

ANNUAL STATEMENT

OF THE

National Land Title Insurance Company

of **Hoffman Estates**

in the state of **Illinois**

TO THE

Insurance Department

OF THE

STATE OF Illinois

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

TITLE

2006



50156200620100100

ANNUAL STATEMENT

For the Year Ended December 31, 2006
OF THE CONDITION AND AFFAIRS OF THE
National Land Title Insurance Company

NAIC Group Code 0340 0340 NAIC Company Code 50156 Employer's ID Number 34-0805709
(Current Period) (Prior Period)

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

Country of Domicile

Incorporated/Organized: November 28, 1970 Commenced Business: January 7, 1971

Statutory Home Office: 2800 W. HIGGINS RD SUITE 835 HOFFMAN ESTATES, IL 60169

Main Administrative Office: 2800 W. HIGGINS RD SUITE 835 HOFFMAN ESTATES, IL 60169 800-533-6584

Mail Address: 2800 W. HIGGINS RD SUITE 835 HOFFMAN ESTATES, IL 60169

Primary Location of Books and Records: 2800 W. HIGGINS RD SUITE 835 HOFFMAN ESTATES, IL 60169 800-533-6584

Internet Website Address: www.nltic.com

Statutory Statement Contact: DEBRA L. KAHOUN 847-885-3000 104
dkahoun@stewart.com 847-885-3636
(E-Mail Address) (Fax Number)

Policyowner Relations Contact: TODD FAUTH 2800 W. HIGGINS RD SUITE 835 HOFFMAN ESTATES, IL 60169 800-533-6584 110

OFFICERS

Table with 2 columns: Name, Title. Rows include THOMAS J. SAGEHORN (PRESIDENT AND CEO), DEBRA KAHOUN (VICE PRESIDENT), and EILEEN VAN ROEYEN (VICE PRESIDENT & SECRETARY).

Vice-Presidents

Table with 4 columns: Name, Title, Name, Title. Lists names and titles for Vice-Presidents such as KEN ANDERSON, RENE HAGLUND TIERNEY, CHARITY MAKELA, DEBRA KAHOUN, JOHN ROTHERMEL, TODD FAUTH, EILEEN VAN ROEYEN, and LOUIS DISANTI.

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Title, Name, Title. Lists names and titles for Directors or Trustees such as MALCOLM S. MORRIS, ALISON R. EVERS, GLENN H. CLEMENTS, and THOMAS J. SAGEHORN.

State of ILLINOIS
County of COOK 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) THOMAS J. SAGEHORN (Signature) DEBRA KAHOUN (Signature) EILEEN VAN ROEYEN
(Printed Name) (Printed Name) (Printed Name)
1. PRESIDENT AND CEO 2. VICE PRESIDENT 3. VICE PRESIDENT & SECRETARY
(Title) (Title) (Title)

Subscribed and sworn to before me this day of , 2007

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

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	3,397,708		3,397,708	2,961,683
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	2,258,577		2,258,577	
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 (\$ 1,071,250, Schedule E-Part 1), cash equivalents (\$ 0 Schedule E-Part 2) and short-term investments (\$ 0, Schedule DA)	1,071,250		1,071,250	1,424,848
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)	6,727,535		6,727,535	4,386,531
11. Title plants less \$ 0 charged off (for Title insurers only)				
12. Investment income due and accrued	27,998		27,998	25,557
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	12,109		12,109	2,288
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	197,190	179,431	17,759	16,116
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software				
19. Furniture and equipment, including health care delivery assets (\$ 0)	7,764	7,764		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	650		650	2,621
22. Health care (\$ 0) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	42		42	
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	6,973,288	187,195	6,786,093	4,433,113
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	6,973,288	187,195	6,786,093	4,433,113

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. Other Assets -	42		42	
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)	42		42	

LIABILITIES, SURPLUS AND OTHER FUNDS	1 Current Year	2 Prior Year
1. Known claims reserve (Part 2B, Line 3, Col. 4)	100,841	165,957
2. Statutory premium reserve (Part 1B, Line 2.5, Col. 1)	1,129,934	1,276,784
3. Aggregate of other reserves required by law		
4. Supplemental reserve (Part 2B, Col. 4, Line 12)		
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)	42,378	8,404
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	9,743	2,200
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))		
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	4,414	22,610
19. Payable for securities		
20. Aggregate write-ins for other liabilities	2,107	10,931
21. Total liabilities (Lines 1 through 20)	1,289,416	1,486,886
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	1,000,000	1,000,000
24. Preferred capital stock		
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	4,666,702	2,208,125
28. Unassigned funds (surplus)	(170,026)	(261,897)
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)(Page 4, Line 32)	5,496,677	2,946,228
31. Totals (Page 2, Line 26, Col. 3)	6,786,093	4,433,114

DETAILS OF WRITE-INS		
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 to Affiliate	2,107	10,931
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)	2,107	10,931
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	2
		Current Year	Prior Year
OPERATING INCOME			
1. Title insurance and related income (Part 1):			
1.1 Title insurance premiums earned (Part 1B, Line 3, Col. 1)		1,534,302	588,977
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			33,499
3. Total Operating Income (Lines 1 through 2)		1,534,302	622,476
DEDUCT:			
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		68,523	153,886
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)		1,727,481	560,919
6. Aggregate write-ins for other operating deductions			
7. Total Operating Deductions		1,796,004	714,805
8. Net operating gain or (loss) (Lines 3 minus 7)		(261,702)	(92,329)
INVESTMENT INCOME			
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)		249,228	150,977
10. Net realized capital gains (losses) less capital gains tax of \$ 0 (Exhibit of Capital Gains (Losses))			
11. Net investment gain (loss) (Lines 9 + 10)		249,228	150,977
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)		(12,474)	58,648
14. Federal and foreign income taxes incurred			
15. Net income (Lines 13 minus 14)		(12,474)	58,648
CAPITAL AND SURPLUS ACCOUNT			
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)		2,946,229	2,871,776
17. Net income (from Line 15)		(12,474)	58,648
18. Net unrealized capital gains or (losses) less capital gains tax of \$ 0		349,408	
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income tax		(4,930)	24,678
21. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)		54,656	(8,873)
22. Change in provision for unauthorized reinsurance (Page 3, Line 15, Cols. 2 minus 1)			
23. Change in supplemental reserves (Page 3, Line 4, Cols. 2 minus 1)			
24. Change in surplus notes			
25. Cumulative effect of changes in accounting principles			
26. Capital Changes:			
26.1 Paid in		2,109,169	
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		54,619	
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)		2,550,448	74,453
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)		5,496,677	2,946,229

DETAILS OF WRITE-INS			
0201. Other Income			33,499
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)			33,499
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. Adjustment to prior year SPR		54,619	
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)		54,619	

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	1,441,352	474,262
2. Net investment income	253,447	120,385
3. Miscellaneous income		33,499
4. Total (Lines 1 through 3)	1,694,799	628,146
5. Benefit and loss related payments	133,639	183,679
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	1,672,074	540,025
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) \$ 0 net of tax on capital gains (losses)		
10. Total (Lines 5 through 9)	1,805,713	723,704
11. Net cash from operations (Line 4 minus Line 10)	(110,914)	(95,558)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	960,500	750,000
12.2 Stocks		101,157
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)	960,500	851,157
13. Cost of investments acquired (long-term only):		
13.1 Bonds	1,403,183	699,655
13.2 Stocks	1,909,169	
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)	3,312,352	699,655
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)	(2,351,852)	151,502
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	2,109,169	
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		50,607
16.6 Other cash provided (applied)		
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	2,109,169	50,607
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)	(353,597)	106,551
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,424,848	1,318,297
19.2 End of year (Line 18 plus Line 19.1)	1,071,251	1,424,848

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

20.0001.		
20.0002.		
20.0003.		

OPERATIONS AND INVESTMENT EXHIBIT

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

	1 Direct Operations	Agency Operations		4 Current Year Total (Cols. 1 + 2 + 3)	5 Prior Year Total
		2 Non-Affiliated Agency Operations	3 Affiliated Agency Operations		
1. Direct premiums written		1,455,792	4,472	1,460,264	490,646
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)		1,455,792	4,472	1,460,264	490,646

PART 1B - PREMIUMS EARNED EXHIBIT

	1 Current Year	2 Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	1,460,264	490,646
1.2 Assumed		
1.3 Ceded	18,193	4,150
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	1,442,071	486,496
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	1,276,784	1,379,264
2.2 Additions during the current year	56,490	56,695
2.3 Withdrawals during the current year	148,721	159,175
2.4 Other adjustments to statutory premium reserves	(54,619)	
2.5 Balance at December 31 current year	1,129,934	1,276,784
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	1,534,302	588,976

PART 1C - OTHER TITLE FEES AND SERVICE CHARGES

	1 Current Year	2 Prior Year
1. Title examinations	NONE	
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		133,639		133,639	183,679
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage					
3. Total (Line 1 plus Line 2)		133,639		133,639	183,679
4. Deduct: Recovered during year from reinsurance					
5. Net payments (Line 3 minus Line 4)		133,639		133,639	183,679
6. Known claims reserve - current year (Page 3, Line 1, Column 1)		100,841		100,841	165,957
7. Known claims reserve - prior year (Page 3, Line 1, Column 2)		165,957		165,957	195,750
8. Losses and allocated Loss Adjustment Expenses incurred (Ln 5 + Ln 6 - Ln 7)		68,523		68,523	153,886
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5)					
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9)		68,523		68,523	153,886

