Company's Class A shares (votes on sale of substantially all assets only) have 8,550 shares authorized, 2,665 shares issued and 2,455 shares outstanding. The Company's Class B shares (regular voting shares) have 420 shares authorized, issued, and outstanding. The Company's Class C shares (voting on sale of substantially all assets only) have 1,030 shares authorized and issued and 560 shares outstanding. The par value for each of the above classes of stock is \$5.
- (2) The Company's preferred stock, Class C has a redemption value of \$1,140 plus \$10 per month for length outstanding. It does not accrue dividends.
- (3) The Company must obtain Department approval before paying any dividends until surplus from net income is positive.
- (4) Approximately \$0 from profits through December 31, 2007 could be paid as a dividend as of December 31, 2007. (Department approval is required.)
- (5) None.
- (6) Not applicable.
- (7) None.
- (8) Not applicable.
- (9) The portion of unassigned funds (surplus) represented or reduced by each of the following:
 

a. Unrealized losses	\$	--
b. Non-admitted assets	\$	20,094
c. Separate Account Business	\$	--
d. Asset Valuation Reserve	\$	--
e. Provision for reinsurance	\$	--
- (10) None.
- (11) Not applicable.
- (12) Not applicable.

## 14. Contingencies – None.

## 15. Leases

- A. The Company leased its office facilities under an operating lease that expired in April 2004. Rental expense was \$0 for the years ended December 31, 2006 and 2007.

The Company is not involved in any sale lease-back transactions.

- B. Not applicable.

## 16. Information About Financial Instruments with Off-Balance Sheet Risk – None.

## 17. Sale, Transfer, and Servicing of Financial Assets and Extinguishment of Liabilities – None.

## 18. Not applicable.

## 19. Direct Written Premium / Produced by Managing General Agents – Not Applicable.

## NOTES TO FINANCIAL STATEMENTS

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20. September 11, 2001 Events – None
21. Other Items – An “Application to the Florida Office of Insurance Regulation for the Acquisition Of Controlling Interest Of A Domestic Insurer” has been submitted to the Florida OIR and is awaiting approval.
22. Events Subsequent  
Type I – None.  
  
Type II- None.
23. Reinsurance
  - A. The Company does not have an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with any individual reinsurers, authorized or unauthorized, that exceeds 3% of the Company’s surplus.
  - B. None
  - C. None
  - D. None
  - E. None
  - F. None
  - G. None
24. Retrospectively Rated Contracts & Contracts Subject to Redetermination – Not Applicable.
25. Change in Incurred Losses and Loss Adjustment Expenses-Not Applicable
26. Inter-company Pooling Arrangements – Not Applicable.
27. Structured Settlements – Not Applicable.
28. Supplemental Reserves – The Company does not use discounting in the calculation of its supplemental reserve.

## 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				
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				
1.3 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				
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)				
2.2 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	3,700,368	100.000	3,700,368	100.000
9. Other invested assets				
10. Total invested assets	3,700,368	100.000	3,700,368	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? FLORIDA
- 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. 03/31/2005
- 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). 03/31/2005
- 3.4 By what department or departments? FLORIDA OFFICE OF INSURANCE REGULATION

- 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 [ ] No [ X ]
- 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 [ ] No [ X ]
- 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?  
 HEVIA BEAGLES & CO., CPA'S  
 9400 4TH ST. N., SUITE 120, ST. PETERSBURG, FL 33702

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? JOHN PIERCE, CONSULTING ACTUARY  
 1420 RENAISSANCE DR., SUITE 104, PARK RIDGE, IL 60068

- 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 [ ]

13.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [ X ] No [ ]

- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.

13.11 If the response to 13.1 is No, please explain: \_\_\_\_\_

13.2 Has the code of ethics for senior managers been amended? Yes [ ] No [ ]

13.21 If the response to 13.2 is Yes, provide information related to amendment(s). \_\_\_\_\_

13.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [ X ]

13.31 If the response to 13.3 is Yes, provide the nature of any waiver(s). \_\_\_\_\_

### BOARD OF DIRECTORS

14. 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 [ ]

15. 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 [ ]

16. 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

17. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [ X ]

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

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

## GENERAL INTERROGATORIES

### PART 1 - COMMON INTERROGATORIES

- 19.1 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]
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- |       |                      |          |
|-------|----------------------|----------|
| 19.21 | Rented from others   | \$ _____ |
| 19.22 | Borrowed from others | \$ _____ |
| 19.23 | Leased from others   | \$ _____ |
| 19.24 | Other                | \$ _____ |
- 20.1 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]
- 20.2 If answer is yes:
- |       |  |          |
|-------|--|----------|
| 20.21 | Amount paid as losses or risk adjustment | \$ _____ |
| 20.22 | Amount paid as expenses                  | \$ _____ |
| 20.23 | Other amounts paid                       | \$ _____ |
- 21.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]
- 21.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ \_\_\_\_\_

### INVESTMENT

- 22.1 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 [X]
- 22.2 If no, give full and complete information, relating thereto \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
- 23.1 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, 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 19.1). Yes [X] No [ ]
- 23.2 If yes, state the amount thereof at December 31 of the current year:
- |        |  |                  |
|--------|--|------------------|
| 23.21  | Loaned to others                                 | \$ _____         |
| 23.22  | Subject to repurchase agreements                 | \$ _____         |
| 23.23  | Subject to reverse repurchase agreements         | \$ _____         |
| 23.24  | Subject to dollar repurchase agreements          | \$ _____         |
| 23.25  | Subject to reverse dollar repurchase agreements  | \$ _____         |
| 23.26  | Pledged as collateral                            | \$ _____         |
| 23.27  | Placed under option agreements                   | \$ _____         |
| 23.28  | Letter stock or securities restricted as to sale | \$ _____         |
| 23.29  | On deposit with state or other regulatory body   | \$ _____ 200,351 |
| 23.291 | Other  | \$ _____         |

