

QUARTERLY STATEMENT

OF THE

STEWART

Title Guaranty Company

of **Houston**

in the state of **Texas**

TO THE

Insurance Department

OF THE

STATE OF

FOR THE QUARTER ENDED

June 30, 2012

TITLE

2012



50121201220100102

QUARTERLY STATEMENT

AS OF JUNE 30, 2012
OF THE CONDITION AND AFFAIRS OF THE

Stewart Title Guaranty Company

NAIC Group Code 0340 , 0340 **NAIC Company Code** 50121 **Employer's ID Number** 74-0924290
(Current Period) (Prior Period)

Organized under the Laws of Texas **State of Domicile or Port of Entry** Texas
Country of Domicile United States of America

Incorporated/Organized February 20, 1908 **Commenced Business** March 11, 1913

Statutory Home Office 1980 Post Oak Boulevard , Houston, TX 77056
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 1980 Post Oak Boulevard
(Street and Number)
Houston, TX 77056 713-625-8599
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address P. O. Box 2029 , Houston, TX 77252
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 1980 Post Oak Boulevard Houston, TX 77056 713-625-8040
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.stewart.com

Statutory Statement Contact Alison R. Evers 713-625-8036
(Name) (Area Code) (Telephone Number) (Extension)
AEvers@stewart.com 713-629-2330
(E-Mail Address) (Fax Number)

OFFICERS

| | Name | Title |
|----|---------------------------|------------------|
| 1. | <u>Matthew W Morris #</u> | <u>President</u> |
| 2. | <u>Denise Carraux</u> | <u>Secretary</u> |
| 3. | <u>Ken Anderson Jr.</u> | <u>Treasurer</u> |

VICE-PRESIDENTS

| Name | Title | Name | Title |
|-------------------------|--|-------------------------|---|
| <u>Alison R Evers</u> | <u>Senior Vice-President</u> | <u>Allen Berryman</u> | <u>Chief Financial Officer</u> |
| <u>John Killea</u> | <u>General Counsel</u> | <u>George Houghton</u> | <u>Group President-Agency Operations</u> |
| <u>Murshid Kahn</u> | <u>Chief Information Officer</u> | <u>John Arcidiacono</u> | <u>Senior Vice-President</u> |
| <u>Brian Glaze</u> | <u>Corporate Controller</u> | <u>Jason Nadeau</u> | <u>Group President- Mortgage & Title Services</u> |
| <u>Glenn Clements #</u> | <u>Group President-Direct Operations</u> | | |

DIRECTORS OR TRUSTEES

| | | | |
|--------------------------|-------------------------|-------------------------|------------------------|
| <u>Malcolm S Morris</u> | <u>Charles F Howard</u> | <u>Matthew W Morris</u> | <u>Stewart Morris</u> |
| <u>Stewart Morris Jr</u> | <u>Allen Berryman</u> | <u>Michael B Skalka</u> | <u>John L Killea #</u> |
| | | | |
| | | | |
| | | | |

State of Texas

County of Harris ss

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

| | | |
|-------------------------|-----------------------|-------------------------|
| <u>(Signature)</u> | <u>(Signature)</u> | <u>(Signature)</u> |
| <u>Matthew W Morris</u> | <u>Denise Carraux</u> | <u>Ken Anderson Jr.</u> |
| <u>(Printed Name)</u> | <u>(Printed Name)</u> | <u>(Printed Name)</u> |
| <u>1.</u> | <u>2.</u> | <u>3.</u> |
| <u>President</u> | <u>Secretary</u> | <u>Treasurer</u> |
| <u>(Title)</u> | <u>(Title)</u> | <u>(Title)</u> |

Subscribed and sworn to before me this _____ day of _____, 2012

- a. Is this an original filing? Yes No
- b. If no:
1. State the amendment number _____
 2. Date filed _____
 3. Number of pages attached _____

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|----------------------------|--|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 341,251,337 | | 341,251,337 | 346,162,313 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | | | | |
| 2.2 Common stocks | 437,045,680 | | 437,045,680 | 435,381,453 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | 964,396 | 72,353 | 892,043 | 896,161 |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ 0 encumbrances) | 1,861,967 | 1,861,967 | | |
| 4.2 Properties held for the production of income (less \$ 0 encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ 0 encumbrances) | 386,828 | | 386,828 | 693,068 |
| 5. Cash (\$ 72,018,376), cash equivalents (\$ 0), and short-term investments (\$ 171,523) | 72,189,899 | | 72,189,899 | 71,161,666 |
| 6. Contract loans (including \$ 0 premium notes) | | | | |
| 7. Derivatives | | | | |
| 8. Other invested assets | 1,145,639 | 303,691 | 841,948 | 918,912 |
| 9. Receivables for securities | | | | |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 854,845,746 | 2,238,011 | 852,607,735 | 855,213,573 |
| 13. Title plants less \$ 0 charged off (for Title insurers only) | 7,738,645 | 100,000 | 7,638,645 | 7,638,646 |
| 14. Investment income due and accrued | 2,985,986 | 62,770 | 2,923,216 | 2,754,719 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 44,220,542 | 9,910,956 | 34,309,586 | 30,745,546 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums) | | | | |
| 15.3 Accrued retrospective premiums | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | 264,575 | 148,115 | 116,460 | 464,267 |
| 17. Amounts receivable relating to uninsured plans | | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 937,339 | | 937,339 | 2,243,453 |
| 18.2 Net deferred tax asset | | | | |
| 19. Guaranty funds receivable or on deposit | | | | |
| 20. Electronic data processing equipment and software | 2,300,263 | 1,410,713 | 889,550 | 265,712 |
| 21. Furniture and equipment, including health care delivery assets (\$ 0) | 611,090 | 336,920 | 274,170 | 269,500 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 2,721,508 | 43,801 | 2,677,707 | 1,733,010 |
| 24. Health care (\$ 0) and other amounts receivable | 1,025,228 | 1,025,228 | | |
| 25. Aggregate write-ins for other than invested assets | 6,722,870 | 3,478,658 | 3,244,212 | 2,899,607 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 924,373,792 | 18,755,172 | 905,618,620 | 904,228,033 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Total (Lines 26 and 27) | 924,373,792 | 18,755,172 | 905,618,620 | 904,228,033 |

| DETAILS OF WRITE-IN LINES | | | | |
|---|-----------|-----------|-----------|-----------|
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | | | | |
| 2501. Other Assets & deposits | 3,583,589 | 339,377 | 3,244,212 | 2,899,607 |
| 2502. Other nonadmitted assets | 3,139,281 | 3,139,281 | | |
| 2503. | | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 6,722,870 | 3,478,658 | 3,244,212 | 2,899,607 |

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 | 2 |
|---|---------------------------|---------------------------|
| | Current Statement Date | December 31 Prior Year |
| 1. Known claims reserve | 120,511,022 | 124,017,790 |
| 2. Statutory premium reserve | 370,628,220 | 369,414,210 |
| 3. Aggregate of other reserves required by law | | |
| 4. Supplemental reserve | | |
| 5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers | | |
| 6. Other expenses (excluding taxes, licenses and fees) | 14,902,948 | 17,314,835 |
| 7. Taxes, licenses and fees (excluding federal and foreign income taxes) | 2,582,580 | 3,549,994 |
| 8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses)) | | 461,528 |
| 8.2 Net deferred tax liability | 6,254,259 | 6,342,070 |
| 9. Borrowed money \$ 0 and interest thereon \$ 0 | | |
| 10. Dividends declared and unpaid | | |
| 11. Premiums and other consideration received in advance | 21,467 | |
| 12. Unearned interest and real estate income received in advance | | |
| 13. Funds held by company under reinsurance treaties | 148,115 | 148,115 |
| 14. Amounts withheld or retained by company for account of others | | |
| 15. Provision for unauthorized reinsurance | | |
| 16. Net adjustments in assets and liabilities due to foreign exchange rates | 9,133,352 | 9,643,307 |
| 17. Drafts outstanding | | |
| 18. Payable to parent, subsidiaries and affiliates | 3,232,463 | 1,424,916 |
| 19. Derivatives | | |
| 20. Payable for securities | | |
| 21. Payable for securities lending | | |
| 22. Aggregate write-ins for other liabilities | 209,440 | 111,133 |
| 23. Total liabilities (Lines 1 through 22) | 527,623,866 | 532,427,898 |
| 24. Aggregate write-ins for special surplus funds | 501,405 | 501,405 |
| 25. Common capital stock | 8,500,000 | 8,500,000 |
| 26. Preferred capital stock | | |
| 27. Aggregate write-ins for other than special surplus funds | | |
| 28. Surplus notes | | |
| 29. Gross paid in and contributed surplus | 187,040,626 | 186,604,142 |
| 30. Unassigned funds (surplus) | 181,952,723 | 176,194,588 |
| 31. Less treasury stock, at cost: | | |
| 31.1 0 shares common (value included in Line 25 \$ 0) | | |
| 31.2 0 shares preferred (value included in Line 26 \$ 0) | | |
| 32. Surplus as regards policyholders (Lines 24 to 30 less 31) | 377,994,754 | 371,800,135 |
| 33. Totals (Page 2, Line 28, Col. 3) | 905,618,620 | 904,228,033 |

| DETAILS OF WRITE-INS | | |
|---|---------|---------|
| 0301. | | |
| 0302. | | |
| 0303. | | |
| 0398. Summary of remaining write-ins for Line 03 from overflow page | | |
| 0399. Totals (Lines 0301 through 0303 plus 0398) (Line 03 above) | | |
| 2201. Reinsurance payable | 209,440 | 111,133 |
| 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) | 209,440 | 111,133 |
| 2401. Surplus arising from increase in book value of title plants | 501,384 | 501,384 |
| 2402. Mineral interest-assigned value | 21 | 21 |
| 2403. | | |
| 2498. Summary of remaining write-ins for Line 24 from overflow page | | |
| 2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) | 501,405 | 501,405 |
| 2701. | | |
| 2702. | | |
| 2703. | | |
| 2798. Summary of remaining write-ins for Line 27 from overflow page | | |
| 2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above) | | |