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

	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. 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)		100,841		100,841	165,957
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)		100,841		100,841	165,957
4. Incurred But Not Reported:					
4.1 Direct (Schedule P, Part 1, Line 12, Col. 20)		260,000		260,000	280,000
4.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 21)					
4.3 Reinsurance ceded (Schedule P, Part 1, Line 12, Col. 22)					
4.4 Net incurred but not reported		260,000		260,000	280,000
5. Unallocated LAE reserve (Schedule P, Part 1, Line 12, Col. 23)	X X X	X X X	X X X		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	360,841	X X X
8. Statutory premium reserve at year end	X X X	X X X	X X X	1,129,934	X X X
9. Aggregate of other reserves required by law	X X X	X X X	X X X		X X X
10. Gross supplemental reserve (a) (Lines 7 - (3 + 8 + 9))	X X X	X X X	X X X		X X X
11. Unrecognized Schedule P transition obligation	X X X	X X X	X X X		X X X
12. Net recognized supplemental reserve (Lines 10 - 11)	X X X	X X X	X X X		X X X

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

OPERATIONS AND INVESTMENT EXHIBIT
PART 3 - EXPENSES

	Title and Escrow Operating Expenses				5 Unallocated Loss Adjustment Expenses	6 Other Operations	7 Investment Expenses	Totals	
	1 Direct Operations	Agency Operations		4 Total (Cols. 1 + 2 + 3)				8 Current Year (Cols. 4 + 5 + 6 + 7)	9 Prior Year
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations						
1. Personnel costs:									
1.1 Salaries	262,045			262,045			262,045		
1.2 Employee relations and welfare	19,174			19,174			19,174		
1.3 Payroll taxes	24,662			24,662			24,662		
1.4 Other personnel costs	16,726			16,726			16,726	25,504	
1.5 Total personnel costs	322,607			322,607			322,607	25,504	
2. Amounts paid to or retained by title agents		1,156,068		1,156,068			1,156,068	390,755	
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts									
3.2 Surveys									
3.3 Other									
4. Advertising	5,730			5,730			5,730		
5. Boards, bureaus and associations	5,870			5,870			5,870	7,717	
6. Title plant rent and maintenance									
7. Claim adjustment services									
8. Amounts charged off, net of recoveries	6,538			6,538			6,538		
9. Marketing and promotional expenses	7,501			7,501			7,501	57	
10. Insurance	1,311			1,311			1,311	286	
11. Directors' fees									
12. Travel and travel items	20,176			20,176			20,176	3,860	
13. Rent and rent items	11,192			11,192			11,192	3,452	
14. Equipment									
15. Cost or depreciation of EDP equipment and software	21,921			21,921			21,921	14,917	
16. Printing, stationery, books and periodicals	58,368			58,368			58,368	15,282	
17. Postage, telephone, messengers and express	13,349			13,349			13,349	9,360	
18. Legal and auditing	43,952			43,952			43,952	63,869	
19. Totals (Lines 1.5 to 18)	518,515	1,156,068		1,674,583			1,674,583	535,059	
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes	21,485			21,485			21,485	10,119	
20.2 Insurance department licenses and fees	11,184			11,184			11,184	6,311	
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)									
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)	32,669			32,669			32,669	16,430	
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for miscellaneous expenses	20,229			20,229			20,229	9,431	
24. Total expenses incurred (Lines 19 + 20.5 + 21 + 22 + 23)	571,413	1,156,068		1,727,481			(a) 1,727,481	560,920	
25. Less unpaid expenses - current year	56,532			56,532			56,532	44,144	
26. Add unpaid expenses - prior year	44,144			44,144			44,144	38,167	
27. TOTAL EXPENSES PAID (Lines 24 - 25 + 26)	559,025	1,156,068		1,715,093			1,715,093	554,943	
DETAILS OF WRITE-INS									
2301. Miscellaneous	20,229			20,229			20,229	264	
2302.									
2303.								9,167	
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	20,229			20,229			20,229	9,431	

(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)		1,534,302		1,534,302		1,534,302	588,977
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							33,499
3. Total Operating Income (Lines 1.1 through 1.3 + 2)		1,534,302		1,534,302		1,534,302	622,476
DEDUCT:							
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		68,523		68,523		68,523	153,886
5. Operating expenses incurred (Part 3, Line 24, Cols. 1 to 3 + 6)	1,727,481			1,727,481		1,727,481	560,919
6. Aggregate write-ins for other operating deductions							
7. Total Operating Deductions (Lines 4 + 5 + 6)	1,727,481	68,523		1,796,004		1,796,004	714,805
8. Net operating gain or (loss) (Lines 3 minus 7)	(1,727,481)	1,465,779		(261,702)		(261,702)	(92,329)
DETAILS OF WRITE-INS							
0201. Other Income							33,499
0202.							
0203.							
0298. Summary of remaining write-ins for Line 2 from overflow page							
0299. Totals (Lines 0201 through 0203 plus 0298)							33,499
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) 66,735	63,095
1.1 Bonds exempt from U.S. tax	(a) 22,584	20,859
1.2 Other bonds (unaffiliated)	(a) 34,693	25,781
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	100,000	100,000
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 31,977	42,244
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		(125)
10. Total gross investment income	255,989	251,854
11. Investment expenses		(g) 2,626
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)		2,626
17. Net investment income (Line 10 minus Line 16)		249,228
DETAILS OF WRITE-INS		
0901. Loss on disposal of asset		(125)
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)		(125)
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 \$ 4,036 accrual of discount less \$ 10,695 amortization of premium and less \$ 1,023 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 \$ 10,267 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

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

NONE

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		17,926	17,926
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	179,431	186,004	6,573
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets	7,764	7,648	(116)
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		30,274	30,274
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	187,195	241,852	54,657
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Lines 24 and 25)	187,195	241,852	54,657

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. Other Assets -		30,274	30,274
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)		30,274	30,274

NOTES TO FINANCIAL STATEMENTS

1. Accounting Practices

- A. The financial statements of National Land Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Illinois Department of Professional Financial Regulation.

The Illinois Department of Professional Financial Regulation recognizes statutory accounting practices prescribed or permitted by the state of Illinois for determining and reporting the financial condition and results of operations of a title insurance company, for determining its solvency under the Illinois Insurance Law. The National Association of Insurance Commissioners (the NAIC) *Accounting Practices and Procedures* manual, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Illinois.

- 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 Policies

Revenue recognition and related expenses - Premiums are earned at the time of the closing of the related real estate transaction. Premiums on title insurance policies written by agents are recognized primarily when policies are reported to the Company. The Company also accrues for unreported policies where reasonable estimates can be made based on historical reporting patterns of agents, current trends and known information about agents. The Company assumes and cedes reinsurance with various title companies, on an individual basis, utilizing standard facultative agreements provided by the American Land Title Association and also has in effect several excess reinsurance agreements wherein the Company assumes or may cede liability automatically under the terms of the treaty. Statutory Premium Reserves (SPR) are established to protect title insurance policyholders in the event of insolvency or dissolution of a title insurer. SPR is computed based on Illinois Title Insurance Code. Expenses incurred in connection with issuing the policies are charged to operations as an expense for premiums retained by agents.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the scientific method.
- (3) Common stocks are stated at market except investments in stocks that are not publicly traded, are valued at zero or cost - None.
- (4) Investments in Preferred stock, excluding investments in preferred stock of subsidiary, controlled, or affiliated entities - None.
- (5) Mortgage loans on real estate - None
- (6) Loan-backed securities - None
- (7) SCA - Arkansas Title Insurance Company, a wholly-owned subsidiary, is valued at its statutory surplus.
- (8) Joint ventures and limited liability Companies - None
- (9) Derivatives - None
- (10) Anticipated investment income used as a factor in the premium deficiency calculation. - None
- (11) Unpaid losses and loss adjustment expenses include an amount for known claims and a formula-driven statutory premium reserve. Known claim reserves consist of a reserve for payment of the loss and costs of defense of the insured and other costs expected to be paid to other parties in the defense, settlement, or processing of the claim under the terms of the title insurance policy for each specific known claim. A reserve for adverse development on known claims is also recorded.

A statutory premium reserve is based on Chapter 215 Act 155 of the Illinois Title Insurance Code. Act 155 requires the Company to reserve an amount equal to 12.5 cents of each \$1,000 of net retained liability under each title insurance policy written on a single risk. The reserve is subsequently reduced by 10% of the addition for the first 5 years and 3.33% each succeeding year until the entire amount has been released.

NOTES TO FINANCIAL STATEMENTS

2. Accounting Changes and Corrections of Errors

- A. There were no material changes in accounting principles.
- B. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Illinois. Effective January 1, 2001, the State of Illinois requires that insurance companies domiciled in the State of Illinois prepare their statutory basis financial statements in accordance with the NAIC *Accounting Practices and Procedures* manual, subject to any deviations prescribed or permitted by the State of Illinois insurance commissioner.

Accounting changes adopted to conform to the provisions of the NAIC *Accounting Practices and Procedures* manual are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods.

3. Business Combinations and Goodwill –

- A. Statutory Purchase Method
- 1) The Company acquired 100% interest of Arkansas Title Insurance Company on 1/1/2006 as a contribution from the Company's parent, Stewart Title Guarantee Company. Arkansas Title Insurance Company is a title insurance underwriter licensed in the state of Arkansas.
- 2) The transaction was accounted for as a statutory purchase. The contributed amount of \$1,909,169 was equal to the Statutory value of Arkansas Title Insurance Company on 12/31/05, resulting in zero goodwill.

