

QUARTERLY STATEMENT

OF THE

Monroe Title Insurance Corporation

of Rochester

in the state of New York

TO THE

Insurance Department

OF THE

STATE OF

New York

FOR THE QUARTER ENDED

June 30, 2009

TITLE

2009



51063200920100102

QUARTERLY STATEMENT

AS OF JUNE 30, 2009
OF THE CONDITION AND AFFAIRS OF THE

Monroe Title Insurance Corporation

NAIC Group Code 0340 0340 **NAIC Company Code** 51063 **Employer's ID Number** 16-0557455
(Current Period) (Prior Period)

Organized under the Laws of New York, **State of Domicile or Port of Entry** New York
Country of Domicile United States

Incorporated/Organized: October 1, 1922 **Commenced Business:** April 1, 1923

Statutory Home Office: 47 West Main Street, Rochester, NY 14614
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office: 47 West Main Street
(Street and Number)
Rochester, NY 14614 585-232-2070
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address: 47 West Main Street, Rochester, NY 14614
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records: 47 West Main Street Rochester, NY 14614 585-232-2070
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address: www.monroetitle.com

Statutory Statement Contact: Scott D. Deverell 585-232-2070
(Name) (Area Code) (Telephone Number) (Extension)
sdeverell@monroetitle.com 585-232-4988
(E-Mail Address) (Fax Number)

OFFICERS

	Name	Title
1.	<u>Thomas A. Podsiadlo</u>	<u>President</u>
2.	<u>Barry C. Balonek</u>	<u>Secretary</u>
3.	<u>Christine F. Russell</u>	<u>Treasurer</u>

VICE-PRESIDENTS

Name	Title	Name	Title
<u>Joseph W. Agnello</u>	<u>Vice President</u>	<u>Barry C. Balonek</u>	<u>Vice President</u>
<u>Lawrence M. Boyka</u>	<u>Vice President</u>	<u>Peter E. Bryant</u>	<u>Vice President</u>
<u>Norma E. Buck</u>	<u>Vice President</u>	<u>John P. Federowicz</u>	<u>Vice President</u>
<u>Michael P. Gorman</u>	<u>Vice President</u>	<u>Richard C. Greiner</u>	<u>Vice President</u>
<u>Katherine A. Colucci</u>	<u>Vice President</u>	<u>James B. Isaac</u>	<u>Vice President</u>
<u>Peter L. Iannini</u>	<u>Vice President</u>	<u>James J. Lacagnina</u>	<u>Vice President</u>
<u>Pamela J. Nestico</u>	<u>Vice President</u>	<u>Joseph G. O'Mara</u>	<u>Vice President</u>
<u>Norma C. Redditt</u>	<u>Vice President</u>	<u>Jacquelyn I. Smith</u>	<u>Vice President</u>
<u>William C. Shelly</u>	<u>Vice President</u>	<u>Scott D. Deverell</u>	<u>Vice President</u>
<u>Ken Anderson</u>	<u>Vice President</u>		

DIRECTORS OR TRUSTEES

<u>Barry C. Balonek</u>	<u>Thomas A. Podsiadlo</u>	<u>Malcolm Morris</u>	<u>John F. Welling</u>
<u>Julie A. Curlen</u>	<u>Michael Skalka</u>	<u>Kevin Reilly</u>	

State of _____
County of _____ 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.

<u>(Signature)</u> <u>Scott D Deverell</u> <u>(Printed Name)</u> <u>1.</u> <u>Vice President</u> <u>(Title)</u>	<u>(Signature)</u> <u>Barry C. Balonek</u> <u>(Printed Name)</u> <u>2.</u> <u>Secretary</u> <u>(Title)</u>	<u>(Signature)</u> <u>Christine F. Russell</u> <u>(Printed Name)</u> <u>3.</u> <u>Treasurer</u> <u>(Title)</u>
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Subscribed and sworn to before me this _____ day of _____, 2009