OPERATIONS AND INVESTMENT EXHIBIT

| STATEMENT OF INCOME | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| OPERATING INCOME | | | |
| 1. Title insurance and related income: | | | |
| 1.1 Title insurance premiums earned | 577,672,280 | 529,276,897 | 1,122,329,967 |
| 1.2 Escrow and settlement services | 3,819,112 | 1,303,560 | 14,795,536 |
| 1.3 Other title fees and service charges | 22,006,181 | 28,569,447 | 40,607,436 |
| 2. Aggregate write-ins for other operating income | 133,014 | 78,342 | 259,683 |
| 3. Total Operating Income (Lines 1 through 2) | 603,630,587 | 559,228,246 | 1,177,992,622 |
| EXPENSES: | | | |
| 4. Losses and loss adjustment expenses incurred | 52,343,594 | 60,633,341 | 117,804,095 |
| 5. Operating expenses incurred | 562,299,132 | 523,582,257 | 1,102,163,219 |
| 6. Aggregate write-ins for other operating expenses | 118,198 | 112,872 | 217,157 |
| 7. Total Operating Expenses | 614,760,924 | 584,328,470 | 1,220,184,471 |
| 8. Net operating gain or (loss) (Lines 3 minus 7) | (11,130,337) | (25,100,224) | (42,191,849) |
| INVESTMENT INCOME | | | |
| 9. Net investment income earned | 14,169,350 | 15,483,981 | 35,511,246 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 52,983 | 1,006,579 | 924,146 | 5,897,564 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 15,175,929 | 16,408,127 | 41,408,810 |
| OTHER INCOME | | | |
| 12. Aggregate write-ins for miscellaneous income or (loss) | 1,156,902 | 1,458,423 | 2,338,213 |
| 13. Net income, after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12) | 5,202,494 | (7,233,674) | 1,555,174 |
| 14. Federal and foreign income taxes incurred | 2,867,530 | 2,341,243 | 5,721,638 |
| 15. Net income (Lines 13 minus 14) | 2,334,964 | (9,574,917) | (4,166,464) |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 16. Surplus as regards policyholders, December 31 prior year | 371,800,135 | 369,510,989 | 369,510,989 |
| 17. Net income (from Line 15) | 2,334,964 | (9,574,917) | (4,166,464) |
| 18. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0 | (5,774,992) | (9,971,237) | 5,987,408 |
| 19. Change in net unrealized foreign exchange capital gain (loss) | (502,338) | 1,869,505 | (1,844,303) |
| 20. Change in net deferred income taxes | 87,811 | 2,147,275 | 3,507,819 |
| 21. Change in nonadmitted assets | 9,612,690 | 674,150 | (6,601,883) |
| 22. Change in provision for unauthorized reinsurance | | | |
| 23. Change in supplemental reserves | | | |
| 24. Change in surplus notes | | | |
| 25. Cumulative effect of changes in accounting principles | | | |
| 26. Capital Changes: | | | |
| 26.1 Paid in | | | |
| 26.2 Transferred from surplus (Stock Dividend) | | | |
| 26.3 Transferred to surplus | | | |
| 27. Surplus Adjustments: | | | |
| 27.1 Paid in | 436,484 | 5,268,199 | 5,406,569 |
| 27.2 Transferred to capital (Stock Dividend) | | | |
| 27.3 Transferred from capital | | | |
| 28. Dividends to stockholders | | | |
| 29. Change in treasury stock | | | |
| 30. Aggregate write-ins for gains and losses in surplus | | | |
| 31. Change in surplus as regards policyholders (Lines 17 through 30) | 6,194,619 | (9,587,025) | 2,289,146 |
| 32. Surplus as regards policyholders as of statement date (Lines 16 plus 31) | 377,994,754 | 359,923,964 | 371,800,135 |

| DETAILS OF WRITE-IN LINES | | | |
|---|-----------|-----------|-----------|
| 0201. Marketing | 133,014 | 78,342 | 259,683 |
| 0202. | | | |
| 0203. | | | |
| 0298. Summary of remaining write-ins for Line 02 from overflow page | | | |
| 0299. Totals (Lines 0201 through 0203 plus 0298) (Line 02 above) | 133,014 | 78,342 | 259,683 |
| 0601. Marketing | 118,198 | 112,872 | 217,157 |
| 0602. | | | |
| 0603. | | | |
| 0698. Summary of remaining write-ins for Line 06 from overflow page | | | |
| 0699. Totals (Lines 0601 through 0603 plus 0698) (Line 06 above) | 118,198 | 112,872 | 217,157 |
| 1201. Title Plant rent income | 681,407 | 657,882 | 1,071,809 |
| 1202. Ceded reimbursement from agents | 423,363 | 540,522 | 948,787 |
| 1203. Miscellaneous income | 39,775 | 85,743 | 59,531 |
| 1298. Summary of remaining write-ins for Line 12 from overflow page | 12,357 | 174,276 | 258,086 |
| 1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above) | 1,156,902 | 1,458,423 | 2,338,213 |
| 3001. | | | |
| 3002. | | | |
| 3003. | | | |
| 3098. Summary of remaining write-ins for Line 30 from overflow page | | | |
| 3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above) | | | |

CASH FLOW

| Cash from Operations | 1 | 2 | 3 |
|--|-------------------------|-----------------------|---------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| 1. Premiums collected net of reinsurance | 579,621,329 | 525,044,575 | 1,130,596,167 |
| 2. Net investment income | 15,597,338 | 17,276,921 | 39,099,461 |
| 3. Miscellaneous income | 27,115,209 | 31,409,772 | 58,000,867 |
| 4. Total (Lines 1 to 3) | 622,333,876 | 573,731,268 | 1,227,696,495 |
| 5. Benefit and loss related payments | 55,850,362 | 61,436,204 | 121,473,023 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 563,967,617 | 527,761,692 | 1,101,612,145 |
| 8. Dividends paid to policyholders | | | |
| 9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses) | 2,075,928 | 4,592,218 | 7,116,737 |
| 10. Total (Lines 5 through 9) | 621,893,907 | 593,790,114 | 1,230,201,905 |
| 11. Net cash from operations (Line 4 minus Line 10) | 439,969 | (20,058,846) | (2,505,410) |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 53,995,160 | 127,473,316 | 279,504,189 |
| 12.2 Stocks | 241,505 | | |
| 12.3 Mortgage loans | 7,181 | 137,846 | 143,904 |
| 12.4 Real estate | 286,376 | 251,275 | 251,275 |
| 12.5 Other invested assets | 19,372 | 17,067 | 29,508 |
| 12.6 Net gains (or losses) on cash, cash equivalents and short-term investments | | | (24,544) |
| 12.7 Miscellaneous proceeds | | | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 54,549,594 | 127,879,504 | 279,904,332 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 50,215,855 | 124,301,595 | 267,020,123 |
| 13.2 Stocks | 5,553,157 | 10,203,367 | 10,227,371 |
| 13.3 Mortgage loans | 2,507 | 173,700 | 200,644 |
| 13.4 Real estate | | | 306,240 |
| 13.5 Other invested assets | | | 23,600 |
| 13.6 Miscellaneous applications | | 19,547 | |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 55,771,519 | 134,698,209 | 277,777,978 |
| 14. Net increase (or decrease) in contract loans and premium notes | | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (1,221,925) | (6,818,705) | 2,126,354 |
| 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 | 436,484 | 5,268,199 | 5,406,569 |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | | |
| 16.5 Dividends to stockholders | | | |
| 16.6 Other cash provided (applied) | 1,373,705 | 1,724,222 | (5,020,633) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | 1,810,189 | 6,992,421 | 385,936 |
| 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) | 1,028,233 | (19,885,130) | 6,880 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 71,161,666 | 71,154,786 | 71,154,786 |
| 19.2 End of period (Line 18 plus Line 19.1) | 72,189,899 | 51,269,656 | 71,161,666 |

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

| | | | | |
|---------|--|---------|-----------|-----------|
| 20.0001 | Line 13.2 includes non-cash contribution to affiliate | 119,064 | 4,448,837 | 4,472,841 |
| 20.0002 | Line 12.4 and 13.4 includes transfer of note foreclosed to real estate | | | 173,700 |
| 20.0003 | Line 16.2 includes non-cash capital contribution from parent | 436,484 | 5,268,199 | 5,406,569 |

NOTES TO FINANCIAL STATEMENTS

1. Accounting Practices

A. The financial statements of Stewart Title Guaranty Company are presented on the basis of accounting practices prescribed or permitted by the Texas Department of Insurance.

The Texas Department of Insurance recognizes statutory accounting practices prescribed or permitted by the State of Texas for determining and reporting the financial condition and results of operations of a title insurance company, for determining its solvency under the Texas 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 Texas. The state has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, (A) home office furniture and fixtures acquired after December 31, 2000 is an admitted asset as permitted by Texas Insurance Code 7.18 section (c)(4), depreciated in full over a period not to exceed five years. Home office fixed assets acquired prior to January 1, 2001 are an admitted asset as permitted by Texas Insurance Code Articles 3.01, 6.12, 8.07 and any other applicable laws, and shall be depreciated in full over a period not to exceed ten years. In NAIC SAP 17, furniture and fixtures are nonadmitted. (B) real estate owned prior to October 1, 1967 continue to qualify as an admitted asset per Texas Insurance Code Article 2551.151. In NAIC SAP 40, appraisals must be no more than five years old or the property will be nonadmitted. (C) Texas Insurance Code, Section 2551.258 grants the Commissioner the authority to change the statutory premium reserve, based on an actuarial review. The Commissioner gave an Order to change the statutory premium reserves in 2011, 2010 and 2009. Statutory premium reserve is a defined formula in Article 2251.253 of the Texas Insurance Code.

| | <u>6/30/2012</u> | <u>12/31/2011</u> |
|---|------------------|-------------------|
| Net Income(loss), Texas State Basis | 2,334,964 | (4,166,464) |
| State Prescribed Practices | 0 | 0 |
| (1) Statutory Premium Reserve reduction | 0 | 10,914,364 |
| State Permitted Practices: | 0 | 0 |
| Net Income(loss), NAIC SAP | 2,334,964 | 6,747,897 |
| Statutory Surplus, Texas State Basis | 377,994,754 | 371,800,135 |
| State Prescribed Practices: | | |
| (1) Furniture & Fixtures | (274,170) | (269,500) |
| (2) Real Estate | (4,327) | (4,327) |
| (3) Statutory Premium Reserve reduction | (52,471,998) | (52,471,998) |
| State Permitted Practices: | | |
| Statutory Surplus, NAIC SAP | 325,244,259 | 319,054,310 |

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 Article 2251.253 of the Texas Insurance Code. Expenses incurred in connection with issuing the policies are charged to operations as an expense for premiums retained by agencies.

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.

NOTES TO FINANCIAL STATEMENTS

- (3) Common stocks are stated at market except investments in stocks that are not publicly traded, are valued at zero or cost.
- (4) Investments in Preferred stock, excluding investments in preferred stock of subsidiary, controlled, or affiliated entities – None.
- (5) Mortgage loans on real estate are stated at the aggregate unpaid balance.
- (6) Loan-backed securities, if any, are valued at amortized cost using the retrospective method.
- (7) The Company owns 100% of the common stock of Stewart Title Company, a non-insurance company. This stock is valued on the audited GAAP equity basis as described in the *NAIC Accounting Practices and Procedures Manual* SSAP 97, section 8(b)(iii).