4. Discontinued Operations - Not Applicable

5. Investments

- A. Mortgage Loans - None
- B. Debt Restructuring - Not applicable
- C. Reverse Mortgages - None
- D. Loan-Backed Securities - None
- E. Repurchase Agreements - None

6. Joint Ventures, Partnerships and Limited Liability Companies - None

7. Investment Income

- A. Due and accrued income is excluded from surplus on the following bases:

All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgages loans in default and all interest accrued on unsecured notes and certificates of deposits.

- B. The total amount excluded - None

8. Derivative Instruments - None

9. Income Taxes

- A. The net deferred tax asset/(liability) at December 31 and the change from the prior year are comprised of the following components:

	12/31/2006	12/31/2005	Change
(1) Total gross deferred tax assets	197,190	202,120	(4,930)
(2) Total deferred tax liabilities	-	-	0
(3) Net deferred tax asset (liability)	197,190	202,120	(4,930)
(4) Deferred tax assets nonadmitted in accordance with SSAP No.10	(179,431)	(186,004)	6,573
(5) Admitted deferred tax asset (liability)	17,759	16,116	1,643

NOTES TO FINANCIAL STATEMENTS

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

	12/31/2006	12/31/2005	Change
(1) Net deferred tax asset (liability)	197,190	202,120	(4,930)
(2) Tax-effect of unrealized gains and losses	0	0	0
(3) Net tax effect without unrealized gains and losses	197,190	202,120	(4,930)
(4) Change in deferred income tax			(4,930)

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:

	12/31/2006	12/31/2005
(1) Current year tax expense (benefit) (exclusive of items 2 and 3 below)	0	1,232
(2) Tax credits	0	0
(3) Prior year adjustments	0	(10,476)
(4) Current income taxes incurred	0	(9,244)

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

	12/31/2006	12/31/2005
Deferred tax assets:		
(1) Discounting of Reserves	95,691	117,644
(2) Fixed Assets	4,840	1,711
(3) Other	96,660	82,765
(4) Total deferred tax assets	197,190	202,120
(5) Nonadmitted deferred tax assets	(179,431)	(186,004)
(6) Admitted deferred tax assets	17,759	16,116
Deferred tax liabilities:		
(7) Stock unrealized gains	0	0
(8) Other	0	
(9) Total deferred tax liabilities	0	0
(10) Net admitted deferred tax asset (liability)	17,759	16,116

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:

	12/31/2006
(1) Income before taxes	(12,474)
(2) Income tax expense (benefit) at 35% statutory rate	(4,366)
(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	(10,556)
d. Deferred tax benefit on nonadmitted assets	41
e. Foreign income taxes	-
f. Other	19,811
(4) Total income tax expected	4,930
(5) Current income taxes incurred (without tax on realized gains and losses)	0
(6) Change in deferred income tax (without tax on unrealized gains and losses)	4,930
(7) Total income tax reported	4,930

E. Operating loss and tax credit carryforwards

- (1) As of December 31, 2006, the company had \$281,129 of 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 \$-0- for 2006 and 2005.

NOTES TO FINANCIAL STATEMENTS

F. Consolidations:

- (1) The Company's federal Income Tax return is consolidated with the following entities:
Stewart Information Services Corporation, Ortem Investments, Inc., Stewart Solutions, LLC., Alliance Title of America, Inc. and subsidiaries.
- (2) The method of allocation is detailed in the Fifth Restated Federal Income Tax Return Settlement Agreement dated July 28, 2006. Such Agreement was filed with the Texas Insurance Commissioner as Holding Company Filing #34923.

10. Information Concerning Parent, Subsidiaries and Affiliates

A. B. and C. As of January 1, 2006, the Company received all of the outstanding shares of Arkansas Title Insurance Company from its parent, Stewart Title Guaranty Company, upon approval by the Illinois Department of Financial and Professional Regulation and the Arkansas Insurance Commissioner. The statement value when transferred was \$1,909,169, which represented their statutory surplus at December 31, 2005.

D. Amounts due from and payable to related parties at December 31, 2006 are \$650 and \$6,520, respectively. The terms of payment are within 30 days.

E. None

F. The Company received certain management and accounting services from Stewart Title Guaranty Company.

The Company has agreed to provide services to its wholly owned subsidiary, Arkansas Title Insurance Company, pursuant to Administrative Services Agreement, dated February 22, 2006.

G. All outstanding shares of the Company are owned by Stewart Title Guaranty Company, an insurance holding company domiciled in the State of Texas.

H. None

I. The Company owns a 100% interest in Arkansas Title Insurance Company, a insurance company, whose carrying value is equal to or exceeds 10% of the admitted assets of the Company. The Company carries Arkansas Title Insurance Company at Statutory equity. Based on the company's ownership of Arkansas Title Insurance Company, the statement value and Statutory equity value as of 12/31/06 and 12/31/05 was \$2,258,577 and \$1,909,169, respectively.

J. None

11. Debt – None

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. None

B. None

C. None

D. None

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

1. – 4. The Company has 40,000 shares of common stock authorized, and 31,425 issued and outstanding. The par value per share is \$0.

The maximum amount of dividends which can be paid by a State of Illinois insurance company without prior approval from the Insurance Commissioner is subject to restrictions relating to statutory surplus and net income from prior year. Statutory surplus at December 31, 2006 is \$ 5,496,677. The maximum dividend payout that may be made without prior approval in 2007 is \$ -0-.

5.-8. Not applicable

9. The portion of unassigned funds (surplus) represented or reduced by each of the following items:

A. Unrealized gains and losses	\$ 349,408
B. Nonadmitted assets values	\$ 187,195
C. Separate account business	\$ 0
D. Asset valuation reserve	\$ 0
E. Provision for reinsurance	\$ 0

NOTES TO FINANCIAL STATEMENTS

10. -12. The Company has no surplus notes or quasi-reorganizations.
14. Contingencies
- A. Contingent Commitments – None
 - B. Assessments – None
 - C. Gain Contingencies - None
 - D. All other Contingencies - Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.
15. Leases – None
16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk – None
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - None
18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans – Not Applicable
19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators. - Not Applicable
20. September 11 Events – None
21. Other Items –
- A. None
 - B. None
 - C. Assets having market values of \$1,775,629 and \$1,370,416 at December 31, 2006 and December 31, 2005, respectively, were on deposit with government authorities or trustees as required by law.
 - D. – E. None or Not Applicable
22. Events Subsequent – None
23. Reinsurance
- A. Unsecured Reinsurance Recoverables – None
 - B. Reinsurance Recoverable in Dispute - None
 - C. Reinsurance Assumed and Ceded – None
 - D. Uncollectible Reinsurance – None
 - E. Commutation of Ceded Reinsurance – None
 - F. Retroactive Reinsurance – None
 - G. Reinsurance Accounted for as a Deposit - None
24. Retrospectively Rated Contracts- Not Applicable
25. Changes in Incurred Losses and Loss Adjustment Expenses- Not Applicable
26. Intercompany Pooling Arrangements – Not Applicable
27. Structured Settlements – None
28. Supplemental Reserve – Not Applicable.

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	24,909	0.370	24,909	0.370
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	1,502,242	22.330	1,502,242	22.330
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	304,491	4.526	304,491	4.526
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	185,900	2.763	185,900	2.763
1.43 Revenue and assessment obligations	484,648	7.204	484,648	7.204
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	593,587	8.823	593,587	8.823
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)	301,929	4.488	301,929	4.488
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	2,258,577	33.572	2,258,577	33.572
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	1,071,250	15.923	1,071,250	15.923
9. Other invested assets				
10. Total invested assets	6,727,533	100.000	6,727,533	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 [] No [X] N/A []
- 1.3 State Regulating? ILLINOIS
- 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: 06/30/2006
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 06/30/2006
- 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. 06/30/2006
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 02/20/2007

3.4 By what department or departments? ILLINOIS DEPARTMENT OF FINANCIAL & PROFESSIONAL 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	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
 Blackman Kallick Bartelstein LLP
 10 S Riverside Plaza, 9th Fl, Chicago, IL 60606
 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? Steve Osborn Osborn, Carreiro & Assoc. Inc.
 1 Union National Plaza, Ste. 1690, 124 W Capital Ave., Little Rock, AR 72201
 none

- 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 _____ 0
 11.13 Total book/adjusted carrying value \$ _____ 0

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 [] N/A [X]

BOARD OF DIRECTORS

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

FINANCIAL

- 16.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 16.11 To directors or other officers \$ _____ 0
 16.12 To stockholders not officers \$ _____ 0
 16.13 Trustees, supreme or grand (Fraternal only) \$ _____ 0
 16.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
 16.21 To directors or other officers \$ _____ 0
 16.22 To stockholders not officers \$ _____ 0
 16.23 Trustees, supreme or grand (Fraternal only) \$ _____ 0
 17.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
 17.2 If yes, state the amount thereof at December 31 of the current year:
 17.21 Rented from others \$ _____ 0
 17.22 Borrowed from others \$ _____ 0
 17.23 Leased from others \$ _____ 0
 17.24 Other \$ _____ 0

- 18.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
 18.2 If answer is yes:
 18.21 Amount paid as losses or risk adjustment \$ _____ 0
 18.22 Amount paid as expenses \$ _____ 0
 18.23 Other amounts paid \$ _____ 0
 19.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

INVESTMENT

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

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

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

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

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

21.3 For category (21.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

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

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

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
Central Bank	Jefferson City, MO
LaSalle Bank	Chicago, IL
JP Morgan Chase Safekeeping	Oklahoma City, OK

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

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

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

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

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

25.2 If yes, complete the following schedule:

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

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

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

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
26.1 Bonds	3,397,706	3,358,440	(39,266)
26.2 Preferred stocks			
26.3 Totals	3,397,706	3,358,440	(39,266)