a. Is this an original filing? Yes No

b. If no: 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	8,933,206		8,933,206	9,134,518
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	3,910,431		3,910,431	3,342,732
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	1,311,919		1,311,919	1,334,578
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 225,569), cash equivalents (\$ 0), and short-term investments (\$ 242,605)	468,174		468,174	1,057,712
6. Contract loans (including \$ 0 premium notes)				
7. Other invested assets	119,317		119,317	244,893
8. Receivables for securities				
9. Aggregate write-ins for invested assets	176,940	176,940		
10. Subtotals, cash and invested assets (Lines 1 to 9)	14,919,987	176,940	14,743,047	15,114,433
11. Title plants less \$ 0 charged off (for Title insurers only)	718,080		718,080	740,811
12. Investment income due and accrued	117,749		117,749	102,766
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	1,427,905	493,077	934,828	633,494
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	2,117,518	1,990,834	126,684	65,555
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software	107,600	61,381	46,219	58,494
19. Furniture and equipment, including health care delivery assets (\$ 0)	139,600	139,600		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	42,306		42,306	46,093
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)	19,590,745	2,861,832	16,728,913	16,761,646
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	19,590,745	2,861,832	16,728,913	16,761,646

DETAILS OF WRITE-IN LINES			
0901. Prepaid Expenses	176,940	176,940	
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)	176,940	176,940	
2301. Prepaid Expenses			
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)			

LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Statement Date	December 31 Prior Year
1. Known claims reserve	382,800	421,695
2. Statutory premium reserve	6,121,899	6,100,566
3. Aggregate of other reserves required by law		
4. Supplemental reserve		
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)	325,830	438,213
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	(4,920)	2,220
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	(149,395)	34,599
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	82,047	82,035
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 adjustments in assets and liabilities due to foreign exchange rates		
17. Drafts outstanding		
18. Payable to parent, subsidiaries and affiliates		58,745
19. Payable for securities		
20. Aggregate write-ins for other liabilities		
21. Total liabilities (Lines 1 through 20)	6,758,261	7,138,073
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	250,000	250,000
24. Preferred capital stock		
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	610,139	610,139
28. Unassigned funds (surplus)	9,110,512	8,763,434
29. Less treasury stock, at cost:		
29.1 0 shares common (value included in Line 23 \$ 0)		
29.2 0 shares preferred (value included in Line 24 \$ 0)		
30. Surplus as regards policyholders (Lines 22 to 28 less 29)	9,970,651	9,623,573
31. Totals	16,728,912	16,761,646

DETAILS OF WRITE-INS		
0301.		
0302.		
0303.		
0398. Summary of remaining write-ins for Line 03 from overflow page		
0399. Totals (Lines 0301 through 0303 plus 0398) (Line 03 above)		
2001. Accrued Reinsurance		
2002.		
2003.		
2098. Summary of remaining write-ins for Line 20 from overflow page		
2099. Totals (Lines 2001 through 2003 plus 2098) (Line 20 above)		
2201.		
2202.		
2203.		
2298. Summary of remaining write-ins for Line 22 from overflow page		
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)		

OPERATIONS AND INVESTMENT EXHIBIT

STATEMENT OF INCOME	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
OPERATING INCOME			
1. Title insurance and related income:			
1.1 Title insurance premiums earned	3,957,752	6,625,693	14,098,211
1.2 Escrow and settlement services			
1.3 Other title fees and service charges	2,132,144	3,313,393	6,567,546
2. Aggregate write-ins for other operating income	66,269	186,617	347,924
3. Total Operating Income (Lines 1 through 2)	6,156,165	10,125,703	21,013,681
DEDUCT:			
4. Losses and loss adjustment expenses incurred	76,786	109,378	318,911
5. Operating expenses incurred	6,208,674	10,282,450	20,906,504
6. Aggregate write-ins for other operating deductions			
7. Total Operating Deductions	6,285,460	10,391,828	21,225,415
8. Net operating gain or (loss) (Lines 3 minus 7)	(129,295)	(266,125)	(211,734)
INVESTMENT INCOME			
9. Net investment income earned	129,470	260,014	482,819
10. Net realized capital gains (losses) less capital gains tax of \$	(440,048)	57,768	(623,453)
11. Net investment gain (loss) (Lines 9 + 10)	(310,578)	317,782	(140,634)
OTHER INCOME			
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)	(439,873)	51,657	(352,368)
14. Federal and foreign income taxes incurred	(165,157)	(108,959)	(83,316)
15. Net income (Lines 13 minus 14)	(274,716)	160,616	(269,052)
CAPITAL AND SURPLUS ACCOUNT			
16. Surplus as regards policyholders, December 31 prior year	9,623,573	11,498,870	11,498,870
17. Net income (from Line 15)	(274,716)	160,616	(269,052)
18. Change in net unrealized capital gains or (losses) less capital gains tax of \$	519,579	(1,291,781)	(1,742,934)
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income taxes	288,798	99,227	776,676
21. Change in nonadmitted assets	(186,583)	(19,974)	(854,420)
22. Change in provision for unauthorized reinsurance			
23. Change in supplemental reserves			
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			
30. Aggregate write-ins for gains and losses in surplus		366,425	214,433
31. Change in surplus as regards policyholders (Lines 17 through 30)	347,078	(685,487)	(1,875,297)
32. Surplus as regards policyholders as of statement date (Lines 16 plus 31)	9,970,651	10,813,383	9,623,573