The Company owns 100% of Stewart Title Insurance Company, a title insurance company, which is valued based on SSAP 97, Section 8(b)(i) of the *NAIC Accounting Practices and Procedures Manual*.

The Company owns 100% of Stewart Title Limited (UK) and 99.9% of Stewart Title Guaranty de Mexico, S.A., which are foreign title insurance companies. These investments are valued based on SSAP 97, Section 8(b)(iv) of the *NAIC Accounting Practices and Procedures Manual*.

The Company owns 10.16% of Title Reinsurance Company, a reinsurance company that provides primary liability insurance, which is valued based on SSAP 97, Section 8(b)i.

The Company owns 30% of Western America Title Service, LLC, which is valued based on SAAP 48 (7).

- (8) The Company has minor ownerships interest in one joint venture and two limited liability companies. These investments are valued based on SSAP 48, Section 8.
- (9) Derivatives – None
- (10) Anticipated investment income used as a factor in the premium deficiency calculation. – Not applicable
- (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.

The statutory premium reserve is based on Section 2551.253 of the Texas Insurance Code, which was amended with an effective date of September 1, 2005. The amended Section 2551.253 requires the Company to reserve an amount equal to 6.2% of total charges for title policies written or assumed for calendar year 1997 and on or after January 1, 1998 and before January 1, 2005 to reserve 25 cents per \$1,000 in net retained liability assumed. On or after January 1, 2005, the reserve should equal 18.5 cents per \$1,000 of net retained liability assumed.

The reserve is subsequently reduced by 26% of the addition in the first year succeeding the year of addition, 20% in the second year, 10% in the third year, 9% in the fourth year, 5% in the fifth and sixth years, 3% in the seventh through the ninth year, 2% in the tenth through fourteenth year and 1% in the last six years.

The Texas Commissioner gave an Order for a Change to Statutory Premium Reserve that resulted in a \$52.5 million reduction in the statutory premium reserve as allowed by Section 2551.258 of the Texas Insurance Code for 2011. The 2010 order for a \$63.4 million reduction was reversed in 2011. At December 31, 2011 the total of the Company's known claims reserves and statutory premium reserve is equal to the loss reserve as stated in Schedule P, column 24, which the Company's appointed actuary has provided a loss reserve opinion.

- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Not applicable to title companies.

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 Texas. The State of Texas requires that insurance companies domiciled in the State of Texas prepare their statutory basis financial statements in accordance

NOTES TO FINANCIAL STATEMENTS

with the NAIC *Accounting Practices and Procedures* manual, subject to any deviations prescribed or permitted by the State of Texas 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. Not applicable
- B. None
- C. None

4. Discontinued Operations – Not Applicable

5. Investments

A. Mortgage Loans

- 1. The maximum and minimum lending rates for real estate loans are 7.75% and 4.0%.
- 2. None
- 3. The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages was 110%.

| | <u>Current Year</u> | <u>Prior Year</u> |
|--|-------------------------|-----------------------|
| 4. At June 30, 2012, the Company held mortgage with interest more than 180 days past due with a recorded investment excluding accrued interest of: | 343,007 | 343,007 |
| Total interest due on mortgages with interest more than 180 days past due equals: | 52,035 | 42,118 |
| 5. Taxes, assessments and any amounts advances and not included in the mortgage loan total. | - | - |
| 6. Current year impaired loans with related allowance for credit losses. | - | - |
| 7. Impaired mortgage loans without an allowance for credit losses. | - | - |
| 8. Average recorded investment in impaired loans. | - | - |
| 9. Interest income recognized during the period on loans impaired. | - | - |
| 10. Amount of interest income recognized on a cash basis during the period the loans were impaired. | - | - |

- B. Debt Restructuring- Not applicable
- C. Reverse Mortgages – Not applicable
- D. Loan-Backed Securities - Not applicable
- E. Repurchase Agreements – Not applicable
- F. Real Estate

(1) None

(2) In the ordinary course of business, the Company occasionally acquires real estate in settlement of claims. It is not the Company's intention to hold these properties for investment or administrative purposes, but rather to dispose of them as market condition warrant. These properties are disclosed on Schedule A, Part 1 of the Annual Statement.

(3) Not applicable

(4) Not applicable

(5) Not applicable

- G. Low-Income Housing Tax Credits (LIHTC) – The Company's investment in LIHTC is less than 0.1% of admitted assets and therefore is immaterial for disclosure.

NOTES TO FINANCIAL STATEMENTS

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement period.

7. Investment Income

- A. 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 deposit are excluded from surplus.
- B. The total amount excluded was \$62,770.

8. Derivative Instruments- None

9. Income Tax

- A. The net deferred tax asset/(liability) at June 30, 2012 and the change from the prior year are comprised of the following components:

| | 6/30/2012 | | 12/31/2011 | | Change |
|--|--------------|-------------|--------------|--------------|-------------|
| | Ordinary | Capital | Total | Total | |
| Total gross deferred tax assets | 88,940,499 | 0 | 88,940,499 | 85,507,796 | 3,432,703 |
| Statutory valuation allowance adjustment | (88,940,499) | 0 | (88,940,499) | (85,507,796) | (3,432,703) |
| Adjusted gross deferred tax assets | 0 | 0 | 0 | 0 | 0 |
| Total gross deferred tax liabilities | (2,825,007) | (3,429,253) | (6,254,259) | (6,342,070) | 87,811 |
| Net deferred tax assets /(liabilities) | (2,825,007) | (3,429,253) | (6,254,259) | (6,342,070) | 87,811 |
| Total Deferred tax assets nonadmitted | 0 | 0 | 0 | 0 | 0 |
| Net admitted deferred tax assets / (liabilities) | (2,825,007) | (3,429,253) | (6,254,259) | (6,342,070) | 87,811 |

The amount of admitted adjusted gross deferred tax assets admitted under each component of SSAP 10R:

| | 6/30/2012 | | 12/31/2011 | | Change |
|---|-----------|---------|------------|-------|--------|
| | Ordinary | Capital | Total | Total | |
| Admitted under paragraph 10.a. | 0 | 0 | 0 | 0 | 0 |
| Admitted under paragraph 10.b.i. | 0 | 0 | 0 | 0 | 0 |
| Admitted under paragraph 10.b.ii. | 0 | 0 | 0 | 0 | 0 |
| Total admitted from the use of paragraph 10.a - 10.c. | 0 | 0 | 0 | 0 | 0 |
| Admitted under paragraph 10.e.i. | 0 | 0 | 0 | 0 | 0 |
| Admitted under paragraph 10.e.ii.a. | 0 | 0 | 0 | 0 | 0 |
| Admitted under paragraph 10.e.ii.b. | 0 | 0 | 0 | 0 | 0 |
| Total admitted from the use of paragraph 10.e. | 0 | 0 | 0 | 0 | 0 |
| Total admitted adjusted gross deferred tax assets | 0 | 0 | 0 | 0 | 0 |

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

| | 6/30/2012 | | 12/31/2011 | | Change |
|--|-------------|-------------|-------------|-------------|--------|
| | Ordinary | Capital | Total | Total | |
| Net deferred tax asset (liability) | (2,825,007) | (3,429,253) | (6,254,259) | (6,342,070) | 87,811 |
| Tax-effect of unrealized gains and losses | 0 | 0 | 0 | 0 | 0 |
| Net tax effect without unrealized gains and losses | (2,825,007) | (3,429,253) | (6,254,259) | (6,342,070) | 87,811 |
| Change in deferred income tax | | | | | 87,811 |

- B. Unrecognized deferred tax liabilities

There are no temporary differences for which deferred tax liabilities are not recognized.

NOTES TO FINANCIAL STATEMENTS

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

| | 06/30/2012 | 12/31/2011 |
|---|------------------|------------------|
| Current year tax expense (benefit) | 2,215,967 | 6,694,952 |
| Federal income tax on net capital gains | 52,983 | 738,200 |
| Prior year adjustments | 651,563 | (973,314) |
| Current income taxes incurred | <u>2,920,513</u> | <u>6,459,838</u> |

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

| | 06/30/2012 | 12/31/2011 | Change |
|--|--------------|--------------|-------------|
| Deferred tax assets: | | | |
| Unearned Premium Reserve | 22,172,660 | 21,319,061 | 853,599 |
| Loss Reserve Discounting | 932,963 | 982,342 | (49,379) |
| Investments | (69,375) | (83,829) | 14,454 |
| Fixed Assets | (4,698,322) | (4,734,373) | 36,051 |
| Pending Litigation Payable | 885,536 | 1,108,225 | (222,689) |
| Foreign Tax Credits | 19,154,114 | 16,233,601 | 2,920,513 |
| Net Operating Loss Carryforwards | 44,520,024 | 43,222,947 | 1,297,077 |
| Nonadmitted assets | 5,292,722 | 6,420,593 | (1,127,871) |
| Other | 750,179 | 1,039,228 | (289,049) |
| Valuation Allowance | (88,940,499) | (85,507,796) | (3,432,703) |
| Total adjusted gross deferred tax assets | - | - | - |
| Nonadmitted deferred tax assets | - | - | - |
| Admitted deferred tax assets | - | - | - |
| Deferred tax liabilities: | | | |
| Unrealized foreign exchange adjustments gains and losses | (3,429,253) | (3,605,071) | 175,818 |
| Canadian deferred tax liabilities | (2,825,007) | (2,737,000) | (88,007) |
| Total deferred tax liabilities | (6,254,259) | (6,342,070) | 87,811 |
| Net admitted deferred tax asset (liability) | (6,254,259) | (6,342,070) | 87,811 |

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:

| | 06/30/2012 | 12/31/2011 |
|---|------------------|------------------|
| Current income taxes incurred | 2,920,513 | 6,459,838 |
| Change in deferred income tax (without tax on unrealized gains and losses) | (87,811) | (3,507,819) |
| Total income tax reported | <u>2,832,702</u> | <u>2,952,019</u> |
| Income before taxes | 5,255,477 | 2,293,374 |
| | 35% | 35% |
| Expected Income tax expense (benefit) at 35% statutory rate | 1,839,417 | 802,681 |
| Increase (decrease) in actual tax reported resulting from: | | |
| a. Dividends received deduction | (3,452,717) | (8,797,283) |
| b. Nondeductible expenses for meals, penalties, and lobbying | 528,541 | 1,027,250 |
| c. Tax-exempt income | (42,830) | (214,630) |
| d. Foreign income taxes | 2,920,513 | 8,168,256 |
| e. Valuation Allowance | 3,432,703 | (1,742,785) |
| f. Foreign Tax Credit and NOL Carryback Refund Claim | - | (1,708,418) |
| g. Canadian deferred income tax liabilities | 88,007 | (3,631,155) |
| h. Unrealized foreign exchange adjustments gains and losses | (175,818) | 516,774 |
| i. Tax losses not benefitted | (2,135,626) | 10,727,454 |
| j. Other | (169,488) | (2,196,126) |
| Total income tax reported | <u>2,832,702</u> | <u>2,952,019</u> |

E. Operating loss carryforward

As of June 30, 2012, there are \$132,723,524 of net operating losses and \$18,502,551 of foreign tax credit carryforwards which, if unused, will expire during calendar years 2031-2051 and 2019-2023 respectively.