26.4 Describe the sources or methods utilized in determining the fair values: Custodian statements

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

27.2 If no, list exceptions:

OTHER

28.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 5,870

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

1 Name	2 Amount Paid
Demotech	\$ 2,000
	\$
	\$

29.1 Amount of payments for legal expenses, if any? \$ 982

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

1 Name	2 Amount Paid
Dover Dixon Home PLLC	\$ 982
	\$
	\$

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

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

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

GENERAL INTERROGATORIES

PART 2-TITLE INTERROGATORIES

- | | |
|---|---------------------|
| 1. Did any persons while an officer, director, trustee, or employee receive directly or indirectly, during the period covered by this statement, any compensation in addition to his/her regular compensation on account of the reinsurance transactions of the reporting entity? | YES [] NO [X] |
| 2. Largest net aggregate amount insured in any one risk. | \$ <u>1,000,000</u> |
| 3.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk or portion thereof, reinsured? | YES [] NO [X] |
| 3.2 If yes, give full information | |
| | |
| | |
| | |
| 4. If the reporting entity has assumed risk from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? | YES [] 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 | \$ <u>1,170,927</u> |
| 9.12 Short-term investments | \$ _____ |
| 9.13 Mortgages | \$ _____ |
| 9.14 Cash | \$ _____ |
| 9.15 Other admissible invested assets | \$ _____ |
| 9.16 Total | \$ <u>1,170,927</u> |
| 9.2 List below segregate funds held for others by the reporting entity, set apart in special accounts and excluded from entity assets and liabilities. (These funds are also included in Schedule E - Part 1D Summary and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers). | |
| 9.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of: | \$ _____ |
| 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 2006	2 2005	3 2004	4 2003	5 2002
Source of Direct Title Premiums Written (Part 1A)					
1. Direct operations (Part 1A, Line 1, Col. 1)					
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)	1,455,792	490,646	557,457	595,848	701,160
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)	4,472				
4. Total	1,460,264	490,646	557,457	595,848	701,160
Operating Income Summary (Page 4 & Part 1)					
5. Premiums earned (Part 1B, Line 3)	1,534,302	588,977	650,776	696,878	778,921
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)		33,499			
12. Total operating income (Page 4, Line 3)	1,534,302	622,476	650,776	696,878	778,921
Statement of Income (Page 4)					
13. Net operating gain or (loss) (Line 8)	(261,702)	(92,329)	(95,876)	(59,332)	66,636
14. Net investment gain or (loss) (Line 11)	249,228	150,977	145,117	119,792	100,201
15. Total other income (Line 12)					
16. Federal and foreign income taxes incurred (Line 14)			(9,244)		11,917
17. Net income (Line 15)	(12,474)	58,648	58,485	60,460	154,920
Balance Sheet (Pages 2 and 3)					
18. Title insurance premiums and fees receivable (Page 2, Line 13, Col. 3)	12,109	2,289	3,999	7,484	1,705
19. Total admitted assets excluding segregated accounts (Page 2, Line 24, Col. 3)	6,786,093	4,433,113	4,484,957	4,539,711	4,598,525
20. Known claims reserve (Page 3, Line 1)	100,841	165,957	195,750	224,317	188,280
21. Statutory premium reserve (Page 3, Line 2)	1,129,934	1,276,784	1,379,264	1,489,749	1,613,680
22. Total liabilities (Page 3, Line 21)	1,289,417	1,486,885	1,613,180	1,753,541	1,876,232
23. Capital paid up (Page 3, Lines 23 + 24)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
24. Surplus as regards policyholders (Page 3, Line 30)	5,496,677	2,946,228	2,871,776	2,786,170	2,722,293
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)					
(Item divided by Page 2, Line 10, Col. 3) x 100.0					
25. Bonds (Line 1)	50.5	67.5	67.9	68.4	69.5
26. Stocks (Lines 2.1 & 2.2)	33.6		2.3	2.2	2.2
27. Mortgage loans on real estate (Line 3.1 and 3.2)					
28. Real estate (Lines 4.1, 4.2 & 4.3)					
29. Cash, cash equivalents and short-term investments (Line 5)	15.9	32.5	29.8	29.4	28.3
30. Contract loans (Line 6)					X X X
31. Other invested assets (Line 7)					
32. Receivable for securities (Line 8)					
33. Aggregate write-ins for invested assets (Line 9)					X X X
34. Subtotals cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
35. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)					
36. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)					
37. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 2)	2,258,577				
38. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11)					
39. Affiliated mortgage loans on real estate					
40. All other affiliated					
41. Total of above Lines 35 to 40	2,258,577				
42. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 41 above divided by Page 3, Line 30, Col. 1 x 100.0)	41.1				

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2006	2 2005	3 2004	4 2003	5 2002
Capital and Surplus Accounts (Page 4)					
43. Net unrealized capital gains or (losses) (Line 18)	349,408				
44. Change in nonadmitted assets (Line 21)	54,657	(8,873)	54,682	(44,795)	(181,915)
45. Dividends to stockholders (Line 28)					
46. Change in surplus as regards policyholders for the year (Line 31)	2,550,448	74,452	85,605	63,878	641,713
Losses Paid and Incurred (Part 2A)					
47. Net payments (Line 5, Col. 4)	133,639	183,679	69,867	160,241	(31,663)
48. Losses and allocated LAE incurred (Line 8, Col. 4)	68,523	153,886	41,300	196,278	2,565
49. Unallocated LAE incurred (Line 9, Col. 4)					
50. Losses and loss adjustment expenses incurred (Line 10, Col. 4)	68,523	153,886	41,300	196,278	2,565
Operating Expenses to Total Operating Income (Part 3)(%) (Line item divided by Page 4, Line 3 x 100.0)					
51. Personnel costs (Part 3, Line 1.5, Col. 4)	21.0	4.1	14.8	0.3	3.7
52. Amount paid to or retained by title agents (Part 3, Line 2, Col. 4)	75.3	62.8	66.2	60.3	69.1
53. All other operating expenses (Part 3, Lines 24 minus 1.5 minus 2, Col. 4)	16.2	23.2	27.5	19.6	18.3
54. Total (Lines 51 to 53)	112.5	90.1	108.4	80.2	91.1
Operating Percentages (Page 4) (Line item divided by Page 4, Line 3 x 100.0)					
55. Losses and loss adjustment expenses incurred (Line 4)	4.5	24.7	6.3	28.3	0.3
56. Operating expenses incurred (Line 5)	112.6	90.1	108.4	80.3	91.1
57. Aggregate write-ins for other operating deductions (Line 6)					
58. Total operating deductions (Line 7)	117.1	114.8	114.7	108.5	91.4
59. Net operating gain or (loss) (Line 8)	(17.1)	(14.8)	(14.7)	(8.5)	8.6
Other Percentages (Line item divided by Part 1B, Line 1.4 x 100.0)					
60. Losses and loss expenses incurred to net premiums written (Page 4, Line 4)	4.5	31.6	7.6	34.4	0.3
61. Operating expenses incurred to net premiums written (Page 4, Line 5)	119.8	115.3	130.6	97.6	106.0

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

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

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value	Actual Cost	Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States	2,120,738	2,103,140	2,120,078	2,130,000
	2. Canada				
	3. Other Countries				
	4. Totals	2,120,738	2,103,140	2,120,078	2,130,000
States, Territories and Possessions (Direct and guaranteed)	5. United States	304,491	292,302	306,270	300,000
	6. Canada				
	7. Other Countries				
	8. Totals	304,491	292,302	306,270	300,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States	185,900	186,376	186,487	185,000
	10. Canada				
	11. Other Countries				
	12. Totals	185,900	186,376	186,487	185,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	484,648	479,613	488,386	475,000
	14. Canada				
	15. Other Countries				
	16. Totals	484,648	479,613	488,386	475,000
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	301,929	296,850	308,247	300,000
	22. Canada				
	23. Other Countries				
	24. Totals	301,929	296,850	308,247	300,000
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	3,397,706	3,358,281	3,409,468	3,390,000
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries				
	34. Totals				
Industrial and Miscellaneous (unaffiliated)	35. United States				
	36. Canada				
	37. Other Countries				
	38. Totals				
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks				
COMMON STOCKS Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States				
	50. Canada				
	51. Other Countries				
	52. Totals				
Parent, Subsidiaries and Affiliates	53. Totals	2,258,577	2,258,577	1,909,169	
	54. Total Common Stocks	2,258,577	2,258,577	1,909,169	
	55. Total Stocks	2,258,577	2,258,577	1,909,169	
	56. Total Bonds and Stocks	5,656,283	5,616,858	5,318,637	

SCHEDULE D - VERIFICATION BETWEEN YEARS
 Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year	<u>2,961,683</u>	7. Amortization of premium	<u>10,695</u>
2. Cost of bonds and stocks acquired, Column 7, Part 3	<u>3,312,353</u>	8. Foreign Exchange Adjustment:	
3. Accrual of discount	<u>4,036</u>	8.1 Column 15, Part 1	
4. Increase (decrease) by adjustment:		8.2 Column 19, Part 2 Section 1	
4.1 Columns 12 - 14, Part 1		8.3 Column 16, Part 2, Section 2	
4.2 Column 15 - 17, Part 2, Section 1		8.4 Column 15, Part 4	
4.3 Column 15, Part 2, Section 2	<u>349,408</u>	9. Book/adjusted carrying value at end of current period	<u>5,656,285</u>
4.4 Column 11 - 13, Part 4	<u>349,408</u>	10. Total valuation allowance	
5. Total gain (loss), Column 19, Part 4		11. Subtotal (Lines 9 plus 10)	<u>5,656,285</u>
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4	<u>960,500</u>	12. Total nonadmitted amounts	
		13. Statement value of bonds and stocks, current period	<u>5,656,285</u>