23.3 For category (23.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 24.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [ ] No [X]
- 24.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [X] N/A [ ]  
 If no, attach a description with this statement.
- 25.1 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 [X]
- 25.2 If yes, state the amount thereof at December 31 of the current year. \$ \_\_\_\_\_
26. 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 Section 3, III Conducting Examinations, G - Custodial or Safekeeping agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]
- 26.01 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
MARSHALL & ILSLEY TRUST COMPANY	770 N. WATER ST., MILWAUKEE, WI 53202

26.02 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)

26.03 Have there been any changes, including name changes, in the custodian(s) identified in 26.01 during the current year? Yes [ ] No [X]

## GENERAL INTERROGATORIES

### PART 1 - COMMON INTERROGATORIES

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

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

26.05 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

27.1 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 [  ]

27.2 If yes, complete the following schedule:

1 CUSIP#	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
27.2999	Total	

27.3 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

28. 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 (+)
28.1 Bonds	3,185,222	3,185,222	
28.2 Preferred stocks			
28.3 Totals	3,185,222	3,185,222	

28.4 Describe the sources or methods utilized in determining the fair values: FAIR VALUE DETERMINED BY 3RD PARTY BROKERS  
.....  
.....

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

29.2 If no, list exceptions: .....  
.....  
.....

#### OTHER

30.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 3,009

30.2 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
Demotech	\$ 2,500
Lace Financial	\$ 509
	\$

31.1 Amount of payments for legal expenses, if any? \$ 70,365

## GENERAL INTERROGATORIES

### PART 1 - COMMON INTERROGATORIES

31.2 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
Stewart Title Guaranty (Parent Corporation)	\$ 36,000
Carlton Fields	\$ 18,885
	\$

32.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?

\$ \_\_\_\_\_

32.2 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
	\$
	\$
	\$
	\$



### 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. \$ 50,000
- 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 [ ] NO [X]
- 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 \$ \_\_\_\_\_
  - 6.2 Balance to be advanced \$ \_\_\_\_\_
  - 6.3 Total amount to be loaned \$ \_\_\_\_\_
- 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. \$ \_\_\_\_\_
- 8. What is the aggregate amount of mortgage loans owned by the reporting entity which consist of co-ordinate interest in first liens? \$ \_\_\_\_\_
- 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 \$ \_\_\_\_\_
  - 9.12 Short-term investments \$ \_\_\_\_\_
  - 9.13 Mortgages \$ \_\_\_\_\_
  - 9.14 Cash \$ \_\_\_\_\_
  - 9.15 Other admissible invested assets \$ \_\_\_\_\_
  - 9.16 Total \$ \_\_\_\_\_
- 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: \$ \_\_\_\_\_  
These funds consist of:
  - 9.22 In cash on deposit \$ \_\_\_\_\_
  - 9.23 Other forms of security \$ \_\_\_\_\_

## FIVE-YEAR HISTORICAL DATA

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

	1 2007	2 2006	3 2005	4 2004	5 2003
<b>Source of Direct Title Premiums Written</b> (Part 1A)					
1. Direct operations (Part 1A, Line 1, Col. 1)					
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)	1,196	1,575		696,984	8,252,501
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)					
4. Total	1,196	1,575		696,984	8,252,501
<b>Operating Income Summary</b> (Page 4 & Part 1)					
5. Premiums earned (Part 1B, Line 3)	54,338	70,829	123,684	735,385	7,919,495
6. Escrow and settlement service charges (Part 1A, Line 2)					
7. Title examinations (Part 1C, Line 1)					
8. Searches and abstracts (Part 1C, Line 2)					
9. Surveys (Part 1C, Line 3)					
10. Aggregate write-ins for service charges (Part 1C, Line 4)					
11. Aggregate write-ins for other operating income (Page 4, Line 2)					
12. Total operating income (Page 4, Line 3)	54,338	70,829	123,684	735,385	7,919,495
<b>Statement of Income</b> (Page 4)					
13. Net operating gain or (loss) (Line 8)	(129,586)	(328,198)	132,052	(239,717)	603,799
14. Net investment gain or (loss) (Line 11)	172,226	165,821	106,008	46,241	40,133
15. Total other income (Line 12)				5,237	(2,775)
16. Federal and foreign income taxes incurred (Line 14)	6,471	(58,237)	70,613	(22,288)	182,158
17. Net income (Line 15)	36,169	(104,140)	167,447	(165,951)	458,999
<b>Balance Sheet</b> (Pages 2 and 3)					
18. Title insurance premiums and fees receivable (Page 2, Line 13, Col. 3)					290,271
19. Total admitted assets excluding segregated accounts (Page 2, Line 24, Col. 3)	3,707,325	3,729,163	3,910,130	4,020,789	4,363,255
20. Known claims reserve (Page 3, Line 1)	52,774	53,778	54,620	329,892	336,464
21. Statutory premium reserve (Page 3, Line 2)	283,953	337,844	407,897	503,541	602,837
22. Total liabilities (Page 3, Line 21)	599,662	743,581	906,910	1,623,612	1,632,360
23. Capital paid up (Page 3, Lines 23 + 24)	20,575	20,575	20,575	20,575	20,575
24. Surplus as regards policyholders (Page 3, Line 30)	3,107,663	2,985,582	3,003,220	2,397,177	2,730,895
<b>Cash Flow</b> (Page 5)					
25. Net cash from operations (Line 11)	(20,405)	(179,643)	(21,566)	(97,196)	916,200
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3)					
(Item divided by Page 2, Line 10, Col. 3) x 100.0					
26. Bonds (Line 1)			2.0	2.1	2.3
27. Stocks (Lines 2.1 & 2.2)					
28. Mortgage loans on real estate (Line 3.1 and 3.2)					
29. Real estate (Lines 4.1, 4.2 & 4.3)					
30. Cash, cash equivalents and short-term investments (Line 5)	100.0	100.0	98.0	97.9	97.7
31. Contract loans (Line 6)					
32. Other invested assets (Line 7)					
33. Receivable for securities (Line 8)					
34. Aggregate write-ins for invested assets (Line 9)					
35. 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>					
36. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)					
37. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)					
38. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 1)					
39. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 7)					
40. Affiliated mortgage loans on real estate					
41. All other affiliated					
42. Total of above Lines 36 to 41					
43. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 42 above divided by Page 3, Line 30, Col. 1 x 100.0)					

## FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2007	2 2006	3 2005	4 2004	5 2003
<b>Capital and Surplus Accounts</b> (Page 4)					
44. Net unrealized capital gains or (losses) (Line 18)					
45. Change in nonadmitted assets (Line 21)	4,020	53,521	69,473	(3,197)	97,171
46. Dividends to stockholders (Line 28)					
47. Change in surplus as regards policyholders for the year (Line 31)	122,081	(17,638)	606,043	(333,718)	386,134
<b>Losses Paid and Incurred</b> (Part 2A)					
48. Net payments (Line 5, Col. 4)	67,583	61,814	148,394	313,971	445,723
49. Losses and allocated LAE incurred (Line 8, Col. 4)	66,579	60,972	(126,878)	307,399	619,615
50. Unallocated LAE incurred (Line 9, Col. 4)					7,500
51. Losses and loss adjustment expenses incurred (Line 10, Col. 4)	66,579	60,972	(126,878)	307,399	627,115
<b>Operating Expenses to Total Operating Income</b> (Part 3)(%) (Line item divided by Page 4, Line 3 x 100.0)					
52. Personnel costs (Part 3, Line 1.5, Col. 4)				0.1	4.6
53. Amount paid to or retained by title agents (Part 3, Line 2, Col. 4)	1.5	1.6		66.3	73.0
54. All other operating expenses (Part 3, Lines 24 minus 1.5 minus 2, Col. 4)	214.4	475.7	95.8	24.4	6.9
55. Total (Lines 52 to 54)	216.0	477.3	95.8	90.8	84.5
<b>Operating Percentages</b> (Page 4) (Line item divided by Page 4, Line 3 x 100.0)					
56. Losses and loss adjustment expenses incurred (Line 4)	122.5	86.1	(102.6)	41.8	7.9
57. Operating expenses incurred (Line 5)	216.0	477.3	95.8	90.8	84.5
58. Aggregate write-ins for other operating deductions (Line 6)					
59. Total operating deductions (Line 7)	338.5	563.4	(6.8)	132.6	92.4
60. Net operating gain or (loss) (Line 8)	(238.5)	(463.4)	106.8	(32.6)	7.6
<b>Other Percentages</b> (Line item divided by Part 1B, Line 1.4 x 100.0)					
61. Losses and loss expenses incurred to net premiums written (Page 4, Line 4)	14894.9	7918.4	(452.5)	48.3	7.9
62. Operating expenses incurred to net premiums written (Page 4, Line 5)	26251.5	43903.2	422.6	105.0	84.1

**NONE**      **Schedule A, B, and BA Verification**

**NONE**      **Schedule D - Summary and Verification**

**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 1.2 Class 2 1.3 Class 3 1.4 Class 4 1.5 Class 5 1.6 Class 6 1.7 Totals											
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 3.2 Class 2 3.3 Class 3 3.4 Class 4 3.5 Class 5 3.6 Class 6 3.7 Totals											
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	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	
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)
10. Total Bonds Current Year											
10.1 Class 1	3,185,222					3,185,222	100.000	X X X	X X X	3,185,222	
10.2 Class 2								X X X	X X X		
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	3,185,222					(b) 3,185,222	100.000	X X X	X X X	3,185,222	
10.8 Line 10.7 as a % of Col. 6	100.000					100.000	X X X	X X X	X X X	100.000	
11. Total Bonds Prior Year											
11.1 Class 1	3,037,842					X X X	X X X	3,037,842	100.000	3,037,842	
11.2 Class 2						X X X	X X X				
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	3,037,842					X X X	X X X	(b) 3,037,842	100.000	3,037,842	
11.8 Line 11.7 as a % of Col. 8	100.000					X X X	X X X	100.000	X X X	100.000	
12. Total Publicly Traded Bonds											
12.1 Class 1	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	X X X
12.2 Class 2											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	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	X X X
12.8 Line 12.7 as a % of Col. 6	100.000					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	100.000					100.000	X X X	X X X	X X X	100.000	X X X
13. Total Privately Placed Bonds											
13.1 Class 1										X X X	
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										X X X	
13.8 Line 13.7 as a % of Col. 6							X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							X X X	X X X	X X X	X X X	