DETAILS OF WRITE-IN LINES			
0201. Miscellaneous Income	14,471	43,163	85,220
0202. Other Abstract Fees	51,798	128,127	238,014
0203. Reinsurance fees reimbursed from agents		15,327	24,690
0298. Summary of remaining write-ins for Line 02 from overflow page			
0299. Totals (Lines 0201 through 0203 plus 0298) (Line 02 above)	66,269	186,617	347,924
0601.			
0602.			
0603.			
0698. Summary of remaining write-ins for Line 06 from overflow page			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 06 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. Prior period error in deferred tax calculation		366,425	214,433
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)		366,425	214,433

NONE

NONE

CASH FLOW

	1	2
Cash from Operations	Current Year To Date	Prior Year Ended December 31
1. Premiums collected net of reinsurance	5,809,907	19,041,378
2. Net investment income	120,446	420,122
3. Miscellaneous income	11,311	380,237
4. Total (Lines 1 to 3)	5,941,664	19,841,737
5. Benefit and loss related payments	115,681	699,517
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	6,293,792	20,890,474
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)		
10. Total (Lines 5 through 9)	6,409,473	21,589,991
11. Net cash from operations (Line 4 minus Line 10)	(467,809)	(1,748,254)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	217,342	650,840
12.2 Stocks	112,788	2,459,856
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets	144,000	150,000
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)	474,130	3,260,696
13. Cost of investments acquired (long-term only):		
13.1 Bonds		528,056
13.2 Stocks	640,973	3,328,744
13.3 Mortgage loans		
13.4 Real estate		51,596
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	640,973	3,908,396
14. Net increase (or decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(166,843)	(647,700)
Cash from Financing and Miscellaneous Sources		
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)	45,114	67,900
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	45,114	67,900
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(589,538)	(2,328,054)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,057,712	3,385,766
19.2 End of period (Line 18 plus Line 19.1)	468,174	1,057,712

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

20.0001		
20.0002		
20.0003		

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Practices

The accompanying financial statements of Monroe Title Insurance Corporation (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the Insurance Department of the State of New York (the Department).

The Department recognizes only statutory accounting practices prescribed or permitted by the state of New York (the State) for determining and reporting the financial condition and results of operations of a title insurance company and for determining its solvency under the New York State Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted, with certain exceptions, as a component of prescribed or permitted practices by the State. The accounting practices not adopted by the State include, but are not limited to, those described in certain paragraphs of the Statements of Statutory Accounting Principles' (SSAP) No. 10 *Income Taxes*, SSAP No. 16 *Electronic Data Processing Equipment and Software* and SSAP No. 57 *Title Insurance*. The New York State Superintendent of Insurance has the right to permit other specific practices that deviate from prescribed practices.

A reconciliation of the Company's net income/(loss) and capital and surplus between the NAIC SAP and practices prescribed and permitted by the State as of and for the six months ended June 30, 2009 is shown below:

	<u>Net Income</u>	<u>Capital And Surplus</u>
Balance, NYS Basis	\$ (274,716)	\$ 9,970,651
Amortization of title plant	34,406	1,784,712
Depreciation of EDP Equipment	(3,444)	7,120
Release of statutory premium reserve	35,477	895,168
Balance, NAIC SAP Basis	<u>\$ (208,277)</u>	<u>\$ 12,657,651</u>

Use of Estimates in the Preparation of the Financial Statements and Significant Accounting Policies – NO MATERIAL CHANGES

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS – NOT APPLICABLE
3. BUSINESS COMBINATIONS AND GOODWILL - NOT APPLICABLE
4. DISCONTINUED OPERATIONS - NOT APPLICABLE
5. INVESTMENTS – NO MATERIAL CHANGES
6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES – NO MATERIAL CHANGES
7. INVESTMENT INCOME – NO MATERIAL CHANGES
8. DERIVATIVE INSTRUMENTS - NOT APPLICABLE
9. INCOME TAXES – NO MATERIAL CHANGES

The New York Department of Insurance has adopted SSAP #10 and reported in accordance with Regulation 172 of New York Insurance Law.