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	299,828	1,820,910				2,120,738	62.417	1,276,449	43.099	2,120,738	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	299,828	1,820,910				2,120,738	62.417	1,276,449	43.099	2,120,738	
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			304,491			304,491	8.962	305,154	10.303	304,491	
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals			304,491			304,491	8.962	305,154	10.303	304,491	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1	25,042	160,858				185,900	5.471	231,970	7.832	185,900	
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals	25,042	160,858				185,900	5.471	231,970	7.832	185,900	
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1	214,479	202,125	40,555	27,490		484,649	14.264	594,086	20.059	484,648	
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	214,479	202,125	40,555	27,490		484,649	14.264	594,086	20.059	484,648	

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	301,929					301,929	8.886	554,023	18.706	301,929	
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals	301,929					301,929	8.886	554,023	18.706	301,929	
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	841,278	2,183,893	345,046	27,490		3,397,707	100.000	X X X	X X X	3,397,706	
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	841,278	2,183,893	345,046	27,490		(b) 3,397,707	100.000	X X X	X X X	3,397,706	
10.8 Line 10.7 as a % of Col. 6	24.760	64.275	10.155	0.809		100.000	X X X	X X X	X X X	100.000	
11. Total Bonds Prior Year											
11.1 Class 1	385,963	2,179,491	380,956	15,272		X X X	X X X	2,961,682	100.000	2,961,684	
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	385,963	2,179,491	380,956	15,272		X X X	X X X	(b) 2,961,682	100.000	2,961,684	
11.8 Line 11.7 as a % of Col. 8	13.032	73.590	12.863	0.516		X X X	X X X	100.000	X X X	100.000	
12. Total Publicly Traded Bonds											
12.1 Class 1	841,278	2,183,893	345,046	27,490		3,397,707	100.000	2,961,684	100.000	3,397,707	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	841,278	2,183,893	345,046	27,490		3,397,707	100.000	2,961,684	100.000	3,397,707	X X X
12.8 Line 12.7 as a % of Col. 6	24.760	64.275	10.155	0.809		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	24.760	64.275	10.155	0.809		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

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations	299,828	1,820,910				2,120,738	62.417	1,276,449	43.099	2,120,738	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	299,828	1,820,910				2,120,738	62.417	1,276,449	43.099	2,120,738	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations			304,491			304,491	8.962	305,154	10.303	304,491	
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals			304,491			304,491	8.962	305,154	10.303	304,491	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations	25,042	160,858				185,900	5.471	231,970	7.832	185,900	
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals	25,042	160,858				185,900	5.471	231,970	7.832	185,900	
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations	214,479	202,125	40,555	27,490		484,649	14.264	594,086	20.059	484,648	
5.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined											
5.6 Other											
5.7 Totals	214,479	202,125	40,555	27,490		484,649	14.264	594,086	20.059	484,648	

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	301,929					301,929	8.886	554,023	18.706	301,929	
	7.2 Single Class Mortgage-Backed/Asset-Backed Securities											
	MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
	7.3 Defined											
	7.4 Other											
	MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
	7.5 Defined											
	7.6 Other											
	7.7 Totals	301,929					301,929	8.886	554,023	18.706	301,929	
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	841,278	2,183,893	345,046	27,490		3,397,707	100.000	X X X	X X X	3,397,706	
10.2 Single Class Mortgage-Backed/Asset-Backed Securities								X X X	X X X		
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	841,278	2,183,893	345,046	27,490		3,397,707	100.000	X X X	X X X	3,397,706	
10.8 Line 10.7 as a % of Col. 6	24.760	64.275	10.155	0.809		100.000	X X X	X X X	X X X	100.000	
11. Total Bonds Prior Year											
11.1 Issuer Obligations	385,963	2,179,491	380,956	15,272		X X X	X X X	2,961,682	100.000	2,961,682	
11.2 Single Class Mortgage-Backed/Asset-Backed Securities						X X X	X X X				
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	385,963	2,179,491	380,956	15,272		X X X	X X X	2,961,682	100.000	2,961,682	
11.8 Line 11.7 as a % of Col. 8	13.032	73.590	12.863	0.516		X X X	X X X	100.000	X X X	100.000	
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	841,277	2,183,893	345,046	27,490		3,397,706	100.000	2,961,682	100.000	3,397,706	X X X
12.2 Single Class Mortgage-Backed/Asset-Backed Securities											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	841,277	2,183,893	345,046	27,490		3,397,706	100.000	2,961,682	100.000	3,397,706	X X X
12.8 Line 12.7 as a % of Col. 6	24.760	64.276	10.155	0.809		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	24.760	64.275	10.155	0.809		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					
2. Cost of short-term investments acquired	424,733	424,733			
3. Increase (decrease) by adjustment	10,267	10,267			
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	435,000	435,000			
7. Book/adjusted carrying value, current year					
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)					
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)					
12. Income collected during year					
13. Income earned during year	10,267	10,267			

(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

Segregated Funds Held for Others			
Type	1 Non-Interest Earning	2 Interest Earning	3 Total (Cols. 1 + 2)
1. Open depositories	NONE		
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)			
Company Funds on Hand and on Deposit			
General Funds			
6. Open depositories			1,071,250
7. Suspended depositories			
8. Total general funds			1,071,250
Reinsurance Reserve Funds			
9. Open depositories			
10. Suspended depositories			
11. Total reinsurance reserve funds			
Total Company Funds			
12. Open depositories			1,071,250
13. Suspended depositories			
14. Total company funds on deposit (Lines 8 & 11)			1,071,250
15. Company funds on hand			
16. Total company funds on hand and on deposit			1,071,250

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
Segregated Funds Held for Others			
17. Open depositories			
18. Suspended depositories			
19. Total segregated funds held for others			
Company Funds on Deposit			
20. Open depositories	31,979	61,060	1,059,687
21. Suspended depositories			
22. Total company funds on deposit	31,979	61,060	1,059,687
Total All Funds on Deposit			
23. Open depositories	31,979	61,060	1,059,687
24. Suspended depositories			
25. Total all funds on deposit	31,979	61,060	1,059,687

NONE **Schedule E - Part 1F**

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		49,949	18						
0299999		Total Authorized - Affiliates - U.S. Non-Pool			49,949	18						
0499999		Total Authorized - Affiliates			49,949	18						
0999999		Total Authorized			49,949	18						
9999999		Totals			49,949	18						

- 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	20,425			160	20,265	807				219		
2. 1997	558	2,088			16	2,072	170				133		
3. 1998	851	3,435			31	3,404	120				115		
4. 1999	468	1,014			29	985	19				34		
5. 2000	285	567			1	566	17				85		
6. 2001	259	475			25	450	7				29		
7. 2002	499	701			32	669					11		
8. 2003	390	596			23	573							
9. 2004	369	557			17	540	8				2		
10. 2005	269	491			4	487	6				2		
11. 2006	264	1,460			18	1,442							
12. Totals	X X X	31,809			356	31,453	1,154				630		

	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	136		1,026	53	16				56		
2. 1997			303	54	14				31		
3. 1998	72		235	35					39		
4. 1999	30		53	20	1				10		
5. 2000	193		102	10	26				8		
6. 2001	2		36	12					11		
7. 2002	1		11	6	19				2		
8. 2003									8		
9. 2004			10	3					16		
10. 2005			8	3	25				38		
11. 2006									41		
12. Total	434		1,784	196	101				260		

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	26 Losses and Allocated Loss Expenses Incurred				27 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	72	1	1,098			1,098	0.054	0.054	X X X		72	
2. 1997	45	1	348			348	0.167	0.168	0.624		45	
3. 1998	39		274			274	0.080	0.080	0.322		39	
4. 1999	11	1	64			64	0.063	0.065	0.137		11	
5. 2000	34	1	136			136	0.240	0.240	0.477		34	
6. 2001	11		47			47	0.099	0.104	0.181		11	
7. 2002	21	1	32			32	0.046	0.048	0.064		21	
8. 2003	8		8			8	0.013	0.014	0.021		8	
9. 2004	16		26			26	0.047	0.048	0.070		16	
10. 2005	63	2	71			71	0.145	0.146	0.264		63	
11. 2006	41		41			41	0.028	0.028	0.155		41	
12. Total	361	7	2,145			2,145	X X X	X X X	X X X		X X X	361

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

Years In Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments						
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments			
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded	
1. Prior	X X X												
2. 1997													
3. 1998													
4. 1999													
5. 2000													
6. 2001													
7. 2002													
8. 2003													
9. 2004													
10. 2005													
11. 2006													
12. Totals	X X X												

NONE

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

NONE

	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								X X X				
2. 1997												
3. 1998												
4. 1999												
5. 2000												
6. 2001												
7. 2002												
8. 2003												
9. 2004												
10. 2005												
11. 2006												
12. Total								X X X	X X X	X X X	X X X	

NONE

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	20,425			160	20,265	807				219		
2. 1997	558	2,088			16	2,072	170				133		
3. 1998	851	3,435			31	3,404	120				115		
4. 1999	468	1,014			29	985	19				34		
5. 2000	285	567			1	566	17				85		
6. 2001	259	475			25	450	7				29		
7. 2002	499	701			32	669					11		
8. 2003	390	596			23	573							
9. 2004	369	557			17	540	8				2		
10. 2005	269	491			4	487	6				2		
11. 2006	264	1,460			18	1,442							
12. Totals	X X X	31,809			356	31,453	1,154				630		