(a) Includes \$ \_\_\_\_\_ 0 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 (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	2	3	4	5	6	7	8	9	10	11
		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											
	7.2 Single Class Mortgage-Backed/Asset-Backed Securities	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	
	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	3,185,222						3,185,222	100.000	3,037,842	100.000	3,185,222	
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								X X X	X X X		
10.2 Single Class Mortgage-Backed/Asset-Backed Securities	3,185,222					3,185,222	100.000	X X X	X X X	3,185,222	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
10.3 Defined								X X X	X X X		
10.4 Other								X X X	X X X		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
10.5 Defined								X X X	X X X		
10.6 Other								X X X	X X X		
10.7 Totals	3,185,222					3,185,222	100.000	X X X	X X X	3,185,222	
10.8 Line 10.7 as a % of Col. 6	100.000					100.000	X X X	X X X	X X X	100.000	
11. Total Bonds Prior Year											
11.1 Issuer Obligations						X X X	X X X				
11.2 Single Class Mortgage-Backed/Asset-Backed Securities	3,037,842					X X X	X X X	3,037,842	100.000	3,037,842	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
11.3 Defined						X X X	X X X				
11.4 Other						X X X	X X X				
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
11.5 Defined						X X X	X X X				
11.6 Other						X X X	X X X				
11.7 Totals	3,037,842					X X X	X X X	3,037,842	100.000	3,037,842	
11.8 Line 11.7 as a % of Col. 8	100.000					X X X	X X X	100.000	X X X	100.000	
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations											X X X
12.2 Single Class Mortgage-Backed/Asset-Backed Securities	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	X X X
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
12.3 Defined											X X X
12.4 Other											X X X
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
12.5 Defined											X X X
12.6 Other											X X X
12.7 Totals	3,185,222					3,185,222	100.000	3,037,842	100.000	3,185,222	X X X
12.8 Line 12.7 as a % of Col. 6	100.000					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	100.000					100.000	X X X	X X X	X X X	100.000	X X X
13. Total Privately Placed Bonds											
13.1 Issuer Obligations										X X X	
13.2 Single Class Mortgage-Backed/Asset-Backed Securities										X X X	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
13.3 Defined										X X X	
13.4 Other										X X X	
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
13.5 Defined										X X X	
13.6 Other										X X X	
13.7 Totals										X X X	
13.8 Line 13.7 as a % of Col. 6							X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							X X X	X X X	X X X	X X X	

**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	3,037,842	3,037,842			
2. Cost of short-term investments acquired	147,380	147,380			
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					
7. Book/adjusted carrying value, current year	3,185,222	3,185,222			
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)	3,185,222	3,185,222			
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)	3,185,222	3,185,222			
12. Income collected during year	147,380	147,380			
13. Income earned during year	147,380	147,380			

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

- 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**
- NONE**      **Schedule E - Part 1A**
- 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			
2. Suspended depositories			
3. Total segregated cash funds held for others (General Interrogatories-Part 2, Line 9.22)			
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)			
<b>Company Funds on Hand and on Deposit</b>			
<b>General Funds</b>			
6. Open depositories			515,146
7. Suspended depositories			
8. Total general funds			515,146
<b>Reinsurance Reserve Funds</b>			
9. Open depositories			
10. Suspended depositories			
11. Total reinsurance reserve funds			
<b>Total Company Funds</b>			
12. Open depositories			515,146
13. Suspended depositories			
14. Total company funds on deposit (Lines 8 & 11)			515,146
15. Company funds on hand			
16. Total company funds on hand and on deposit			515,146

**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			
18. Suspended depositories			
19. Total segregated funds held for others			
<b>Company Funds on Deposit</b>			
20. Open depositories	24,847	19,000	580,224
21. Suspended depositories			
22. Total company funds on deposit	24,847	19,000	580,224
<b>Total All Funds on Deposit</b>			
23. Open depositories	24,847	19,000	580,224
24. Suspended depositories			
25. Total all funds on deposit	24,847	19,000	580,224

## 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

**NONE**      **Schedule F - Part 1**

**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		
74-0924290	50121	Stewart Title Guaranty Company	TX		2,931	1						
0199999	Total Authorized - Affiliates - U.S. Intercompany Pooling				2,931	1						
0499999	Total Authorized - Affiliates				2,931	1						
0999999	Total Authorized				2,931	1						
9999999	Totals				2,931	1						



- NONE**      **Schedule F - Part 3**
- NONE**      **Schedule H - Part 1**
- NONE**      **Schedule H - Part 2**
- NONE**      **Schedule H - Part 3 and Verification**
- NONE**      **Schedule H - Part 4**

**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	383			10	373	27				64		
2. 1998	1,172	5,756		(4)	161	5,591	129				285		
3. 1999	1,725	8,474			260	8,214	89				221		10
4. 2000	1,981	8,173			290	7,883	174				216		
5. 2001	2,094	9,498			318	9,180	74				123		
6. 2002	2,126	9,326			316	9,010	127				88		
7. 2003	1,907	8,252			298	7,954	139				38		2
8. 2004	307	697			61	636	12			2	1		
9. 2005					(28)	28							
10. 2006		2				2							
11. 2007		1				1							
12. Totals	X X X	50,562		(4)	1,686	48,872	771			2	1,036		12

	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			91	30	1				2			
2. 1998	95	14	428	81	21				42		2	9
3. 1999	37	25	325	56					59		3	9
4. 2000	10	30	420	73	10				62		3	10
5. 2001	2	16	213	46	1				81		3	12
6. 2002		5	220	43	8				96		4	15
7. 2003		8	183	22	12				100		4	16
8. 2004			11	3					26		1	4
9. 2005									2			
10. 2006									1			
11. 2007												
12. Total	144	98	1,891	354	53				471		20	75

	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	3	1	94			94	0.245	0.252	X X X			3
2. 1998	70	3	477		2	475	0.087	0.089	0.425			70
3. 1999	65		369		13	356	0.048	0.047	0.226			65
4. 2000	79	3	462		3	459	0.061	0.063	0.252			79
5. 2001	91	1	279		3	276	0.032	0.033	0.145			91
6. 2002	115	3	319		4	315	0.036	0.037	0.158			115
7. 2003	124	3	289		6	283	0.038	0.039	0.161			124
8. 2004	29		39		3	36	0.062	0.063	0.130			29
9. 2005	2		2			2		0.071				2
10. 2006	1		1			1	0.500	0.500				1
11. 2007												
12. Total	579	14	2,331		34	2,297	X X X	X X X	X X X		X X X	579