There are no Federal income taxes incurred that are available for recoupment in the event of future net operating losses.

F. (1) The Company's federal Income Tax return is consolidated with the following entities:
Stewart Information Services Corporation, SLJ's Holdings and subsidiaries denoted with an I on Schedule D-Part 6, Section 1 and 2 in the 2011 Annual Statement.

(2) The method of allocation is detailed in the 7th Restated Federal Income Tax Return Settlement Agreement dated July 2, 2010. Such Agreement was filed with the Texas Insurance Commissioner on July 6, 2010, under Holding Company Section #38801.

NOTES TO FINANCIAL STATEMENTS

10. Information Concerning Parent, Subsidiaries and Affiliates

A. The Company has not made a dividend.

As of June 30, 2012, our parent, Stewart Information Services Corporation, made a noncash capital contribution to us in the amount of \$ 436,484.

B and C. –

As of June 30, 2012, the Company made a capital contribution to Stewart Title Company in the amount of \$ 119,064 (noncash) and \$470,000 to Stewart Title Guaranty De Mexico.

D. Amounts due from and amounts payable to related parties at June 30, 2012 are \$ 2,794,167 and \$ 3,232,463, respectively.

E. None

F.

The Company has agreed to provide Stewart Information Services Corporation certain management and accounting services as described in the Cost Allocation Agreement with Stewart Information Services Corporation dated January 1, 1974, as amended by Amendment No. 1, dated January 1, 1980, Amendment No. 2, dated January 1, 1986, Amendment No. 3, dated January 1, 1991, Amendment No. 4, dated January 1, 1996, Amendment No. 5, dated January 1, 2001, Amendment No.6, dated June 6, 2005 (HCS # 34302)and Amendment No. 7, dated September 8, 2010 (HCS # 38937).

The Company has agreed to provide Stewart Title Company certain management and accounting services as described in the Cost Allocation Agreement with Stewart Title Company dated January 1, 1980, as amended by Amendment No. 1, dated January 1, 1986, Amendment No. 2, dated January 1, 1991, Amendment No. 3, dated January 1, 1996, Amendment No. 4, dated January 1, 2001, Amendment No. 5, dated January 1, 2006 (HCS# 34529) and Amendment No.6, dated September 10, 2010 (HCS # 38936).

The Company has entered into a service agreement with Landata Systems, Inc. for certain computer and software services as described in the Service Agreement dated January 1, 2000 which replaced the original service agreement, dated February 16, 1978. Such Agreement was filed with the Texas Insurance Department on February 3, 2000, under Holding Company Section # 30240. The Service Agreement was further amended effective March 12, 2004, under HCS # 33340, and effective October 1, 2004, under HCS # 33907. On September 17, 2007 the Texas Department of Insurance approved the name change from Landata Systems, Inc. to PropertyInfo Corporation.

The Company has entered into a service agreement with Ultima Corporation for a certain computer and Software services as described in the Service Agreement dated April 16, 2004. Such agreement was filed with the Texas Insurance Department on April 19, 2004, under Holding Company Section # 33342. On September 17, 2007 the Texas Department of Insurance approved the name change from Ultima Corporation to PropertyInfo Corporation.

The Company has entered into a Secondment Agreement with Stewart International Spolka Z Orgraniconza dated June 30, 2004.. Such agreement was filed with the Texas Insurance Department on May 1, 1998, under Holding Company Section # 33570.

The Company has entered into a service agreement with Stewart Imaging Services covering issued title policies which require conversion from paper documents to compute image for storage and retrieval. Such agreement was filed with the Texas Insurance Department on May 1, 1998, under Holding Company Section # 28563, as amended by Amendment No. 2 under HCS # 32547, dated December 21, 2002, and Amendment No. 3, under HCS # 33616 dated July 24, 2004.

The Company has entered into a service agreement with First Data Systems, Inc. for a computer related services as described in the Service Agreement dated April 13, 2004. Such agreement was filed with the Texas Insurance Department on April 16, 2004, under Holding Company Section # 33343. On September 17, 2007 the Texas Department of Insurance approved the name change from First Data Systems, Inc. to PropertyInfo Corporation.

The Company has entered into a service agreement with Stewart Transactions Solutions, Inc. for a computer related services as described in the Service Agreement dated March 12, 2004. Such agreement was filed with the Texas Insurance Department on April 16, 2004, under Holding Company Section # 33341. On September 17, 2007 the Texas Department of Insurance approved the name change from Stewart Transaction Solutions, Inc. to PropertyInfo Corporation.

The Company has entered into a hosted service agreement with Stewart Transactions Solutions, Inc. for a hosted tech related services as described in the Service Agreement dated September 15, 2006. Such agreement was

NOTES TO FINANCIAL STATEMENTS

filed with the Texas Insurance Department on September 15, 2006, under Holding Company Section # 35343. On September 17, 2007 the Texas Department of Insurance approved the name change from Stewart Transactions Solutions, Inc. to PropertyInfo Corporation.

The Company has entered into a service agreement with REI Data, Inc. for a converting title policies from paper documents into computer image as described in the Service Agreement dated July 13, 2005. Such agreement was filed with the Texas Insurance Department on July 15, 2005, under Holding Company Section # 34337. On September 17, 2007 the Texas Department of Insurance approved the name change from REI Data, Inc. to PropertyInfo Corporation.

The Company has entered into a service agreement with REI Data, Inc. for a computer related services as described in the Service Agreement dated May 6, 2005. Such agreement was filed with the Texas Insurance Department on May 11, 2005, under Holding Company Section # 34216, as amended by Amendment No. 1 and 2, dated August 2, 2006 (HCS # 35205). On September 17, 2007 the Texas Department of Insurance approved the name change from REI Data, Inc. to PropertyInfo Corporation.

The Company has entered into a service agreement with REI Data, Inc. for a subscription service as described in the Service Agreement dated October 4, 2006. Such agreement was filed with the Texas Insurance Department on October 10, 2006, under Holding Company Section # 35368 as amended February 22, 2008 under Holding Company Section # 36551. On September 17, 2007 the Texas Department of Insurance approved the name change from REI Data, Inc. to PropertyInfo Corporation.

The Company has entered into an service agreement with Real Property Information for scanning and indexing services as described in the Service Agreement dated July 24, 2006. Such agreement was filed with the Texas Insurance Department on July 27, 2006, under Holding Company Section # 35152.

The Company has entered into an agreement with Stewart Title Limited, a United Kingdom insurance corporation, as described in the Net Worth Maintenance Agreement dated March 13, 2006. Such agreement was filed with the Texas Insurance Department on July 19, 2006, under Holding Company Section # 35118.

The Company has entered into a sublease agreement with Stewart Lender Services, Inc. Such agreement was filed with the Texas Insurance Department on April 4, 2007, under Holding Company Section # 35818, as amended by Amendment No. 1 dated July 9, 2009 under Holding Company Section # 37726.

The Company has entered into a shared service agreement with Stewart Lender Services, Inc. Such agreement was filed with the Texas Insurance Department on April 21, 2010, under Holding Company Section # 38524, dated January 28, 2010, as amended by Amendment No. 1 dated December 15, 2010 under Holding Company Section # 39311.

The Company has entered into a service agreement with Stewart Water Information, LLC. for title related services as described in the agreement dated August 31, 2007. Such agreement was filed with the Texas Insurance Department on September 17, 2007, under Holding Company Section # 36179.

The Company has entered into a cost allocation agreement with Electronic Closing Service, Inc. for vendor management services as described in the agreement dated August 7, 2007. Such agreement was filed with the Texas Insurance Department on August 14, 2007, under Holding Company Section # 36126.

The Company has entered into a title plant conveyance agreement and service agreement with PropertyInfo Corporation for computer related services and sale of copies of back title plants in Bexar County, Texas as described in the agreement dated February 12, 2008. Such agreement was filed with the Texas Insurance Department on February 28, 2008, under Holding Company Section # 36550.

The Company has entered into a service agreement with PropertyInfo Corporation for computer related services as described in the agreement dated August 27, 2007. Such agreement was filed with the Texas Insurance Department on September 1, 2007, under Holding Company Section # 36180.

The Company has entered into a transition agreement with PropertyInfo Corporation for title search services in Florida dated July 14, 2011. Such agreement was filed with the Texas Insurance Department on August 4, 2011, under Holding Company Section # 39880.

The Company has entered into a title plant agreement with PropertyInfo Corporation dated August 27, 2010. Such agreement was approved with the Texas Insurance Department on September 28, 2010, under Holding Company Section # 38962.

The Company has entered into a sublease agreement with The Guarantee Title Company, LLC. Such agreement was filed with the Texas Insurance Department on November 18, 2010, under Holding Company Section # 39234.

The Company has entered into a title plant posting agreement with PropertyInfo Corporation dated February 3, 2011. Such agreement was filed with the Texas Insurance Department on February 7, 2011, under Holding Company Section # 39430.

The Company has entered into an agreement with Stewart Financials Services dated June 20, 2011. Such

NOTES TO FINANCIAL STATEMENTS

agreement was filed with the Texas Insurance Department on August 4, 2011, under Holding Company Section # 39821.

- G. All outstanding shares of the Company are owned by Stewart Information Services Corporation, an insurance holding company, domiciled in the State of Delaware.
- H. The Company owns no shares of stock of its ultimate parent company.
- I. The Company owns a 100% interest in Stewart Title Company, a non-insurance company, whose carrying value exceeds 10% of the admitted assets of the Company. The Company carries Stewart Title Company at GAAP equity adjusted for the elimination of parent company stock. The statement value and GAAP equity value of Stewart Title Company as of 12/31/2011 and 12/31/2010 was \$ 375,941,179 and \$ 365,464,179.
- J. The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated Companies during the statement period.
- K. and L. – Not applicable

11. **Debt** – None

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

- A. None
- B. The Company sponsors a defined contribution benefit plan in which all employees and its participating subsidiaries who have completed 90 days of service are eligible to participate.