	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	136		1,026	53	16				56		
2. 1997			303	54	14				31		
3. 1998	72		235	35					39		
4. 1999	30		53	20	1				10		
5. 2000	193		102	10	26				8		
6. 2001	2		36	12					11		
7. 2002	1		11	6	19				2		
8. 2003									8		
9. 2004			10	2					16		
10. 2005			8	2	25				38		
11. 2006									41		
12. Total	434		1,784	194	101				260		

	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	72	1	1,098			1,098	0.054	0.054	X X X			72
2. 1997	45	1	348			348	0.167	0.168	0.624			45
3. 1998	39		274			274	0.080	0.080	0.322			39
4. 1999	11	1	64			64	0.063	0.065	0.137			11
5. 2000	34	1	136			136	0.240	0.240	0.477			34
6. 2001	11		47			47	0.099	0.104	0.181			11
7. 2002	21	1	32			32	0.046	0.048	0.064			21
8. 2003	8		8			8	0.013	0.014	0.021			8
9. 2004	16		26			26	0.047	0.048	0.070			16
10. 2005	63	2	71			71	0.145	0.146	0.264			63
11. 2006	41		41			41	0.028	0.028	0.155			41
12. Total	361	7	2,145			2,145	X X X	X X X	X X X		X X X	361

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

Years in Which Policies Were Written	Incurred Losses and Allocated Expenses at Year End (\$000 omitted) Including Known Claims and IBNR on Unreported Claims									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	(1)	(20)	35	14	11	11	7	11	11	11
2. 1987	77	77	93	86	84	83	80	80	79	78
3. 1988	63	63	78	71	70	68	67	66	65	65
4. 1989	33	33	49	42	43	54	54	64	155	153
5. 1990	67	67	82	77	75	74	74	72	71	70
6. 1991		15	29	34	30	22	16	15	15	14
7. 1992	17	17	31	40	36	35	55	36	39	38
8. 1993	224	228	248	267	260	257	270	265	262	263
9. 1994	131	114	148	181	220	190	197	193	263	316
10. 1995	47	46	80	132	111	82	59	56	50	48
11. 1996		1	54	110	104	71	62	52	46	43
12. 1997	33	53	116	232	392	334	375	373	350	348
13. 1998	X X X	17	117	314	492	387	359	328	290	274
14. 1999	X X X	X X X	46	105	159	98	73	68	72	64
15. 2000	X X X	X X X	X X X	86	207	167	136	147	130	136
16. 2001	X X X	X X X	X X X	X X X	119	101	141	135	51	47
17. 2002	X X X	X X X	X X X	X X X	X X X	126	68	50	22	31
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X	64	50	16	8
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	54	46	26
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	65	71
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	41

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

Years in Which Policies Were Written	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006		
1. Prior	(1)	(20)	1	1	1	2	4	10	11	11	2	2
2. 1987	77	77	77	77	77	77	77	77	77	77		
3. 1988	63	63	63	63	63	63	63	63	63	63		
4. 1989	33	33	33	33	35	44	46	52	148	148	1	7
5. 1990	67	67	67	67	67	67	67	67	67	67		1
6. 1991		15	16	21	20	13	13	13	13	13	1	3
7. 1992	17	17	17	17	17	18	25	31	36	36		3
8. 1993	210	228	228	230	230	231	231	231	234	240	1	4
9. 1994	114	114	116	137	150	131	166	166	213	293	3	11
10. 1995	40	41	41	41	42	42	42	42	42	42	2	2
11. 1996			3	5	23	20	35	36	37	37	2	8
12. 1997	5	53	62	113	206	202	269	290	296	303	10	43
13. 1998	X X X	3	15	79	250	230	233	235	235	235	5	30
14. 1999	X X X	X X X	4	19	36	40	41	41	46	53	4	15
15. 2000	X X X	X X X	X X X	31	49	49	66	77	87	102	1	8
16. 2001	X X X	X X X	X X X	X X X	2	6	15	28	34	36	3	9
17. 2002	X X X	X X X	X X X	X X X	X X X		2	7	9	11		5
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X						
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X		2	10	1	2
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X		8	1	
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X			

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

Years in Which Policies Were Written	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior						5	3			
2. 1987										
3. 1988										
4. 1989				3	1	10	8	12		
5. 1990										
6. 1991			3							
7. 1992						4	30	4		
8. 1993	14								7	16
9. 1994	17			29	6	28			48	
10. 1995	7	5								
11. 1996		1	20	18		10	12			
12. 1997	28		5	87	79	63	31	13	12	14
13. 1998	X X X	14	43	93	45	49	15	9		
14. 1999	X X X	X X X			4	9			21	2
15. 2000	X X X	X X X	X X X				38	47	31	26
16. 2001	X X X	X X X	X X X	X X X	19	11	89	107	2	
17. 2002	X X X	X X X	X X X	X X X	X X X			4	4	19
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X				
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X		9	
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	31	25
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	

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

Years in Which Policies Were Written	Bulk Reserves on Known Claims at Year End (\$000 omitted) Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior										
2. 1987										
3. 1988										
4. 1989										
5. 1990										
6. 1991										
7. 1992										
8. 1993										
9. 1994										
10. 1995										
11. 1996										
12. 1997										
13. 1998	X X X									
14. 1999	X X X	X X X								
15. 2000	X X X	X X X	X X X							
16. 2001	X X X	X X X	X X X	X X X						
17. 2002	X X X	X X X	X X X	X X X	X X X					
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X				
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X			
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X		
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	

NONE

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

Years in Which Policies Were Written	IBNR Reserves on Unreported Claims at Year End (\$000 omitted)									
	Loss and Allocated Loss Expense									
	1 1997	2 1998	3 1999	4 2000	5 2001	6 2002	7 2003	8 2004	9 2005	10 2006
1. Prior			34	13	10	5	1	1		
2. 1987			16	9	7	6	3	3	2	1
3. 1988			15	8	7	5	4	3	2	2
4. 1989			16	6	6				7	5
5. 1990			15	10	8	7	7	5	4	3
6. 1991			10	13	10	9	3	2	2	1
7. 1992			14	23	19	13		1	3	2
8. 1993			20	37	30	26	39	34	21	7
9. 1994			32	15	64	31	31	27	2	23
10. 1995			39	91	69	40	17	14	8	6
11. 1996			31	87	81	41	15	16	9	6
12. 1997			49	32	107	69	75	70	41	31
13. 1998	X X X		59	143	197	108	111	84	55	39
14. 1999	X X X	X X X	42	86	119	49	32	27	5	10
15. 2000	X X X	X X X	X X X	55	158	118	32	23	12	8
16. 2001	X X X	X X X	X X X	X X X	98	84	36		14	11
17. 2002	X X X	X X X	X X X	X X X	X X X	126	66	39	9	2
18. 2003	X X X	X X X	X X X	X X X	X X X	X X X	64	50	16	8
19. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	54	34	16
20. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	34	38
21. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	41

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

Years in Which Claims Were First Reported	Losses and Allocated Expenses at Year End (\$000 omitted)									
	Incurred Loss and ALAE on Known Claims and Bulk Reserves on Known Claims									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior	254	241	233	233	233	233	233	233	233	233
2. 1997	65	85	71	71	71	71	71	71	71	71
3. 1998	X X X	40	39	39	39	9	9	9	9	9
4. 1999	X X X	X X X	102	138	131	148	146	146	146	146
5. 2000	X X X	X X X	X X X	314	431	305	272	274	359	359
6. 2001	X X X	X X X	X X X	X X X	147	175	187	197	197	212
7. 2002	X X X	X X X	X X X	X X X	X X X	114	179	143	136	136
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	154	189	136	146
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	31	20	34
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	140	166
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	3

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

Years in Which Claims Were First Reported	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 omitted)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006		
1. Prior	234	236	233	233	233	233	233	233	233	233	2	4
2. 1997	33	71	71	71	71	71	71	71	71	71	1	1
3. 1998	X X X	39	39	39	39	9	9	9	9	9	6	2
4. 1999	X X X	X X X	31	104	125	110	146	146	146	146	4	21
5. 2000	X X X	X X X	X X X	118	376	249	257	262	359	359	37	26
6. 2001	X X X	X X X	X X X	X X X	54	149	166	187	192	198	8	27
7. 2002	X X X	X X X	X X X	X X X	X X X	45	118	131	136	136	4	22
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	27	49	105	120	1	10
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	8	13	15	9	9
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	17	125	5	13
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	1	1	1

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

Years in Which Claims Were First Reported	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 omitted)											
	1	2	3	4	5	6	7	8	9	10		
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006		
1. Prior	35	20										
2. 1997	32	14										
3. 1998	X X X	1										
4. 1999	X X X	X X X	71	35	6	37						
5. 2000	X X X	X X X	X X X	196	55	56	15	12				
6. 2001	X X X	X X X	X X X	X X X	93	26	21	11	6	14		
7. 2002	X X X	X X X	X X X	X X X	X X X	69	62	11				
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X	127	139	31	26		
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X	23	7	19		
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	123	41		
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	2		

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

Years in Which Claims Were First Reported	Bulk Reserves on Known Claims at Year End (\$000 omitted)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
1. Prior										
2. 1997										
3. 1998	X X X									
4. 1999	X X X	X X X								
5. 2000	X X X	X X X	X X X							
6. 2001	X X X	X X X	X X X							
7. 2002	X X X	X X X	X X X	X X X	X X X					
8. 2003	X X X	X X X	X X X	X X X	X X X	X X X				
9. 2004	X X X	X X X	X X X	X X X	X X X	X X X	X X X			
10. 2005	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X		
11. 2006	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	