**NONE**      **Schedule P - Part 1A**

**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	383			10	373	27				64		
2. 1998	1,172	5,756		(4)	161	5,591	129				285		
3. 1999	1,725	8,474			260	8,214	89				221		10
4. 2000	1,981	8,173			290	7,883	174				216		
5. 2001	2,094	9,498			318	9,180	74				123		
6. 2002	2,126	9,326			316	9,010	127				88		
7. 2003	1,907	8,252			298	7,954	139				38		2
8. 2004	307	697			61	636	12		2		1		
9. 2005					(28)	28							
10. 2006		2				2							
11. 2007		1				1							
12. Totals	X X X	50,562		(4)	1,686	48,872	771		2		1,036		12

	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			91	30	1				2			
2. 1998	95	14	428	81	20				42		2	9
3. 1999	37	25	325	56					59		3	9
4. 2000	10	30	420	73	10				62		3	10
5. 2001	2	16	213	46	1				81		3	12
6. 2002		5	220	43	8				96		4	15
7. 2003		8	183	22	12				100		4	16
8. 2004			11	3					26		1	4
9. 2005									2			
10. 2006									1			
11. 2007												
12. Total	144	98	1,891	354	52				471		20	75

	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	3	1	94			94	0.245	0.252	X X X			3
2. 1998	69	3	476		2	474	0.087	0.089	0.424			69
3. 1999	65		369		13	356	0.048	0.047	0.226			65
4. 2000	79	3	462		3	459	0.061	0.063	0.252			79
5. 2001	91	1	279		3	276	0.032	0.033	0.145			91
6. 2002	115	3	319		4	315	0.036	0.037	0.158			115
7. 2003	124	3	289		6	283	0.038	0.039	0.161			124
8. 2004	29		39		3	36	0.062	0.063	0.130			29
9. 2005	2		2			2		0.071				2
10. 2006	1		1			1	0.500	0.500				1
11. 2007												
12. Total	578	14	2,330		34	2,296	X X X	X X X	X X X		X X X	578

### 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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1988										
3. 1989										
4. 1990										
5. 1991										
6. 1992										
7. 1993										
8. 1994										
9. 1995										
10. 1996										
11. 1997	10	16	15	25	35	59	91	89	99	94
12. 1998	209	197	390	330	299	391	457	420	440	474
13. 1999	X X X	230	345	319	402	479	441	392	381	367
14. 2000	X X X	X X X	323	457	386	481	498	447	462	459
15. 2001	X X X	X X X	X X X	253	329	389	426	335	290	276
16. 2002	X X X	X X X	X X X	X X X	366	530	507	346	316	316
17. 2003	X X X	X X X	X X X	X X X	X X X	419	452	299	302	284
18. 2004	X X X	X X X	X X X	X X X	X X X	X X X	86	49	41	36
19. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	3	2	2
20. 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	1	1
21. 2007	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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior												
2. 1988												
3. 1989												
4. 1990												
5. 1991												
6. 1992												
7. 1993												
8. 1994												
9. 1995												
10. 1996												
11. 1997	3	14	15	18	30	54	87	87	87	91	17	12
12. 1998	2	48	178	176	207	301	354	367	409	414	41	37
13. 1999	X X X	6	91	158	222	303	317	317	332	310	39	17
14. 2000	X X X	X X X	35	145	202	230	306	353	413	390	46	25
15. 2001	X X X	X X X	X X X	27	84	153	167	191	208	197	39	6
16. 2002	X X X	X X X	X X X	X X X	21	143	188	200	209	216	34	6
17. 2003	X X X	X X X	X X X	X X X	X X X	28	98	149	168	177	13	6
18. 2004	X X X	X X X	X X X	X X X	X X X	X X X	10	11	11	11	3	
19. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X					
20. 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				
21. 2007	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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1988										
3. 1989										
4. 1990										
5. 1991										
6. 1992										
7. 1993										
8. 1994										
9. 1995										
10. 1996										
11. 1997	7	2			1	2			10	1
12. 1998	4	10	32	35	8	3	23	1		20
13. 1999	X X X	12	23	7	44	45			8	
14. 2000	X X X	X X X	34	34	35	98	63	13	11	10
15. 2001	X X X	X X X	X X X	2	15	20	66	34	3	1
16. 2002	X X X	X X X	X X X	X X X	21	119	87	7	4	8
17. 2003	X X X	X X X	X X X	X X X	X X X	50	91		18	12
18. 2004	X X X	X X X	X X X	X X X	X X X	X X X				
19. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X			
20. 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		
21. 2007	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 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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1988										
3. 1989										
4. 1990										
5. 1991										
6. 1992										
7. 1993										
8. 1994										
9. 1995										
10. 1996										
11. 1997										
12. 1998					18					
13. 1999	X X X				3					
14. 2000	X X X	X X X			17					
15. 2001	X X X	X X X	X X X		1					
16. 2002	X X X	X X X	X X X	X X X						
17. 2003	X X X	X X X	X X X	X X X	X X X					
18. 2004	X X X	X X X	X X X	X X X	X X X	X X X				
19. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X			
20. 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		
21. 2007	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 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 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007
1. Prior										
2. 1988										
3. 1989										
4. 1990										
5. 1991										
6. 1992										
7. 1993										
8. 1994										
9. 1995										
10. 1996										
11. 1997				7	4	4	4	2	2	2
12. 1998	203	139	126	101	81	88	80	52	45	40
13. 1999	X X X	200	231	151	133	131	124	75	66	57
14. 2000	X X X	X X X	254	261	146	151	129	81	68	59
15. 2001	X X X	X X X	X X X	223	215	215	193	110	95	78
16. 2002	X X X	X X X	X X X	X X X	309	269	232	139	108	92
17. 2003	X X X	X X X	X X X	X X X	X X X	342	263	150	124	95
18. 2004	X X X	X X X	X X X	X X X	X X X	X X X	76	38	30	25
19. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	3	2	2
20. 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	1	1
21. 2007	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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998	16	52	1	69	70	69	69	69	69	69
3. 1999	XXX	39	96	147	117	114	114	114	114	114
4. 2000	XXX	XXX	209	256	332	372	374	369	398	398
5. 2001	XXX	XXX	XXX	169	217	242	241	231	220	220
6. 2002	XXX	XXX	XXX	XXX	140	252	251	245	245	245
7. 2003	XXX	XXX	XXX	XXX	XXX	537	450	339	339	334
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	358	338	304	307
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	16	14
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	88	68
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	90