In general, a participant in the defined contribution plan may elect to defer on a tax-free basis, in accordance with Section 401(k) of the Internal Revenue Code, a specified percentage of their compensation. Contribution by participants whose compensation is in the highly compensated group of all employees are subject to certain additional limitations under Section 401(k) of the Internal Revenue Code. Deferred compensation is contributed to a trust managed for the benefit of the participants. The Plan also offers a Roth 401(k) feature where the participant can choose to make after-tax contributions.

At June 30, 2011 plan assets totaled \$ 212,753,821 including vested benefits of \$ 212,016,827.

- C. None
- D. None
- E. None
- F. None

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

- 1. The Company has 2,000 shares of common stock authorized, issued and outstanding. The par value per share is \$3,500.

The Company has 750,000 shares of Class B common stock authorized, issued and outstanding. The par value per is \$2.

- 2. None
- 3. The Company cannot pay a dividend without the approval of the Texas Insurance Commissioner. The maximum dividend to the Company's parent that can be paid after such approval in 2011 is \$74.4 million. The Company did not declare a dividend in 2011 or 2010.
- 4. None
- 5.-9. Not applicable
- 10. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$152,205,326.
- 11 – 13. The Company has no surplus notes or quasi-reorganizations.

NOTES TO FINANCIAL STATEMENTS

14. Contingencies

- A. Contingent Commitments – None
- B. Assessments – None
- C. Gain Contingencies – None
- D. Claims related extra contractual and bad faith losses stemming from lawsuits

The Company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits.

| | Direct |
|--|--------|
| Claims related ECO and bad faith losses paid during the reporting period | \$0.00 |

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period.

| (a) | (b) | (c) | (d) 1 0 1 - 5 0 0 Claims | (e) |
|-------------|--------------|---------------|--------------------------------|----------------------|
| 0-25 Claims | 26-50 claims | 51-100 Claims | | More than 500 Claims |
| X | | | | |

The claim count information is on a per claim basis.

The above amounts were accumulated by reviewing all settled claims with loss and loss adjustment expenses totaling more than \$400,000.

- E. All other Contingencies-

Regulatory developments

Stewart Title Guaranty Company (STGC) and Stewart Title Guaranty de Mexico, S.A. de C.V. (STGM) were defendants in a lawsuit in the State District Court of Harris County, Texas, Citigroup Global Markets Realty Corp. v. Stewart Title Guaranty Company. The lawsuit was filed in 2008 and concerns 16 owners' and 16 lenders' title insurance policies on 16 parcels of land in Mexico issued by STGM and reinsurance agreements by STGC. Citigroup Global Markets Realty Corp. asserted claims against STGC under reinsurance of the lenders' policies as well as extra-contractual claims under Texas law. K.R. Playa VI, S de R.L. de C.V., the owner of the parcels, asserted claims against STGC and separate claims against STGM under the owners' policies as well as extra-contractual claims under Texas law. The State District Court dismissed the extra-contractual claims against STGC and STGM based on application of Mexican law.

After a 10 week trial, the jury returned a verdict of no damages, favorable to STGC and STGM, on April 29, 2011. Judgment was entered on June 30, 2011. Both Citigroup Global Markets Realty Corp. and K.R. Playa VI, S de R.L. de C.V. subsequently filed motions for new trial and motions for judgment notwithstanding the verdict, which the State District Court denied by orders dated September 12, 2011. Citigroup Global Markets Realty Corp. and K.R. Playa VI, S de R.L. de C.V. filed notices of appeal on September 28, 2011. The Company does not believe that the outcome will materially affect its financial condition or results of operations.

In January 2009, an action was filed by individuals against STGC, Stewart Title of California, Inc., Cuesta Title Company and others in the Superior Court of California for the County of San Luis Obispo alleging that the plaintiffs have suffered damages relating to loans they made through Hurst Financial Corporation to an individual named Kelly Gearhart and entities controlled by Gearhart. Thereafter, several other lawsuits making similar allegations, including a lawsuit filed by several hundred individuals, were filed in San Luis Obispo Superior Court, and one such lawsuit was removed to the United States District Court for the Central District of California. The defendants vary from case to case, but Stewart Information Services Corporation, Stewart Title Company and Stewart Title Insurance Company have also each been sued in at least one of the cases. Each of the complaints alleges some combination of the following purported causes of action: breach of contract, negligence, fraud, aiding and abetting fraud, constructive fraud, breach of fiduciary duty, breach of implied covenant of good faith and fair dealing, financial elder abuse, violation of California Business and Professions Code Section 17200, negligent misrepresentation, conversion, conspiracy, alter ego and declaratory relief. The San Luis Obispo Superior Court has sustained demurrers by the Company with regard to certain causes of action and certain individuals and entities and dismissed Stewart Information Services Corporation from one case without leave to amend. Plaintiffs in one case have dismissed Stewart Title Insurance Company following the Court's sustaining of Stewart Title Insurance Company's demurrer. On the other hand, the Court has overruled the demurrers as to some causes of action. The United States District Court for the Central District of California granted the Company's motion to dismiss the First Amended Complaint as to the claim for violation of the Racketeer Influenced and Corrupt Organizations Act, with prejudice, and remanded the remainder of the case to the San Luis Obispo Superior Court. The Company filed a motion to coordinate the cases for pretrial purposes, and the Court issued (i) an order assigning all the cases to a single judge, (ii) an Order Coordinating Related Cases for Pre-Trial Purposes, and (iii) a First Case Management Order for the Related Cases. Discovery is ongoing. The Company has filed a motion for summary judgment and summary

NOTES TO FINANCIAL STATEMENTS

adjudication seeking the dismissal of certain plaintiffs' claims. That motion is currently scheduled for hearing on September 27, 2012. No trial dates have been set. Although the Company cannot predict the outcome of these actions, it is vigorously defending itself against the allegations and does not believe that the outcome will materially affect its financial condition or results of operations.

In February 2008, an antitrust class action was filed in the United States District Court for the Eastern District of New York against Stewart Title Insurance Company, Monroe Title Insurance Corporation, Stewart Information Services Corporation, several other unaffiliated title insurance companies and the Title Insurance Rate Service Association, Inc. (TIRSA). The complaint alleges that the defendants violated Section 1 of the Sherman Antitrust Act by collectively filing proposed rates for title insurance in New York through TIRSA, a state-authorized and licensed rate service organization.

Complaints were subsequently filed in the United States District Courts for the Eastern and Southern Districts of New York and in the United States District Courts in Pennsylvania, New Jersey, Ohio, Florida, Massachusetts, Arkansas, California, Washington, West Virginia, Texas and Delaware. All of the complaints make similar class action allegations, except that certain of the complaints also allege violations of the Real Estate Settlement Procedures Act (RESPA) and various state antitrust and consumer protection laws. The complaints generally request treble damages in unspecified amounts, declaratory and injunctive relief and attorneys' fees. To date, 78 such complaints have been filed, each of which names the Company and/or one or more of its affiliates as a defendant (and have been consolidated in the aforementioned states), of which seven have been voluntarily dismissed.

As of July 25, 2012, the Company has obtained dismissals of the claims in Arkansas, California, Delaware, Florida, Massachusetts, New Jersey, New York, Ohio, Pennsylvania (where the court dismissed the damages claims and granted defendants summary judgment on the injunctive claims), Texas and Washington. The Company filed a motion to dismiss in West Virginia (where all proceedings have been stayed and the docket closed). The dismissals in New York and Texas have been affirmed by the United States Courts of Appeals for the Second and Fifth Circuits, respectively, and on October 4, 2010, the United States Supreme Court denied the plaintiffs' petitions for review of those decisions. The United States Court of Appeals for Sixth Circuit has affirmed the dismissal of the Ohio complaints, the Court of Appeals for the Third Circuit has affirmed the dismissals of the Delaware and New Jersey complaints, and the Court of Appeals for the Second Circuit has affirmed the dismissal of the RESPA claims in New York. Although the Company cannot predict the outcome of these actions, it is vigorously defending itself against the allegations and does not believe that the outcome will materially affect its financial condition or results of operations.

Van Buren Estates, LLC, Van Buren Estates LLC II, and Van Buren Estates, LP commenced an action in the Superior Court of California, County of Riverside on or about March 26, 2010 against Stewart Title of California, Inc. and STGC alleging among other things, negligence, breach of contract, breach of the implied covenant of good faith and fair dealing, specific performance, promissory estoppel and punitive damages. Stewart Title of California, Inc. settled prior to trial. STGC filed a motion for summary judgment which was granted in part. Subsequent to the summary judgment motion, Van Buren Estates, LP was the sole remaining plaintiff. A jury trial commenced on January 30, 2012. Among the issues involved was STGC's position that no title policy had been issued in favor of the remaining plaintiff. The trial concluded on March 5, 2012 with a jury verdict in favor of the plaintiff on the issues of liability and damages in the aggregate amount of approximately \$6.5 million. The parties had stipulated at trial that the cost to cure the title defect at issue in the case was \$0.4 million, less than the amount previously paid by Stewart Title of California, Inc. Judgment was entered on April 10, 2012. STGC filed motions for new trial and for judgment notwithstanding the verdict. The court granted the motion for judgment notwithstanding the verdict in part and reduced the judgment to approximately \$4.2 million. An amended judgment was entered on July 10, 2012. STGC filed its notice of appeal of the \$4.2 million amended judgment on July 19, 2012. Although the Company cannot predict the outcome of the appeal, it will continue to vigorously defend itself and does not believe that the ultimate outcome will materially affect its financial condition or results of operations.

The Company is also subject to other claims and lawsuits arising in the ordinary course of its business, most of which involve disputed policy claims. In some of these lawsuits, the plaintiff seeks exemplary or treble damages in excess of policy limits. The Company does not expect that any of these proceedings will have a material adverse effect on its consolidated financial condition or results of operations. Along with the other major title insurance companies, the Company is party to a number of class action lawsuits concerning the title insurance industry. The Company believes that it has adequate reserves for the various litigation matters and contingencies discussed above and that the likely resolution of these matters will not materially affect its financial condition or results of operations.

The Company is subject to administrative actions and litigation relating to the basis on which premium taxes are paid in certain states. Additionally, the Company has received various other inquiries from governmental regulators concerning practices in the insurance industry. Many of these practices do not concern title insurance. The Company believes that it has adequately reserved for these matters and does not anticipate that the outcome of these inquiries will materially affect its financial condition or results of operations.