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. 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	YES R		77,496						
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	NO								
11. Georgia	GA	NO								
12. Hawaii	HI	NO								
13. Idaho	ID	NO								
14. Illinois	IL	YES R		379,574			112,571	56,691	69,330	
15. Indiana	IN	YES R								
16. Iowa	IA	NO								
17. Kansas	KS	YES AI								
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	YES R								
25. Mississippi	MS	YES R								
26. Missouri	MO	YES R								
27. Montana	MT	YES AI								
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	YES R		239,016			21,068	11,832	31,511	
37. Oklahoma	OK	NO								
38. Oregon	OR	NO								
39. Pennsylvania	PA	YES AI								
40. Rhode Island	RI	NO								
41. So. Carolina	SC	NO								
42. So. Dakota	SD	NO								
43. Tennessee	TN	NO								
44. Texas	TX	YES AI		759,706	4,472					
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) 11	X X X		1,455,792	4,472		133,639	68,524	100,841	

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

(a) Insert the number of yes responses except for Canada and Other Alien.
(b) Insert "AI" if gross all-inclusive rate; "R" if gross risk rate; "O" if other and indicate rate type utilized:

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

		00000	DE	74-1677330	Stewart Information Services Corporation-SISCO
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-14%)
0340	Stewart	50156	IL	34-0805709	National Land Title Insurance Company-NLTIC(STG)
0340	Stewart	50725	AR	71-0560086	Arkansas Title Insurance Company(NLTIC)
0340	Stewart	51420	NY	76-0233294	Stewart Title Insurance Company-STIC(STG)
0340	Stewart	51063	NY	16-0557455	Monroe Title Insurance Corporation(STIC)
0340	Stewart	50036	OR	91-1800766	Stewart Title Insurance Co. of Oregon(STG)
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)(STG)
		00000	TX	74-0923770	Stewart Title Co. of Galveston-STC(STG)
		00000	AR	71-0798379	Stewart Title of Arkansas(STC)
		00000	AR	71-0858758	Ultima Corp.(STC)
		00000	AZ	57-1140281	AirPhoto (STC)
		00000	AZ	86-0223200	Stewart Title & Trust of Phoenix(STC)
		00000	CA	77-0354503	Asset Preservation, Inc.(STC)
		00000	CA	94-1311451	California Land Title of Marin(STC)
		00000	CA	94-2812125	Consolidated Title (STC)
		00000	CA	57-1140281	GlobeExplorer(STC)
		00000	CA	68-0166273	OnLine Documents, Inc.(STC)
		00000	CA	95-4607898	Stewart Title of California (STC)
		00000	CO	20-2815427	Stewart Title of Colorado(STC)
		00000	DE	74-1959294	Stewart Transaction Solutions(STC)
		00000	FL	65-0093460	Executive Title Insurance(STC)
		00000	FL	59-3667114	Southern Title Holding(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	74-2334790	REI Data(STC)
		00000	TX	20-1820620	StarTex(STC)
		00000	TX	20-5795343	Stewart Border Title(STC)
		00000	TX	76-0450977	Stewart Lenders Services(STC)
		00000	TX	65-1223112	Stewart Realty Solutions(STC)

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

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	91-1202822	Stewart Title of Washington(STC)
00000	PL	99-9999999	Stewart International Spolka Z Organizona(STC)
00000	CN	99-9999999	Lawyers Mortgage Network, Inc.(STC)

SCHEDULE Y

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

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
50121	74-0924290	STEWART TITLE GUARANTY COMPANY		(2,109,169)			27,086	18,193			(2,063,890)	
50725	71-0560086	ARKANSAS TITLE INSURANCE COMPANY	(100,000)				(34,200)				(134,200)	
50156	34-0805709	NATIONAL LAND TITLE INSURANCE COMPANY	100,000	2,109,169			7,114	(18,193)			2,198,090	
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

Response

- | | |
|---|-----|
| 1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | Yes |
| 2. Will an actuarial opinion be filed by March 1? | Yes |

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:

7. Company has only one Stockholder
-
-

Bar code:



5015620064200000

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**

Annual Statement for the year 2006 of the National Land Title Insurance Company

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
31331SW41	FEDERAL FARM CREDIT BANK			1	1FE	225,000		222,750	225,000	225,000					4.500	4.500	FA	4,216	10,125	08/01/2005	08/02/2008
31339XKR4	FEDERAL HOME LOAN BANK			1	1	249,937		246,563	250,000	249,992		16			2.375	2.375	JD	81	5,938	06/26/2003	06/26/2007
3133XAGT8	FEDERAL HOME LOAN BANK			1	1	250,000		246,875	250,000	250,000					4.000	4.000	JJ	4,274	10,000	01/28/2005	01/28/2008
3133X8Z88	FEDERAL HOME LOAN BANK			1	1	302,760		294,282	300,000	301,041		(432)			3.620	3.620	AO	1,993	10,860	10/27/2004	04/25/2008
3133X66X9	FEDERAL HOME LOAN BANK			1	1	194,534		195,500	200,000	196,134		1,600			4.000	4.000	AO	1,578	8,000	01/17/2006	04/20/2009
3133XHWU2	FEDERAL HOME LOAN BANK			1	1	250,000		249,140	250,000	250,000					5.400	5.400	JD	592		12/15/2006	06/14/2010
3133XGFL3	FEDERAL HOME LOAN BANK			1	1	30,076		30,056	30,000	30,075					5.750	5.313	FA	690		12/28/2006	08/07/2009
912828FG0	US TREASURY BILL			1	1	24,990		24,990	25,000	24,909		33			4.875	4.875	MN	104	1,219	06/29/2006	05/31/2008
3136F6LD9	FNMA INVESTMENT NOTE			1	1	293,280		294,000	300,000	293,951		671			4.150	4.994	MN	1,569	6,225	09/26/2006	05/15/2009
3136F8CC7	FNMA INVESTMENT NOTE			1	1	249,800		249,140	250,000	249,800					5.500	5.518	JD	151		12/28/2006	12/27/2011
3136F7PF8	FNMA INVESTMENT NOTE			1	1	49,815		49,844	50,000	49,836		21			5.000	5.285	JD	21	1,250	11/15/2006	12/28/2007
0199999	Subtotal - Issuer Obligations					2,120,078	X X X	2,103,140	2,130,000	2,120,738		1,909			X X X	X X X	X X X	15,269	53,617	X X X	X X X
0399999	Subtotals - U.S. Governments					2,120,078	X X X	2,103,140	2,130,000	2,120,738		1,909			X X X	X X X	X X X	15,269	53,617	X X X	X X X
60636PLT5	MO STATE ENVIRONMENTAL IMPT & ENERGY				1FE	306,270		292,302	300,000	304,491		(663)			3.350	3.350	JJ	5,039	10,050	03/23/2004	01/01/2014
1199999	Subtotal - Issuer Obligations					306,270	X X X	292,302	300,000	304,491		(663)			X X X	X X X	X X X	5,039	10,050	X X X	X X X
1799999	Subtotals - States, Territories and Possessions (Direct and Guaranteed)					306,270	X X X	292,302	300,000	304,491		(663)			X X X	X X X	X X X	5,039	10,050	X X X	X X X
773165ZU2	ROCKFORD IL GOB			1	1FE	99,993		100,101	100,000	99,999		1			5.100	5.100	JJ	2,557	5,100	06/01/1997	01/01/2008
898133QZ9	TRUMBULL CNTY OH GOB			1	1FE	25,546		25,278	25,000	25,042		(119)			5.250	5.250	JD	108	2,625	02/01/1996	12/01/2007
686356JL1	ORLAND PARK IL GO				1FE	60,948		60,997	60,000	60,859		(89)			4.100	3.700	J	1,961		08/04/2006	12/01/2010
1899999	Subtotal - Issuer Obligations					186,487	X X X	186,376	185,000	185,900		(207)			X X X	X X X	X X X	4,626	7,725	X X X	X X X
2499999	Subtotals - Political Subdivisions of States, Territories and Possessions					186,487	X X X	186,376	185,000	185,900		(207)			X X X	X X X	X X X	4,626	7,725	X X X	X X X
085644CR1	BERRIEN CNTY MI WTR SUPPLY SYS			1	1FE	25,451		24,637	25,000	25,308		(53)			3.400	3.400	MD	140	850	01/27/2004	05/01/2013
452151EV1	ILLINOIS ST COLLEGE SAVINGS				1FE	102,282		112,398	115,000	113,409		433					MAT			12/02/2002	08/01/2007
463344DW8	IROQUOIS & KANKAKEE CNTY IL CMNTY SCH				1FE	210,185		198,557	195,000	202,125		(3,860)			4.550	4.550	MN	1,458	8,873	12/02/2004	11/01/2008
587210A39	MENTOR OH TYLER BLVD EXT				1FE	15,358		15,956	15,000	15,247		(25)			4.500	4.500	JD	55	675	07/22/2002	12/01/2016
677518S37	OHIO ST HIGHER EDUCATION			1	1FE	28,197		26,589	25,000	27,490		(255)			5.375	5.375	FA	560	1,344	02/20/2004	02/01/2017
677660MU3	OHIO ST WTR DEV AUTH				1FE	106,913		101,476	100,000	101,069		(1,235)			5.250	5.250	JD	432	5,250	12/26/2001	12/01/2007
2599999	Subtotal - Issuer Obligations					488,386	X X X	479,613	475,000	484,648		(4,995)			X X X	X X X	X X X	2,645	16,992	X X X	X X X
3199999	Subtotals - Special Revenue					488,386	X X X	479,613	475,000	484,648		(4,995)			X X X	X X X	X X X	2,645	16,992	X X X	X X X
22237LND0	COUNTRYWIDE HOME NOTE				1FE	308,247		296,850	300,000	301,929		(1,942)			4.250	4.250	JD	419	12,750	11/01/2003	12/19/2007