**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		
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior												
2. 1998	6	48	69	69	67	69	69	69	69	69	6	12
3. 1999	XXX	32	106	133	114	114	114	114	114	114	21	12
4. 2000	XXX	XXX	144	225	269	366	369	369	398	398	41	39
5. 2001	XXX	XXX	XXX	117	184	230	231	231	220	220	43	12
6. 2002	XXX	XXX	XXX	XXX	130	238	245	245	245	245	37	9
7. 2003	XXX	XXX	XXX	XXX	XXX	194	324	332	332	334	39	10
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	175	305	302	307	26	4
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	15	14	9	3
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44	62	7	4
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44	10	4

**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		
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior												
2. 1998	11	2			35							
3. 1999	XXX	22	27		7							
4. 2000	XXX	XXX	62		34	59	6	5				
5. 2001	XXX	XXX	XXX		2	17	12	10				
6. 2002	XXX	XXX	XXX	XXX		48	14	6				
7. 2003	XXX	XXX	XXX	XXX	XXX		341	126	7	7		
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX		183	34	2		
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX		13	1		
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		44	6	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		47

**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
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998					18					
3. 1999	XXX				3					
4. 2000	XXX	XXX			17					
5. 2001	XXX	XXX	XXX		1	15				
6. 2002	XXX	XXX	XXX	XXX		15				
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX



### 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  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  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  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  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
- 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  No
- 6.2 If not, please explain.
- 
- 7.1 Are allocated loss adjustment expenses recorded in accordance with the instructions? Yes  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.
- 
- 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  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
- 9.2 Are claims closed without payment removed from the claim count? Yes  No
- 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
- 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
- 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
- 12.2 If so, please explain.
- 
- 13.1 Were any estimates or allocations used to complete this data request? Yes  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.
- 
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

**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	NO								
4. Arkansas	AR	NO								
5. California	CA	NO								
6. Colorado	CO	NO								
7. Connecticut	CT	NO								
8. Delaware	DE	NO								
9. Dist. Columbia	DC	NO								
10. Florida	FL	YES	R	1,196		54,338	67,583	66,579	52,774	
11. Georgia	GA	NO								
12. Hawaii	HI	NO								
13. Idaho	ID	NO								
14. Illinois	IL	NO								
15. Indiana	IN	NO								
16. Iowa	IA	NO								
17. Kansas	KS	NO								
18. Kentucky	KY	NO								
19. Louisiana	LA	NO								
20. Maine	ME	NO								
21. Maryland	MD	NO								
22. Massachusetts	MA	NO								
23. Michigan	MI	NO								
24. Minnesota	MN	NO								
25. Mississippi	MS	NO								
26. Missouri	MO	NO								
27. Montana	MT	NO								
28. Nebraska	NE	NO								
29. Nevada	NV	NO								
30. New Hampshire	NH	NO								
31. New Jersey	NJ	NO								
32. New Mexico	NM	NO								
33. New York	NY	NO								
34. No. Carolina	NC	NO								
35. No. Dakota	ND	NO								
36. Ohio	OH	NO								
37. Oklahoma	OK	NO								
38. Oregon	OR	NO								
39. Pennsylvania	PA	NO								
40. Rhode Island	RI	NO								
41. So. Carolina	SC	NO								
42. So. Dakota	SD	NO								
43. Tennessee	TN	NO								
44. Texas	TX	NO								
45. Utah	UT	NO								
46. Vermont	VT	NO								
47. Virginia	VA	NO								
48. Washington	WA	NO								
49. West Virginia	WV	NO								
50. Wisconsin	WI	NO								
51. Wyoming	WY	NO								
52. American Samoa	AS	NO								
53. Guam	GU	NO								
54. Puerto Rico	PR	NO								
55. U.S. Virgin Islands	VI	NO								
56. Northern Mariana Islands	MP	NO								
57. Canada	CN	NO								
58. Aggregate Other Alien	OT	X X X	X X X							
59. Totals	(a) 1	X X X		1,196		54,338	67,583	66,579	52,774	

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 "A" 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**