A. The net deferred tax asset/(liability) at June 30, 2009 and the change from the prior year are comprised of the following components:

	6/30/09	2008	Change
(1) Total gross deferred tax assets	2,274,769	1,571,447	703,322
(2) Total deferred tax liabilities	31,034	(253,846)	(284,880)
(3) Net deferred tax asset	2,243,735	1,825,293	418,441
(4) Deferred tax assets nonadmitted in accordance with SSAP No. 10	(2,117,051)	(1,759,738)	(357,313)
(5) Admitted deferred tax asset	126,684	65,555	61,129

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

	6/30/09	2008	Change
(1) Net deferred tax asset	2,243,735	1,825,293	418,441
(2) Tax effect of unrealized gains and losses	(31,034)	253,846	(284,880)
(3) Net tax effect without unrealized gains and losses	2,274,769	1,571,447	703,322
(4) Change in deferred income tax			703,322)

NOTES TO FINANCIAL STATEMENTS

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:

	6/30/09	2008
(1) Current year tax expense (benefit) (exclusive of items 2 and 3 below)	-	(79,889)
(2) Tax credits	-	-
(3) Federal income tax on net capital gains	-	-
(4) Prior year adjustment	-	(3,427)
(5) Current income taxes incurred	-	(83,316)

Deferred income tax assets and liabilities consist of the following major components:

	6/30/09	2008
Deferred tax assets:		
(1) Discounting of Reserves	520,593	552,196
(2) Fixed Assets	138,500	80,919
(3) Net Operating Loss	495,581	-
(4) Other	1,120,095	755,096
(5) Total deferred tax assets	2,274,769	1,571,447
(6) Nonadmitted deferred tax assets	(2,117,051)	(1,759,738)
(6) Admitted deferred tax assets	157,718	(188,291)
Deferred tax liabilities:		
(7) Stock Unrealized gains	(31,034)	253,846
(8) Other	-	-
(9) Total deferred tax liabilities	(31,034)	253,846
(10) Net admitted deferred tax asset (liability)	126,684	65,555

- 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:

	2009
(1) Income before taxes	(1,077,456)
(2) Income tax expense (benefit) at 35% statutory rate	(377,110)
(3) Increase (decrease) in tax resulting from:	
a. Dividends received deduction	(7,010)
b. Nondeductible expenses for meals, penalties and lobbying	2,564
c. Tax-exempt income	(39,015)
d. Deferred tax benefit on nonadmitted assets	-
e. Foreign income taxes	-
f. Federal income taxes on capital gains	-
g. Other	(282,750)
(4) Total income tax expected	(703,322)
(5) Current income taxes incurred (without tax on realized gains and losses)	-
(6) Change in deferred income tax (without tax on unrealized gains and losses)	(703,322)
(7) Total income tax reported	(703,322)

E. Operating loss carryforward:

- (1) As of June 30, 2009, the Company had \$1,415,946 net operating loss carryforwards. They will expire between 2029-2030.
(2) There are no federal income taxes available for recoupment in the event of future net losses.

F. Consolidated federal income tax return.

Effective with the merger date, February 3, 2006, the Company's federal income tax return is consolidated with Stewart Information Services Corporation and other subsidiaries listed on the attached schedule.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES – On May 12, 2009, The Company was merged into Stewart Title Insurance Company, a title insurer domiciled in the State of New York. The merger was approved by the New York State Insurance Department.
11. DEBT – NO MATERIAL CHANGES
12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS – NOT APPLICABLE

NOTES TO FINANCIAL STATEMENTS

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS – NO MATERIAL CHANGES

14. CONTINGENCIES – NO MATERIAL CHANGES

15. LEASES – NO MATERIAL CHANGES

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK - NOT APPLICABLE

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES – NOT APPLICABLE

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED A&H PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS - NOT APPLICABLE