The Company is also subject to various other administrative actions and inquiries into its business conduct in certain of the states in which it operates. While the Company cannot predict the outcome of the various regulatory and administrative matters, it believes that it has adequately reserved for these matters and does not anticipate that the outcome of any of these matters will materially affect its financial condition or results of operations.

NOTES TO FINANCIAL STATEMENTS

15. Leases

The Company's expense for leased offices was \$ 11,225,071 in 2011 and \$12,085,813 in 2010. These are noncancelable, operating leases expiring over the next nine years. The future minimum lease payments are summarized as follows (stated in thousands of dollars).

| | | |
|--|---------------------|--------|
| | 2013 | 7,768 |
| | 2014 | 7,067 |
| | 2015 | 6,071 |
| | 2016 | 4,223 |
| | 2017 and thereafter | 2,519 |
| | Total | 27,648 |

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. Fair Value Measurements

- Level 1 – quoted prices in active markets for identical assets or liabilities;
- Level 2 – observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data; and
- Level 3 – unobservable inputs that are supported by little or no market activity and that are significant to the fair values of the assets or liabilities, including certain pricing models, discounted cash flow methodologies and similar techniques that use significant unobservable inputs.

At June 30, 2012, financial instruments measured at fair value on a recurring basis are summarized below:

| | Level 1 | Level 2 | Level 3 | Fair value measurements |
|---------------------|------------|---------|---------|----------------------------|
| Common Stock: | | | | |
| Industrial and Misc | 10,267,972 | – | – | 10,267,972 |
| Total | 10,267,972 | - | - | 10,267,972 |

At June 30, 2012, financial instruments measured at fair value on a nonrecurring basis as summarized below:

| | Level 1 | Level 2 | Level 3 | Fair value measurements |
|-------------------------|-------------|-------------|---------|----------------------------|
| Debt securities: | | | | |
| Municipal | – | 7,909,141 | – | 7,909,141 |
| Corporate and utilities | – | 190,371,837 | – | 190,371,837 |
| Foreign | 138,609,902 | – | – | 138,609,902 |
| U.S. Government | 17,235,451 | – | – | 17,235,451 |
| Total | 155,845,352 | 198,280,978 | - | 354,126,330 |

At June 30, 2012, Level 1 financial instruments consist of short-term investments, U.S. and foreign government bonds and equity securities. Level 2 financial instruments consist of municipal and corporate bonds.

21. Other Items

A. Extraordinary Items - None

NOTES TO FINANCIAL STATEMENTS

B. Troubled Debt Restructuring – None

C. The Company holds \$120,769,686 at June 30, 2012 in segregated escrow bank accounts pending the closing of real estate transactions. This results in a contingent liability to the Company. These accounts are excluded from the financial statements of admitted assets, liabilities and surplus as regards policyholders.

Assets in the amount of \$ 153,440,073 and \$ 153,071,688 at June 30, 2012 and December 31, 2011, respectively, were on deposit with government authorities or trustees as required by law.

D. – F None or Not Applicable

G. – Subprime Mortgage Related Risk Exposure

We have reviewed our investment portfolio as of March 31, 2012 and determined that we do not hold any investments that we believe will be materially impaired as a result of the decline in financing activity related to the subprime lending market or being backed by subprime loans.

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

Known claims reserve was \$120.5 million and \$126.9 million at June 30, 2012 and 2011, respectively. As of June 30, 2012, \$50.3 million has been paid for losses and loss adjustment expenses attributable to prior policy years, compared to 55.8 million at June 30, 2011. Incurred losses on prior policy years were \$50.0 million in 2012. Incurred losses on prior policy years are the result of prior policy years claims that were reported in the current year, as well as increased and decreases made to original estimates that result from additional information as it becomes known regarding the individual claims.

Incurred and paid losses decreased in 2012 following several years of increases resulting from the real estate market/financial crisis. Typically, a higher frequency of losses, including agency defalcations, is experienced soon after policy issuance in real estate markets where transaction volumes and prices are decreasing.

26. Intercompany Pooling Arrangements – Not Applicable

27. Structured Settlements – None

28. Supplemental Reserve – The Company is not required to carry a supplemental reserve.

GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

GENERAL

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

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

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

2.2 If yes, date of change: 06/18/2012

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

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

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

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

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

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2010

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2010

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 04/23/2012

6.4 By what department or departments?
Texas and Delaware
.....
.....
.....

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

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

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

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

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

GENERAL INTERROGATORIES

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

.....

8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]

8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

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

Yes [X] No []

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

.....

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

Yes [] No [X]

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

.....

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

Yes [] No [X]

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

.....

FINANCIAL

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

Yes [X] No []

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

\$ _____ 0

INVESTMENT

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

Yes [] No [X]

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

.....

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

\$ _____ 0

GENERAL INTERROGATORIES

13. Amount of real estate and mortgages held in short-term investments: \$ 0

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

14.2 If yes, please complete the following:

| | 1 | 2 |
|--|---|--|
| | Prior Year-End Book/Adjusted Carrying Value | Current Quarter Book/Adjusted Carrying Value |
| 14.21 Bonds | \$ <u>0</u> | \$ <u>0</u> |
| 14.22 Preferred Stock | \$ <u>0</u> | \$ <u>0</u> |
| 14.23 Common Stock | \$ <u>429,938,849</u> | \$ <u>426,777,707</u> |
| 14.24 Short-Term Investments | \$ <u>0</u> | \$ <u>0</u> |
| 14.25 Mortgage Loans on Real Estate | \$ <u>0</u> | \$ <u>0</u> |
| 14.26 All Other | \$ <u>0</u> | \$ <u>0</u> |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$ <u>429,938,849</u> | \$ <u>426,777,707</u> |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$ <u>0</u> | \$ <u>0</u> |

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

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

16. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes No

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

| 1 Name of Custodian(s) | 2 Custodian Address |
|---------------------------|---|
| Compass Bank | P. O. Box 4886, Houston, TX 77210-4886 |
| Bank of Nova Scotia | 130 King Street West, 20th Floor, Toronto, CN |

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

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

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

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

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

GENERAL INTERROGATORIES

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

| 1 Central Registration Depository | 2 Name(s) | 3 Address |
|--|------------------------------------|---|
| 106975 | Vaughan, Nelson, Scarborough | 600 Travis, Suite 6300, Houston, TX 77002 |
| | | |

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

Yes [] No []

17.2 If no, list exceptions:

.....

GENERAL INTERROGATORIES

PART 2 - TITLE

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

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
 If yes, attach an explanation.

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

3.2 If yes, give full and complete information thereto:

.....

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

4.2 If yes, complete the following schedule:

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

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

| | |
|---------------------------------------|-----------------------|
| 5.11 Bonds | \$ <u>341,251,337</u> |
| 5.12 Short-term investments | \$ <u>171,523</u> |
| 5.13 Mortgages | \$ _____ |
| 5.14 Cash | \$ <u>19,743,687</u> |
| 5.15 Other admissible invested assets | \$ <u>9,500,067</u> |
| 5.16 Total | \$ <u>370,666,614</u> |

5.2 List below segregated funds held for others by the reporting entity, set apart in special accounts and excluded from entity assets and liabilities. (These funds are also included in Schedule E - Part 1 and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers)

| | |
|---|-----------------------|
| 5.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of: | \$ <u>120,769,686</u> |
| These funds consist of: | |
| 5.22 In cash on deposit | \$ <u>120,769,686</u> |
| 5.23 Other forms of security | \$ _____ |

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

| 1 | 2 | 3 | 4 | 5 |
|---|----------------------|-------------------|--------------------------|--|
| NAIC Company Code | Federal ID Number | Name of Reinsurer | Domiciliary Jurisdiction | Is Insurer Authorized? (Yes or No) |
| <div style="font-size: 48pt; font-weight: bold; margin: 0 auto;">NONE</div> | | | | |

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year To Date - By States and Territories