		00000	DE	74-1677330	Stewart Information Services Corporation
0340	Stewart	50121	TX	74-0924290	Stewart Title Guaranty Company-STG(SISCO)
0340	Stewart	50035	FL	65-0685696	Alliance Title of America(SISCO-86%)(STG)
0340	Stewart	50156	IL	34-0805709	National Land Title Insurance Company-NL
0340	Stewart	50725	AR	71-0560086	Arkansas Title Insurance Company(NLTIC)
0340	Stewart	51420	NY	76-0233294	Stewart Title Insurance Company(STG)
0340	Stewart	51063	NY	16-0557455	Monroe Title Insurance Corporation (STIC)
0340	Stewart	50036	OR	91-1800766	Stewart Title Insurance Co. of Oregon(ST
0340	Stewart	32336	VT	03-0311175	Title Reinsurance Company(STG)
		00000	MX	AA-2734105	Stewart Title Guaranty de Mexico (STG)
		00000	EN	AA-1124112	Stewart Title Limited (United Kingdom)(S
		00000	TX	74-0923770	Stewart Title Co. of Galveston-STC(STG)
		00000	AR	71-0798379	Stewart Title of Arkansas (STC)
		00000	DE	74-2803466	Landata Group, Inc. (STC)
		00000	AZ	86-0223200	Stewart Title & Trust of Phoenix (STC)
		00000	VI	98-0371673	Stewart Title of Latin America (STC)
		00000	CA	94-1311451	California Land Title of Marin (STC)
		00000	CA	94-2812125	Consolidated Title (STC)
		00000	CA	95-4607898	Stewart Title of California (STC)
		00000	CO	20-2815427	Stewart Title of Colorado (STC)
		00000	TX	65-1223122	Stewart Transaction Solutions (STC)
		00000	FL	59-1285458	Stewart Title of Jacksonville Inc.(STC)
		00000	FL	59-3138251	Tampa Cypress Partners(STC)
		00000	MT	81-0529591	Stewart Title of Montana(STC)
		00000	NM	85-0432768	Santa Fe Abstract(STC)
		00000	NM	85-0446018	Stewart Title LLC(STC)
		00000	OK	73-1093494	Stewart Abstract of Oklahoma(STC)
		00000	TN	62-0947657	First Data Systems(STC)
		00000	TN	20-1624648	Stewart Title of Tennessee(STC)
		00000	TX	20-1820620	StarTex(STC)
		00000	TX	20-5795343	Stewart Border Title(STC)
		00000	TX	76-0450977	Stewart Lender Services (STC)
		00000	TX	74-2783918	Stewart Title Corpus Christi(STC)
		00000	TX	75-2258899	Stewart Title Dallas Inc.(STC)
		00000	TX	74-2327609	Stewart Title of Austin(STC)
		00000	WA	91-1918234	Stewart Title of Washington(STC)
		00000	PL	99-9999999	Stewart International Spolka Z Organizon
		00000	TX	20-5764898	Property Information Corporation
		00000	TX	03-0575225	Stewart REI Group, Inc.

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

00000	TX	75-1551938	Central Texas Title Corp. (STC)
00000	CO	84-1517419	Stewart Water Information, LLC (STC)
00000	DE	76-0570062	Electronic Closing Services, Inc. (STC)
00000	WA	68-0304246	Real Property Information (STC)

**SCHEDULE Y**

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

1 NAIC Company Code	2 Federal ID Number	3 Names of Insurers and Parent, Subsidiaries or Affiliates	4 Shareholder Dividends	5 Capital Contributions	6 Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	7 Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	8 Management Agreements and Service Contracts	9 Income/ (Disbursements) Incurred Under Reinsurance Agreements	10 *	11 Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	12 Totals	13 Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
50035 00000	65-0685696 74-0924290	ALLIANCE TITLE OF AMERICA, INC STEWART TITLE GUARANTY COMPANY					(43,680) 43,680	(749) 749			(44,429) 44,429	
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.

### MARCH FILING

- |   | <u>Response</u> |
|---|-----------------|
| 1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? ..... | See Explanation |
| 2. Will an actuarial opinion be filed by March 1? .....   | Yes             |

### APRIL FILING

- |   |     |
|---|-----|
| 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 |

### JUNE FILING

- |   |     |
|---|-----|
| 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.

### MARCH FILING

- |   |                 |
|---|-----------------|
| 7. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? ..... | See Explanation |
|---|-----------------|

**Explanation:**

1. No compensation paid during 2007 .....
- .....
7. Less than 100 stockholders, not required .....
- .....
- .....

**Bar code:**



5003520074600000



5003520074200000

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**OVERFLOW PAGE FOR WRITE-INS**

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- NONE**      **Schedule A - Part 1**
- NONE**      **Schedule A - Part 2**
- NONE**      **Schedule A - Part 3**
- NONE**      **Schedule B - Part 1**
- NONE**      **Schedule B - Part 2**
- NONE**      **Schedule BA - Part 1**
- NONE**      **Schedule BA - Part 2**
- NONE**      **Schedule D - Part 1**
- NONE**      **Schedule D - Part 2 - Section 1**
- NONE**      **Schedule D - Part 2 - Section 2**
- NONE**      **Schedule D - Part 3**
- NONE**      **Schedule D - Part 4**
- NONE**      **Schedule D - Part 5**
- NONE**      **Schedule D - Part 6 - Section 1 and 2**



**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
FINANCIAL SQUARE MONEY MARKET			07/01/2003	M & I MARSHALL BANK	12/31/2008	3,185,222					3,185,222			4.737	4.737	MTLY	147,379		
8099999 Subtotal - Class One Money Market Mutual Funds						3,185,222					X X X	3,185,222			X X X	X X X	X X X	147,379	
						3,185,222					X X X	3,185,222			X X X	X X X	X X X	147,379	
8299999 Totals						3,185,222					X X X	3,185,222			X X X	X X X	X X X	147,379	