19. DIRECT PREMIUMS WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS - NOT APPLICABLE

20. SEPTEMBER 11 EVENTS – NOT APPLICABLE

21. OTHER ITEMS – NOT APPLICABLE

22. EVENTS SUBSEQUENT - NOT APPLICABLE

23. REINSURANCE - NOT APPLICABLE

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION - NOT APPLICABLE

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES – NO MATERIAL CHANGES

26. INTERCOMPANY POOLING ARRANGEMENTS - NOT APPLICABLE

27. STRUCTURED SETTLEMENTS - NOT APPLICABLE

28. SUPPLEMENTAL RESERVE – NOT APPLICABLE

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 – COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

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: _____

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
If yes, complete the Schedule Y – Part 1 – organizational chart.

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

4.2 If yes, provide the name of 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
Stewart Title Insurance Company	51420	NY

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] N/A []
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. _____ 12/31/2006

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. _____ 12/31/2001

6.3 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). _____ 05/15/2003

6.4 By what department or departments?
State of New York Insurance Department
.....
.....
.....

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []

7.1 Has this 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]

7.2 If yes, give full information
.....
.....
.....

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

GENERAL INTERROGATORIES

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

.....

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 below the names and location (city and state of the main office) of any affiliates regulated by a federal 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
.....
.....

9.1 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?

- (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.

Yes [X] No []

9.11 If the response to 9.1 is No, please explain:

.....

9.2 Has the code of ethics for senior managers been amended?

Yes [] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [] No [X]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$ _____

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]

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

.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$ _____

GENERAL INTERROGATORIES

13. Amount of real estate and mortgages held in short-term investments: \$ _____

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes No

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$ _____	\$ _____
14.22 Preferred Stock	\$ _____	\$ _____
14.23 Common Stock	\$ _____	\$ _____
14.24 Short-Term Investments	\$ _____	\$ _____
14.25 Mortgage Loans on Real Estate	\$ _____	\$ _____
14.26 All Other	\$ <u>244,893</u>	\$ <u>119,317</u>
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$ <u>244,893</u>	\$ <u>119,317</u>
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$ _____	\$ _____

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes No

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

16. Excluding items in Schedule E - Part 3 - Special Deposits, 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, F – Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes No

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

1 Name of Custodian(s)	2 Custodian Address
Bank of America	1 East Avenue, Rochester, New York, 14604
HSBC Bank	1 HSBC Plaza, Rochester, New York, 14639

16.2 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)
.....
.....

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes No

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

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

GENERAL INTERROGATORIES

16.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/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	2 Name(s)	3 Address
DTC 913	Bank of America	1 East Avenue, Rochester, New York, 14604
DTC 2165	HSBC Bank	1 HSBC Plaza, Rochester, New York, 14639

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes No

17.2 If no, list exceptions:

.....

GENERAL INTERROGATORIES

PART 2 - TITLE

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [] N/A [X]
 If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting 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]
 If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto:

.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses discounted to present value at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
.....
.....
.....
Total										

5.1 Reporting entity assets listed on Page 2 include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserves:

5.11 Bonds	\$ <u>6,108,507</u>
5.12 Short-term investments	\$ _____
5.13 Mortgages	\$ _____
5.14 Cash	\$ <u>222,443</u>
5.15 Other admissible invested assets	\$ _____
5.16 Total	\$ <u>6,330,950</u>

5.2 List below segregated 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 1 and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers)

5.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of:	\$ <u>1,056,574</u>
These funds consist of:	
5.22 In cash on deposit	\$ _____
5.23 Other forms of security	\$ _____

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)
NONE				

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year To Date - Allocated by States and Territories

States, Etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		Active Status	2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date
1. Alabama	AL	N					
2. Alaska	AK	N					
3. Arizona	AZ	N					
4. Arkansas	AR	N					
5. California	CA	N					
6. Colorado	CO	N					
7. Connecticut	CT	N					
8. Delaware	DE	N					
9. District of Columbia	DC	N					
10. Florida	FL	N					
11. Georgia	GA	N					
12. Hawaii	HI	N					
13. Idaho	ID	N					
14. Illinois	IL	N					
15. Indiana	IN	N					
16. Iowa	IA	N					
17. Kansas	KS	N					
18. Kentucky	KY	N					
19. Louisiana	LA	N					
20. Maine	ME	N					
21. Maryland	MD	N					
22. Massachusetts	MA	N					
23. Michigan	MI	N					
24. Minnesota	MN	N					
25. Mississippi	MS	N					
26. Missouri	MO	N					
27. Montana	MT	N					
28. Nebraska	NE	N					
29. Nevada	NV	N					
30. New Hampshire	NH	N					
31. New Jersey	NJ	N					
32. New Mexico	NM	N					
33. New York	NY	N	4,018,370	6,728,711	29,388	524,011	382,800
34. North Carolina	NC	N					
35. North Dakota	ND	N					
36. Ohio	OH	N					
37. Oklahoma	OK	N					
38. Oregon	OR	N					
39. Pennsylvania	PA	N					
40. Rhode Island	RI	N					
41. South Carolina	SC	N					
42. South Dakota	SD	N					
43. Tennessee	TN	N					
44. Texas	TX	N					
45. Utah	UT	N					
46. Vermont	VT	N					
47. Virginia	VA	N					
48. Washington	WA	N					
49. West Virginia	WV	N					
50. Wisconsin	WI	N					
51. Wyoming	WY	N					
52. American Samoa	AS	N					
53. Guam	GU	N					
54. Puerto Rico	PR	N					
55. U.S. Virgin Islands	VI	N					
56. Northern Mariana Islands	MP	N					
57. Canada	CN	N					
58. Aggregate Other Alien	OT	X X X					
59. Totals	(a)		4,018,370	6,728,711	29,388	524,011	382,800

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						
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X						

NONE

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

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Company Name
0		0	DE	74-1677330	Stewart Information Services Corporation-SISCO
340	Stewart	50121	TX	74-0924290	Stewart Title Guaranty Company-STG(SISCO)
340	Stewart	50035	FL	65-0685696	Alliance Title of America-SISCO,STG
340	Stewart	50156	IL	34-0805709	National Land Title Insurance Company-NLTIC (STG)
340	Stewart	50725	AR	71-0560086	Arkansas Title Insurance Company-NLTIC
340	Stewart	51420	NY	76-0233294	Stewart Title Insurance Company-STIC (STG)
340	Stewart	50036	OR	91-1800766	Stewart Title Insurance Co. of Oregon-STG
340	Stewart	32336	VT	03-0311175	Title Reinsurance Company-STG
0		0	MX	AA-2734105	Stewart Title Guaranty De Mexico-STG
0		0	EN	AA-1124112	Stewart Title Limited (United Kingdom)-STG
0		0	TX	74-0923770	Stewart Title Co. of Galveston-STC-STG
0		0	OK	73-1093494	Stewart Abstract of Oklahoma-STC
0		0	NM	85-0446018	Stewart Title LLC-STC
0		0	NM	85-0432768	Santa Fe Abstract-STC
0		0	AR	71-0798379	Stewart Title of Arkansas-STC
0		0	WA	91-1918234	Stewart Title of Washington-STC
0		0	AZ	86-0223200	Stewart Title & Trust of Phoenix-STC
0		0	CA	95-4607898	Stewart Title of California-STC
0		0	CA	77-0354503	Asset Preservation Inc.-STC
0		0	TX	74-2823956	Gracey Title - STC
0		0	FL	59-3138251	Tampa Cypress Partners-STC
0		0	NV	20-8217543	Stewart Title Nevada Holdings Inc.-STC
0		0	PL	99-9999999	Stewart International Spolka Z Organizona - STC
0		0	TN	20-1624648	Stewart Title of Tennessee-STC
0		0	TX	76-0450977	Stewart Lenders Services-STC
0		0	TX	20-5764898	Property Information Corporation
0		0	TX	03-0575225	Stewart REI Group Inc.
0		0	TX	47-0941826	Home Retention Services, Inc - STC
0		0	TX	20-8586758	SLJ Holdings
0		0	CO	20-2815427	Stewart Title of Colorado-STC
0		0	CO	84-1517419	Stewart Water Information LLC-STC
0		0	WA	68-0304246	Stewart Transaction Solutions NW-STC
0		0	UT	46-0467452	Bonneville Superior Title Co.-STC
0		0	VG	98-0371673	Stewart Latin America Inc. - STC