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SCHEDULE D - PART 1

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

1 CUSIP Identi- fication	2 Description	Codes			6 NAIC Desig- nation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3 *	4 F o r e i g n	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 How Paid	19 Admitted Amount Due & Accrued	20 Gross Amt. Rec. During Year	21 Acquired	22 Maturity
3999999	Subtotal - Issuer Obligations					308,247	X X X	296,850	300,000	301,929		(1,942)			X X X	X X X	X X X	419	12,750	X X X	X X X
4599999	Subtotals - Industrial and Miscellaneous (Unaffiliated)					308,247	X X X	296,850	300,000	301,929		(1,942)			X X X	X X X	X X X	419	12,750	X X X	X X X
5499999	Total Bonds - Issuer Obligations					3,409,468	X X X	3,358,281	3,390,000	3,397,706		(5,898)			X X X	X X X	X X X	27,998	101,134	X X X	X X X
6099999	Total Bonds					3,409,468	X X X	3,358,281	3,390,000	3,397,706		(5,898)			X X X	X X X	X X X	27,998	101,134	X X X	X X X

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SCHEDULE D - PART 2 - SECTION 1

Showing All PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value					20 NAIC Designation	21 Date Acquired
		3 Code	4 F o r e i g n					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amort- ization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change in B./A.C.V. (15+16-17)	19 Total Foreign Exchange Change in B./A.C.V.		
NONE																				

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SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identi- fication	2 Description	3 Codes		5 Number of Shares	6 Book/ Adjusted Carrying Value	7 Fair Value		9 Actual Cost	10 Dividends			13 Change in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 F o r e i g n			7 Rate per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
04119#106	ARKANSAS TITLE INSURANCE COMPANY			100,000.000	2,258,577	22.586	2,258,577	1,909,169		100,000		349,408		349,408		A	01/01/2006
6999999	Subtotal - Parent, Subsidiaries and Affiliates				2,258,577	X X X	2,258,577	1,909,169		100,000		349,408		349,408		X X X	X X X
7299999	Total Common Stocks				2,258,577	X X X	2,258,577	1,909,169		100,000		349,408		349,408		X X X	X X X
7399999	Total Preferred and Common Stocks				2,258,577	X X X	2,258,577	1,909,169		100,000		349,408		349,408		X X X	X X X

E 1 0

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues 0, the total \$ value (included in Column 8) of all such issues \$ 0.

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
3133X66X9	FEDERAL HOME LOAN BANK		01/17/2006	JP MORGAN CHASE		194,534	200,000.00	1,933
3133XHWU2	FEDERAL HOME LOAN BANK		12/15/2006	JP MORGAN CHASE		250,000	250,000.00	
3133XGFL3	FEDERAL HOME LOAN BANK		12/28/2006	JP MORGAN CHASE		30,076	30,000.00	676
912828FG0	US TREASURY BILL		06/29/2006	JP MORGAN CHASE		24,876	25,000.00	97
3136F6LD9	FNMA INVESTMENT NOTE		09/26/2006	JP MORGAN CHASE		293,280	300,000.00	4,565
3136F8CC7	FNMA INVESTMENT NOTE		12/28/2006	JP MORGAN CHASE		249,800	250,000.00	38
3136F7PF8	FNMA INVESTMENT NOTE		11/15/2006	JP MORGAN CHASE		49,815	50,000.00	951
0399999	Subtotal - Bonds - U.S. Governments				X X X	1,092,381	1,105,000.00	8,260
686356JL1	ORLAND PARK IL GO		08/04/2006	JP MORGAN CHASE		60,948	60,000.00	
2499999	Subtotal - Bonds - Political Subdivisions of States, Territories and Possessions				X X X	60,948	60,000.00	
6099997	Subtotal - Bonds - Part 3				X X X	1,153,329	1,165,000.00	8,260
6099998	Summary Item from Part 5 for Bonds				X X X	249,855	250,000.00	571
6099999	Total - Bonds				X X X	1,403,184	1,415,000.00	8,831
04119#106	ARKANSAS TITLE INSURANCE COMPANY		01/01/2006	STEWART TITLE GUARANTY COMPANY	100,000.000	1,909,169		
6999999	Subtotal - Common Stocks - Parent, Subsidiaries and Affiliates				X X X	1,909,169	X X X	
7299997	Subtotal - Common Stocks - Part 3				X X X	1,909,169	X X X	
7299999	Total - Common Stocks				X X X	1,909,169	X X X	
7399999	Total - Preferred and Common Stocks				X X X	1,909,169	X X X	
7499999	Totals					3,312,353	X X X	8,831

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SCHEDULE D - PART 4

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

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.						
3133X4ZU8	FEDERAL HOME LOAN BANK		03/30/2006	CALLED		250,000	250,000.00	250,000	250,000						250,000				2,875	03/30/2009
0399999	Subtotal - Bonds - U.S. Governments				X X X	250,000	250,000.00	250,000	250,000						250,000				2,875	X X X
213183ZD1	COOK CNTY IL CAP IMPR		12/01/2006	CALLED		50,500	50,000.00	52,291	50,441		59		59		50,500				2,875	12/01/2006
262651JD5	DU PAGE CNTY IL PRESV DIST		12/15/2006	MATURED		30,000	30,000.00	34,245	31,370		(1,370)		(1,370)		30,000				1,934	12/15/2006
407288JG5	HAMILTON CNTY SEWER		12/01/2006	MATURED		50,000	50,000.00	52,291	50,258		(458)		(458)		50,000				2,250	12/01/2006
452149VC8	ILLINOIS ST COLLEGE SAVINGS		08/01/2006	MATURED		55,000	55,000.00	50,497	53,983		1,017		1,017		55,000				145	08/01/2006
898133QZ9	TRUMBULL CNTY		12/01/2006	50% CALLED		25,000	25,000.00	25,846	25,081		81		81		25,000					12/01/2007
2499999	Subtotal - Bonds - Political Subdivisions of States, Territories and Possessions				X X X	210,500	210,000.00	215,170	211,133		(671)		(671)		210,500				7,204	X X X
45974VYY8	INTL LEASE FIN NOTE		01/17/2006	MATURED		250,000	250,000.00	255,000	250,152		(152)		(152)		250,000				2,556	01/17/2006
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	250,000	250,000.00	255,000	250,152		(152)		(152)		250,000				2,556	X X X
6099997	Subtotal - Bonds - Part 4				X X X	710,500	710,000.00	720,170	711,285		(823)		(823)		710,500				12,635	X X X
6099998	Summary Item from Part 5 for Bonds				X X X	250,000	250,000.00	249,855	X X X		145		145		250,000				10,109	X X X
6099999	Total - Bonds				X X X	960,500	960,000.00	970,025	711,285		(678)		(678)		960,500				22,744	X X X
7499999	Totals					960,500	X X X	970,025	711,285		(678)		(678)		960,500				22,744	X X X

E 1 2

SCHEDULE D - PART 5

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

1 CUSIP Identi- fication	2 Description	3 F o r e i g n	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stock)	9 Actual Cost	10 Consid- eration	11 Book/ Adjusted Carrying Value At Disposal Date	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (12+13-14)	16 Total Foreign Exchange Change in B./A.C.V.					
31331VTLO	FEDERAL FARM CREDIT BANK BOND		03/27/2006	JP MORGAN CHASE	11/24/2006	CALLED	250,000.000	249,855	250,000	250,000		145		145				10,109	571	
0399999	Subtotal - Bonds - U. S. Governments							250,000.000	249,855	250,000	250,000		145		145				10,109	571
6099998	Subtotal - Bonds							250,000.000	249,855	250,000	250,000		145		145				10,109	571
7499999	Totals							X X X	249,855	250,000	250,000		145		145				10,109	571

E 1 3

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

1 CUSIP Identifi- cation	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 F o r e i g n	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book/ Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
04119#106	ARKANSAS TITLE INSURANCE COM		50725	3B2A	NO		2,258,577	100,000.000	100.000
1799999	Subtotal - Common Stock - Other Affiliates						2,258,577	X X X	X X X
1899999	Subtotal - Common Stocks						2,258,577	X X X	X X X
1999999	Totals						2,258,577	X X X	X X X

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

SCHEDULE D - PART 6 - SECTION 2

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

- NONE** **Schedule DA - Part 1**
- 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

Table with 7 columns: 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. *. Rows include OPEN DEPOSITORIES, SUSPENDED DEPOSITORIES, and Total Cash.

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

Table with 2 columns: Month (1-12) and Balance. Months 1-3: January, February, March; Months 4-6: April, May, June; Months 7-9: July, August, September; Months 10-12: October, November, December.

NONE **Schedule E - Part 2**

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

States, Etc.	1		2		Deposits with the State of Domicile For the Benefit of All Policyholders		All Other Special Deposits	
	Type of Deposit	Purpose of Deposit	3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value		
1. Alabama	AL	C	AL RSD for Qualification		101,630	101,630		
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							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL	B	IL RSD for Qualification	1,170,179	1,162,771			
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	B	MO RSD for Qualification			329,400	317,292	
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	B	OH RSD for Qualification			219,157	218,936	
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	1,170,179	1,162,771	650,187	637,858	

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				