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						
WACHOVIA BANK		2.630	11,299		222,420	
M & I MARSHALL BANK		3.540	3,171		79,667	
M & I MARSHALL BANK					12,708	
STATE OF FLORIDA		5.543	10,377	2,790	200,351	
0199998 Deposits in 0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories.	X X X	X X X				X X X
0199999 Totals-Open Depositories	X X X	X X X	24,847	2,790	515,146	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	24,847	2,790	515,146	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	24,847	2,790	515,146	X X X

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

1. January	677,023	4. April	611,211	7. July	549,053	10. October	526,914
2. February	649,184	5. May	598,826	8. August	549,997	11. November	519,861
3. March	616,913	6. June	563,365	9. September	532,877	12. December	515,146

**NONE**      **Schedule E - Part 2**

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

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits 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					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL	O FL OIR RES QUALIFICATION			200,351	200,351
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
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					
33. New York	NY					
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					
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			200,351	200,351

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				



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**NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS**

**SCHEDULE SIS**

**STOCKHOLDER INFORMATION SUPPLEMENT**

For the Year Ended December 31, 2007

(To Be Filed by March 1)

**REQUIRED BY THE APPLICABLE QUESTION ON THE SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES  
FOR THE PROPERTY/CASUALTY, LIFE ACCIDENT AND HEALTH,  
TITLE, AND HEALTH INSURANCE BLANKS**

TO ANNUAL STATEMENT OF THE

**Alliance Title of America, Inc.**

---

COMPANY

## FINANCIAL REPORTING TO STOCKHOLDERS

1. Did the company distribute to its stockholders prior to the Annual Meeting during the year an Annual Report for the previous year?  
 Answer NO  
 If answer is "Yes" attach copy. If answer is "No" explain in detail below. Attach separate sheet if necessary.
  
  2. Will the company distribute to its stockholders prior to the Annual Meeting during the following year an Annual Report for the current year?  
 Answer NO  
 If answer is "Yes" a copy of the report shall be forwarded to the Insurance Commissioner of the company's domiciliary state at the same time as it is distributed to stockholders. If answer is "No" explain in detail below. Attach separate sheet if necessary.
  
  3. If an Annual Report to stockholders was distributed for the previous year; (1) was such distribution prior to or contemporaneous with the solicitation of proxies in respect of the Annual Meeting?  
 Answer NO  
 If the answer is "No" explain in detail below. Attach separate sheet if necessary.
- (2) Did it contain the following financial statements (indicate answer in Column A) and were such financial statements prepared substantially on the basis (individual or consolidated) as required to be present in the Company's Annual Statement (indicate answer in Column B)?

**To be answered by Life and A & H Companies:**

- a. Statement of Assets, Liabilities, Surplus and Other Funds .....
- b. Summary of Operations .....
- c. Surplus Account .....

**To be answered by Property and Casualty Companies:**

- a. Statement of Assets, Liabilities, Surplus and Other Funds .....
- b. Statement of Income .....
- c. Capital and Surplus Account .....

**To be answered by Title Insurance Companies:**

- a. Statement of Assets, Liabilities, Surplus and Other Funds .....
- b. Statement of Income -- Operations and Investment Exhibit .....
- c. Capital and Surplus Account .....

**To be answered by Health Insurance Companies:**

- a. Statement of Assets, Liabilities, Capital and Surplus .....
- b. Statement of Revenues and Expenses .....
- c. Capital and Surplus Account .....

Column A		Column B	
Yes	No	Yes	No
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX
	XXX		XXX









50035200746000100

## SUPPLEMENTAL COMPENSATION EXHIBIT

For the Year Ended December 31, 2007

(To be filed by March 1)

### PART 1 - INTERROGATORIES

1. The reporting insurer is a member of a group of insurers or other holding company system:  yes  no. If yes, do the amounts below represent  
 1) total gross compensation paid to each individual by or on behalf of all companies that are part of the group: Yes [ ]; or 2) allocation to each insurer: Yes [ ].
2. Did any person while an officer, director, or trustee of the reporting entity receive directly or indirectly, during the period covered by this statement any commission on the business transactions of the reporting entity? Yes [ ] No [X]
3. Except for retirement plans generally applicable to its staff employees, has the reporting entity any agreement with any person, other than contracts with its agents for the payment of commissions whereby it agrees that for any service rendered or to be rendered, that he/she shall receive directly or indirectly, any salary, compensation or emolument that will extend beyond a period of 12 months from the date of the agreement? Yes [ ] No [X]

### PART 2 - OFFICERS AND EMPLOYEES COMPENSATION

1 Name and Principal Position	2 Year	Annual Compensation			
		3 Salary	4 Bonus	5 All Other Compensation	6 Totals
	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
1. Harold Hickman, President	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
2. Kurt E. Blass, Treasurer	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
3. Kevin D. Thomas, Secretary	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
4.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
5.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
6.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
7.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
8.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
9.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0
10.	2007	0	0	0	0
	2006	0	0	0	0
	2005	0	0	0	0

### PART 3 - DIRECTOR COMPENSATION

1 Name and Principal Position or Occupation	2 Compensation Paid or Deferred for Services as Director	3 All Other Compensation Paid or Deferred	4 Totals
1. Harold Hickman, President	0	0	0
2. Kurt E. Blass, Treasurer	0	0	0
3. Kevin D. Thomas, Secretary	0	0	0
4. Donald Mosby, Director	0	0	0
5. Nita Hanks, Director	0	0	0
6.	0	0	0
7.	0	0	0
8.	0	0	0
9.	0	0	0
10.	0	0	0
11.	0	0	0
12.	0	0	0
13.	0	0	0
14.	0	0	0
15.	0	0	0
16.	0	0	0
17.	0	0	0
18.	0	0	0
19.	0	0	0
20.	0	0	0
21.	0	0	0
22.	0	0	0
23.	0	0	0
24.	0	0	0
25.	0	0	0

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