| States, Etc. | 1 | Direct Premiums Written | | Direct Losses Paid (Deducting Salvage) | | Direct Known Claim Reserve | | |
|------------------------------|-----|-------------------------|---------------------------|--|---------------------------|----------------------------|---------------------------|-------------------------|
| | | Active Status | 2 Current Year to Date | 3 Prior Year to Date | 4 Current Year to Date | 5 Prior Year to Date | 6 Current Year to Date | 7 Prior Year to Date |
| 1. Alabama | AL | L | 4,337,863 | 3,909,162 | 519,029 | 1,226,467 | 2,043,873 | 865,902 |
| 2. Alaska | AK | L | 5,934,315 | 5,682,947 | (45,265) | 59,674 | 82,898 | 17,025 |
| 3. Arizona | AZ | L | 12,708,641 | 10,703,169 | 163,481 | 814,615 | 271,855 | 112,375 |
| 4. Arkansas | AR | L | 5,132,528 | 6,081,102 | 197,049 | 241,723 | 995,095 | 955,534 |
| 5. California | CA | L | 82,223,569 | 66,043,436 | 9,059,605 | 8,343,875 | 18,394,471 | 16,368,503 |
| 6. Colorado | CO | L | 20,200,852 | 19,686,036 | 2,455,805 | 456,178 | 4,531,331 | 1,203,760 |
| 7. Connecticut | CT | L | 3,556,408 | 2,412,627 | 171,797 | 73,721 | 297,115 | 238,212 |
| 8. Delaware | DE | L | 3,232,241 | 2,886,141 | 226,854 | 157,149 | 477,373 | 428,200 |
| 9. District of Columbia | DC | L | 1,494,400 | 2,316,633 | 111,125 | 390,185 | 865,274 | 696,394 |
| 10. Florida | FL | L | 24,367,904 | 21,209,797 | 4,159,395 | 10,504,302 | 17,139,735 | 19,685,197 |
| 11. Georgia | GA | L | 6,730,361 | 6,833,300 | 1,788,232 | 1,222,518 | 3,278,804 | 2,530,388 |
| 12. Hawaii | HI | L | 1,809,213 | 1,158,509 | 24,060 | 254,885 | 200,506 | 322,104 |
| 13. Idaho | ID | L | 3,995,402 | 3,901,978 | 472,099 | 1,066,608 | 1,347,429 | 1,813,954 |
| 14. Illinois | IL | L | 9,249,101 | 10,532,056 | 5,230,560 | 1,920,274 | 8,879,942 | 11,799,011 |
| 15. Indiana | IN | L | 4,871,610 | 5,051,117 | 1,243,135 | 341,433 | 1,778,338 | 1,839,750 |
| 16. Iowa | IA | N | 398,351 | 352,042 | | 27,832 | 3,420 | 23,653 |
| 17. Kansas | KS | L | 2,952,142 | 3,329,353 | (96,957) | (22,439) | 135,265 | 206,373 |
| 18. Kentucky | KY | L | 3,718,239 | 3,023,248 | 86,272 | 147,952 | 1,137,280 | 259,671 |
| 19. Louisiana | LA | L | 7,117,829 | 7,032,811 | 575,871 | 583,215 | 754,988 | 654,308 |
| 20. Maine | ME | L | 969,154 | 1,210,853 | 274,540 | 74,127 | 140,489 | 130,623 |
| 21. Maryland | MD | L | 10,241,650 | 12,673,901 | 790,163 | 1,050,040 | 1,812,005 | 2,624,629 |
| 22. Massachusetts | MA | L | 13,265,858 | 13,802,027 | (46,964) | 1,137,945 | 1,664,663 | 1,043,424 |
| 23. Michigan | MI | L | 11,034,275 | 10,199,635 | 693,622 | 699,443 | 1,668,526 | 1,778,227 |
| 24. Minnesota | MN | L | 8,436,945 | 9,829,461 | 599,018 | 580,437 | 3,206,113 | 3,853,120 |
| 25. Mississippi | MS | L | 1,124,686 | 1,022,743 | 746,278 | 283,888 | 213,247 | 217,038 |
| 26. Missouri | MO | L | 1,309,761 | 2,268,593 | 239,693 | 690,950 | 892,036 | 916,919 |
| 27. Montana | MT | L | 4,022,413 | 3,545,014 | 110,393 | 258,104 | 215,695 | 498,197 |
| 28. Nebraska | NE | L | 3,907,555 | 2,314,355 | 298,263 | 10,662 | 84,147 | 307,009 |
| 29. Nevada | NV | L | 4,541,778 | 4,951,396 | 165,439 | 1,962,357 | 393,767 | 1,850,634 |
| 30. New Hampshire | NH | L | 1,888,763 | 2,043,148 | 586,605 | 55,306 | 336,351 | 212,267 |
| 31. New Jersey | NJ | L | 20,968,052 | 20,165,381 | 1,071,999 | 1,867,641 | 2,010,154 | 2,087,819 |
| 32. New Mexico | NM | L | 6,254,844 | 5,437,773 | 272,247 | 85,417 | 517,602 | 369,499 |
| 33. New York | NY | Q | | | | | | |
| 34. North Carolina | NC | L | 2,748,880 | 4,420,353 | 738,644 | 446,197 | 891,700 | 945,389 |
| 35. North Dakota | ND | L | 1,587,362 | 1,167,559 | | (14) | | |
| 36. Ohio | OH | L | 13,260,461 | 15,699,681 | 566,401 | 1,148,980 | 3,720,933 | 2,035,708 |
| 37. Oklahoma | OK | L | 3,482,536 | 2,932,822 | 350,810 | 172,117 | 495,197 | 295,803 |
| 38. Oregon | OR | L | 6,241,404 | 5,666,857 | 229,122 | 141,549 | 214,878 | 173,770 |
| 39. Pennsylvania | PA | L | 16,974,887 | 16,324,639 | 1,035,474 | 1,966,542 | 5,072,506 | 3,759,928 |
| 40. Rhode Island | RI | L | 456,684 | 612,406 | 71,590 | 107,357 | 646,772 | 371,447 |
| 41. South Carolina | SC | L | 7,011,201 | 6,082,774 | 1,563,346 | 16,955 | 1,262,585 | 1,405,238 |
| 42. South Dakota | SD | L | 1,788,147 | 1,298,156 | (6,000) | (18,650) | 11,720 | 7,836 |
| 43. Tennessee | TN | L | 6,539,792 | 4,732,002 | 656,294 | 480,680 | 1,041,130 | 1,392,902 |
| 44. Texas | TX | L | 114,606,026 | 96,576,680 | 3,855,785 | 1,884,788 | 3,850,056 | 4,456,161 |
| 45. Utah | UT | L | 16,323,308 | 11,219,085 | 537,548 | 1,247,817 | 1,364,469 | 1,932,871 |
| 46. Vermont | VT | L | 490,920 | 556,038 | 27,788 | 4,413 | 75,572 | 10,238 |
| 47. Virginia | VA | L | 21,889,914 | 18,286,530 | 770,413 | 720,622 | 2,022,721 | 1,638,831 |
| 48. Washington | WA | L | 14,551,659 | 14,521,391 | 787,190 | 1,452,943 | 1,390,454 | 899,329 |
| 49. West Virginia | WV | L | 1,087,979 | 565,377 | 45,452 | 139,873 | 58,413 | 169,385 |
| 50. Wisconsin | WI | L | 7,957,371 | 7,733,535 | 262,834 | 178,336 | 265,583 | 352,413 |
| 51. Wyoming | WY | L | 1,280,020 | 1,706,803 | (9,927) | 20,028 | 94,979 | 81,378 |
| 52. American Samoa | AS | N | | | | | | |
| 53. Guam | GU | L | 1,281,264 | 1,720,014 | 6,704 | (8,236) | 500 | 35,570 |
| 54. Puerto Rico | PR | L | 2,550,126 | 3,102,639 | 381,026 | 355,780 | 2,692,886 | 2,057,161 |
| 55. U.S. Virgin Islands | VI | L | (311,921) | 219,584 | 34,707 | 21,734 | 187,897 | 64,266 |
| 56. Northern Mariana Islands | MP | L | 46,316 | 43,599 | | | | 500 |
| 57. Canada | CN | L | 42,833,890 | 35,623,006 | 7,082,920 | 5,229,564 | 7,758,705 | 9,833,606 |
| 58. Aggregate Other Alien | OT | X X X | 67,273 | 10,042 | 330,298 | 4,699,844 | 11,621,579 | 10,909,654 |
| 59. Totals | (a) | 53 | 576,742,202 | 522,431,316 | 51,461,862 | 56,975,703 | 120,511,022 | 118,739,103 |

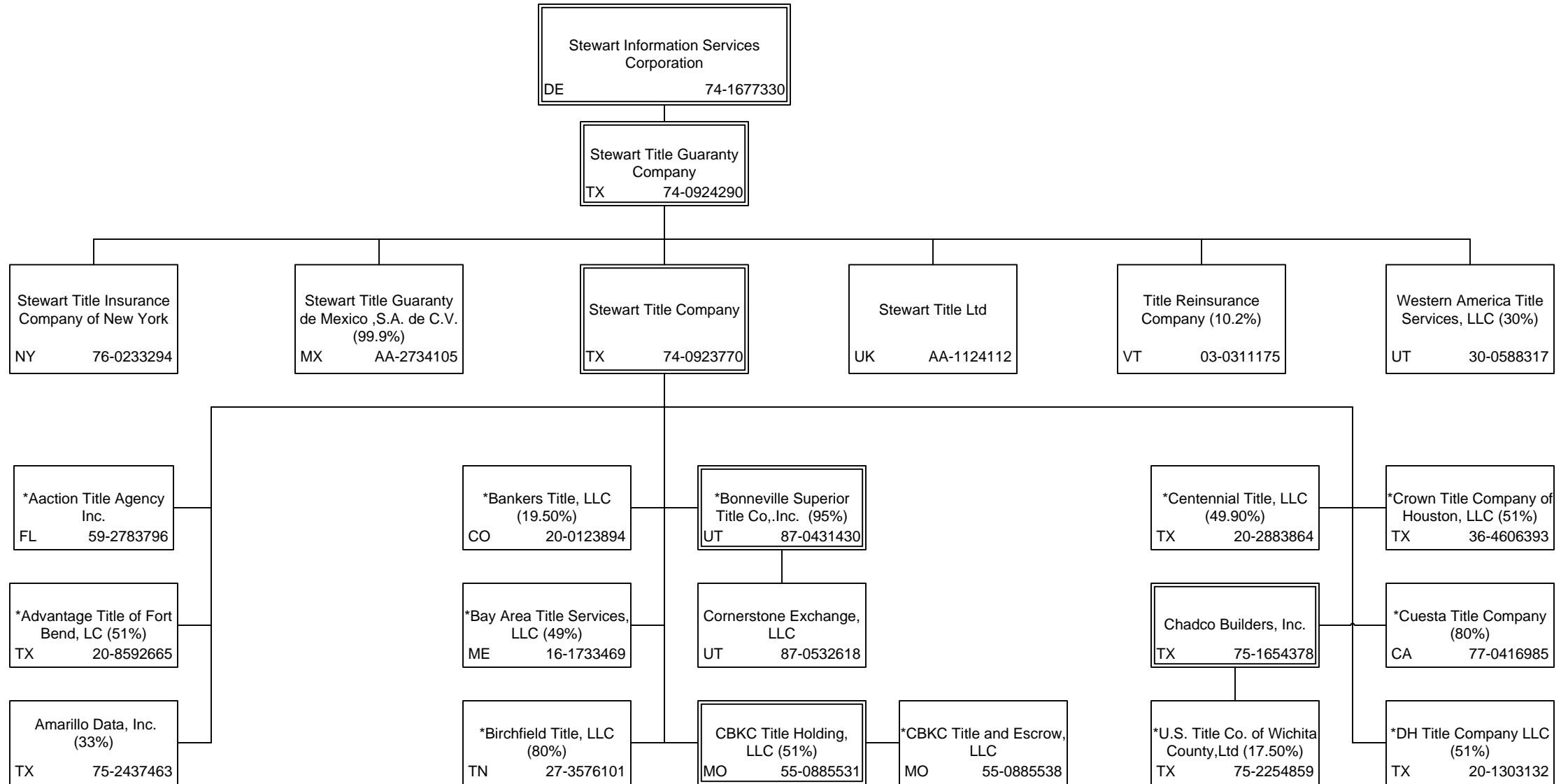
| DETAILS OF WRITE-INS | | | | | | | |
|---|-------|--|--------|--------|---------|-----------|------------|
| 5801. Bahamas | X X X | | 62,773 | 10,042 | | | |
| 5802. Mexico | X X X | | 4,500 | | 325,345 | 4,684,095 | 390,509 |
| 5803. Costa Rica | X X X | | | | 2,503 | 13,977 | 537,725 |
| 5898. Summary of remaining write-ins for Line 58 from overflow page | X X X | | | | 2,450 | 1,772 | 10,693,345 |
| 5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above) | X X X | | 67,273 | 10,042 | 330,298 | 4,699,844 | 11,621,579 |