PART 1 – LOSS EXPERIENCE

	Current Year to Date				5 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Written	2 Other Income (Page 4, Lines 1.2 + 1.3 + 2)	3 Direct Losses Incurred	4 Direct Loss Percentage Cols. 3 / (1 + 2)	
1. Direct operations	1,247,898	2,156,245	25,545	0.80	1.20
2. Agency operations:					
2.1 Non-affiliated agency operations	2,685,587	42,168	5,343	0.20	-0.87
2.2 Affiliated agency operations	84,885		(1,500)	-1.80	1.02
3. Totals	4,018,370	2,198,413	29,388	0.50	0.38

PART 2 – DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Direct operations	285,080	1,247,898	2,534,052
2. Agency operations:			
2.1 Non-affiliated agency operations	713,855	2,685,587	4,034,062
2.2 Affiliated agency operations	21,425	84,885	160,597
3. Totals	1,020,360	4,018,370	6,728,711

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - VERIFICATION**Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	1,334,578	1,359,386
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		51,596
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation	22,660	76,404
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)	1,311,918	1,334,578
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	1,311,918	1,334,578

SCHEDULE B - VERIFICATION**Mortgage Loans**

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION**Other Long-Term Invested Assets**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	244,893	246,706
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	18,423	148,187
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	144,000	150,000
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	119,316	244,893
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	119,316	244,893

SCHEDULE D - VERIFICATION**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	12,477,250	13,888,177
2. Cost of bonds and stocks acquired	640,973	3,856,800
3. Accrual of discount		
4. Unrealized valuation increase (decrease)	497,312	(1,522,760)
5. Total gain (loss) on disposals	31,829	48,059
6. Deduct consideration for bonds and stocks disposed of	330,130	3,110,696
7. Deduct amortization of premium	1,720	5,080
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	471,877	677,250
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	12,843,637	12,477,250
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	12,843,637	12,477,250

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	8,983,590		49,949	(435)	8,983,590	8,933,206		9,134,518
2. Class 2 (a)								
3. Class 3 (a)								
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)								
7. Total Bonds	8,983,590		49,949	(435)	8,983,590	8,933,206		9,134,518
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	8,983,590		49,949	(435)	8,983,590	8,933,206		9,134,518

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(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated, short-term and cash-equivalent bonds by NAIC designation:

NAIC 1 \$; NAIC 2 \$; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	242,605	X X X	242,605	596	297

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	477,895	1,100,884
2. Cost of short-term investments acquired	454,727	3,660,378
3. Accrual of discount		23,474
4. Unrealized valuation increase (decrease)	596	
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	690,613	4,306,841
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	242,605	477,895
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	242,605	477,895

NONE Schedule DB - Part F - Section 1

NONE Schedule DB - Part F - Section 2

NONE Schedule E Verification

NONE Schedule A - Part 2 and 3

NONE Schedule B - Part 2 and 3

NONE Schedule BA - Part 2 and 3

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
031162-10-0	Amgen Inc		04/08/2009	HSBC	912.000	42,657			L
151020-10-4	Celgene Corp		04/06/2009	HSBC	305.000	11,630			L
151020-10-4	Celgene Corp		04/06/2009	HSBC	454.000	17,442			L
617446-44-8	Morgan Stanley		04/03/2009	HSBC	1,457.000	33,259			L
92826C-83-9	Visa Inc.- Class A		04/07/2009	HSBC	150.000	8,333			L
92826C-83-9	Visa Inc.- Class A		04/15/2009	HSBC	415.000	24,506			L
9099999	Total Common Stock Industrial and Miscellaneous (Unaffiliated)				X X X	137,827	X X X		X X X
9799997	Total Common Stock Part 3				X X X	137,827	X X X		X X X
9799998	Summary Item from Part 5 for Common Stocks				X X X	X X X	X X X	X X X	X X X
9799999	Total Common Stock				X X X	137,827	X X X		X X X
9899999	Total Preferred and Common Stock				X X X	137,827	X X X		X X X
9999999	Totals				X X X	137,827	X X X		X X X

E04

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Forfeiture	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)	
033161-BY-5	Anchorage Alaska Ser A		04/15/2009	HSBC		52,917	50,000.00	49,837	49,944		5		5		49,949		2,968	2,968	763	06/01/2012	1FE	
1799999	U.S. Total - Bonds - States, Territories and Possessions				X X X	52,917	50,000.00	49,837	49,944		5		5		49,949		2,968	2,968	763	X X X	X X X	
8399997	Total - Bonds - Part 4				X X X	52,917	50,000.00	49,837	49,944		5		5		49,949		2,968	2,968	763	X X X	X X X	
8399998	Summary Item from Part 5 for Bonds				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999	Total Bonds				X X X	52,917	50,000.00	49,837	49,944		5		5		49,949		2,968	2,968	763	X X X	X X X	
09253U-10-8	Blackstone Group		04/20/2009	HSBC	200.00	1,683		1,306	1,306						1,306		377	377			L	
126650-10-0	CVS Caremark Corp		04/20/2009	HSBC	200.00	5,820		2,691	5,748	(3,057)			(3,057)		2,691		3,129	3,129	30		L	
30231G-10-2	Exxon Mobil Corporation		04/20/2009	HSBC	100.00	6,803		3,543	7,983	(4,440)			(4,440)		3,543		3,260	3,260	40		L	
713448-10-8	Pepsico Inc		04/20/2009	HSBC	245.00	12,671		7,959	13,419	(5,460)			(5,460)		7,959		4,712	4,712	208		L	
925524-30-8	Viacom Inc - B		04/20/2009	HSBC	25.00	469		477	477						477		(8)	(8)			L	
925524-30-8	Viacom Inc - B		04/20/2009	HSBC	75.00	1,406		1,430	1,430						1,430		(23)	(23)			L	
9099999	Total - Common Stock - Industrial and Miscellaneous (Unaffiliated)				X X X	28,852		17,406	30,363	(12,957)			(12,957)		17,406		11,447	11,447	278	X X X	X X X	
9799997	Total - Common Stock - Part 4				X X X	28,852	X X X	17,406	30,363	(12,957)			(12,957)		17,406		11,447	11,447	278	X X X	X X X	
9799998	Summary Item from Part 5 for Common Stocks				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
9799999	Total Common Stocks				X X X	28,852	X X X	17,406	30,363	(12,957)			(12,957)		17,406		11,447	11,447	278	X X X	X X X	
9899999	Total Preferred and Common Stocks				X X X	28,852	X X X	17,406	30,363	(12,957)			(12,957)		17,406		11,447	11,447	278	X X X	X X X	
9999999	Totals					81,769	X X X	67,243	80,307	(12,957)	5		(12,952)		67,355		14,415	14,415	1,041	X X X	X X X	

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

NONE Schedule DB - Part A and B - Section 1

NONE Schedule DB - Part C and D - Section 1

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories - Section (A) - Segregated Funds Held for Others								
HSBC Bank USA Rochester, NY			11		127,574			
Bank of America Rochester, NY			33		929,000			
0199998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X						X
0199999 Total - Segregated Funds Held for Others	X X X	X X X	44		1,056,574			X
Open Depositories - Section (B) - General Funds								
HSBC Bank USA Rochester, NY					34,305			
HSBC Bank USA Rochester, NY					3,807			
HSBC Bank USA Rochester, NY			175		184,175			
0299998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X						X
0299999 Total - General Funds	X X X	X X X	175		222,287			X
Open Depositories - Section (C) - Reinsurance Reserve Funds								
0399998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X						X
0399999 Total - Reinsurance Reserve Funds	X X X	X X X						X
0499999 Total - Open Depositories	X X X	X X X	219		1,278,861			X
Suspended Depositories - Section (A) - Seg. Funds Held for Others								
0599998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X						X
0599999 Total - Segregated Funds Held for Others	X X X	X X X						X
Suspended Depositories - Section (B) - General Funds								
0699998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X						X
0699999 Total - General Funds	X X X	X X X						X
Suspended Depositories - Section (C) - Reinsurance Reserve Funds								
0799998 Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X						X
0799999 Total - Reinsurance Reserve Funds	X X X	X X X						X
0899999 Total Suspended Depositories	X X X	X X X						X
0999999 Total Cash on Deposit	X X X	X X X	219		1,278,861			X
1099999 Cash in Company's Office	X X X	X X X	X X X	X X X	3,250			X
1199999 Total Cash	X X X	X X X	219		1,282,111			X

NONE Schedule E - Part 2