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

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

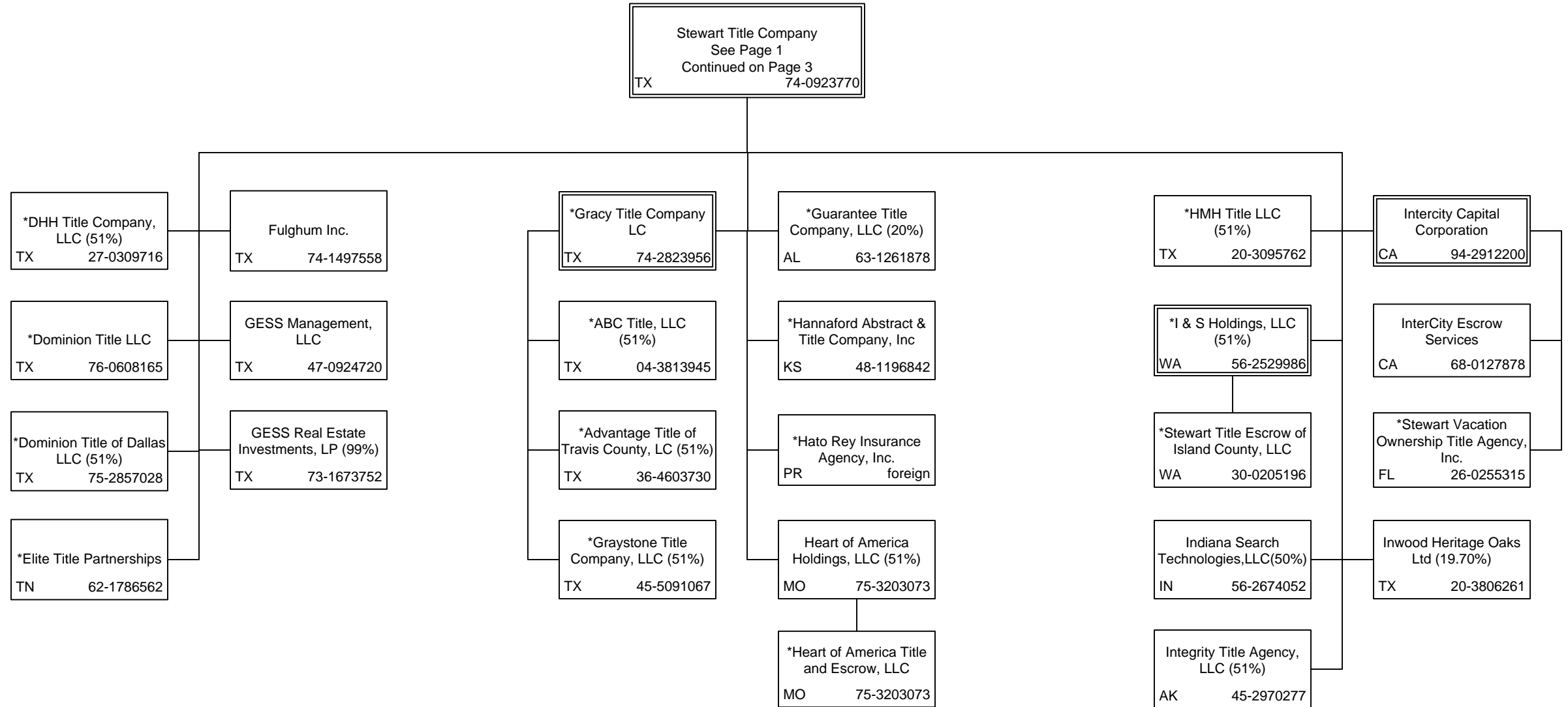
PART 1 - ORGANIZATIONAL CHART



Unless otherwise noted, all ownership is 100%
 *Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART



111

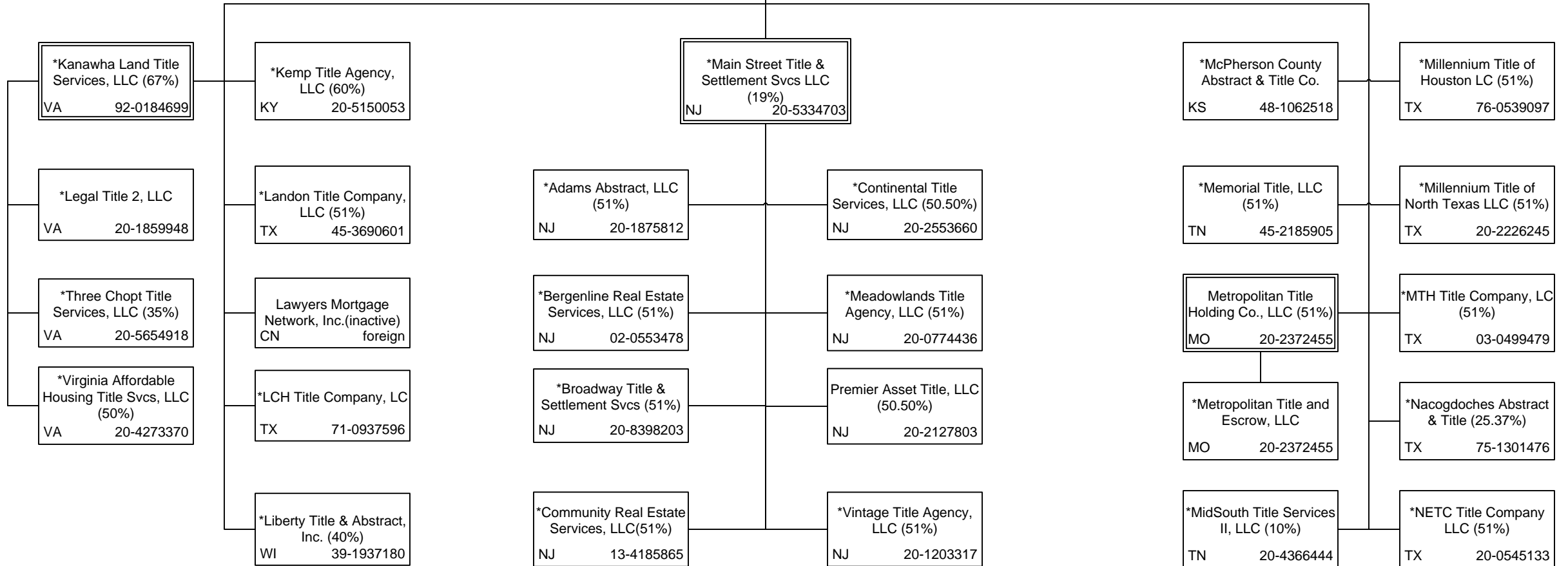
Unless otherwise noted, all ownership is 100%
*Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART

11.2

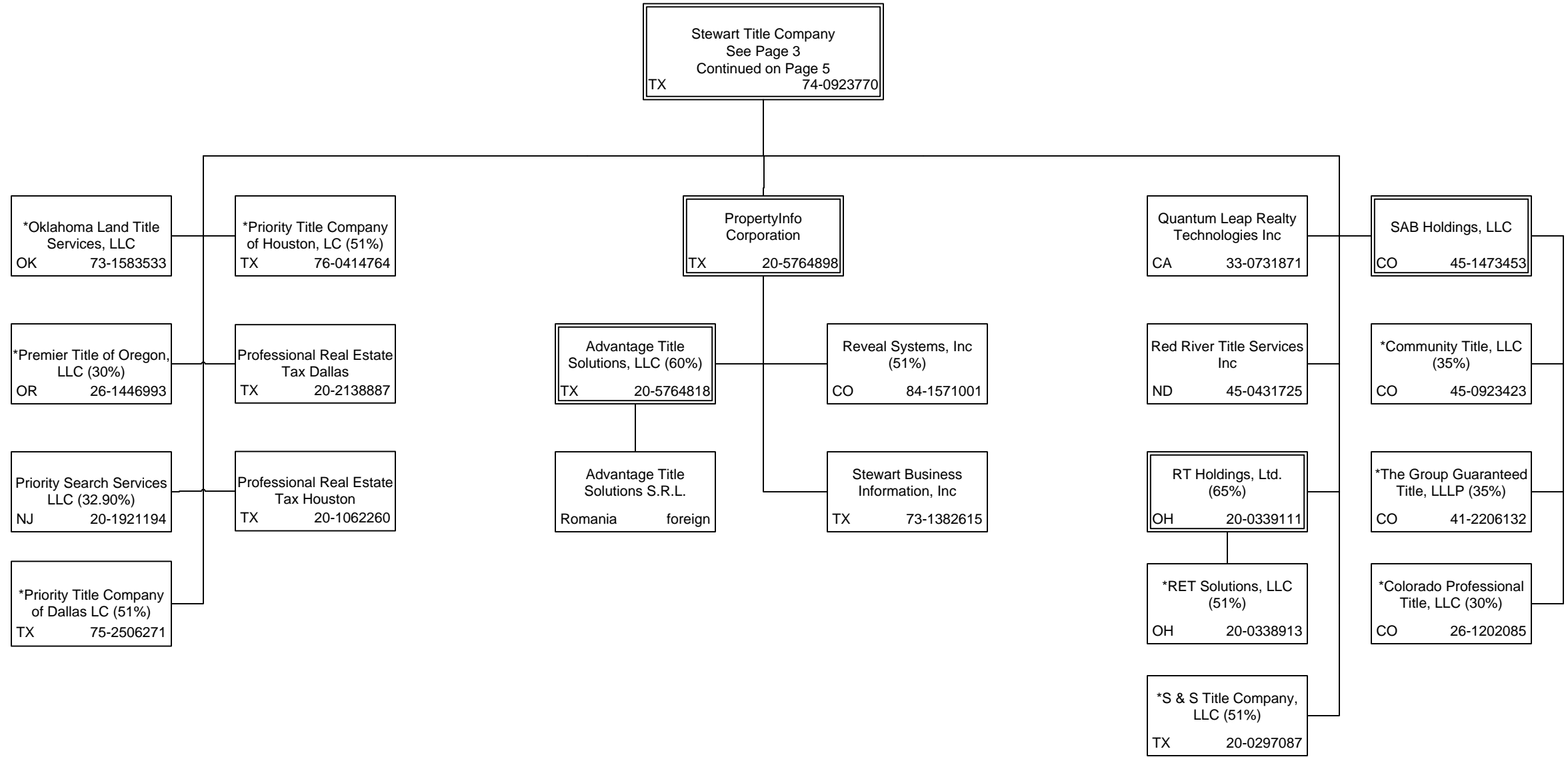
Stewart Title Company
See Page 2
Continued on Page 4
TX 74-0923770



Unless otherwise noted, all ownership is 100%
*Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART



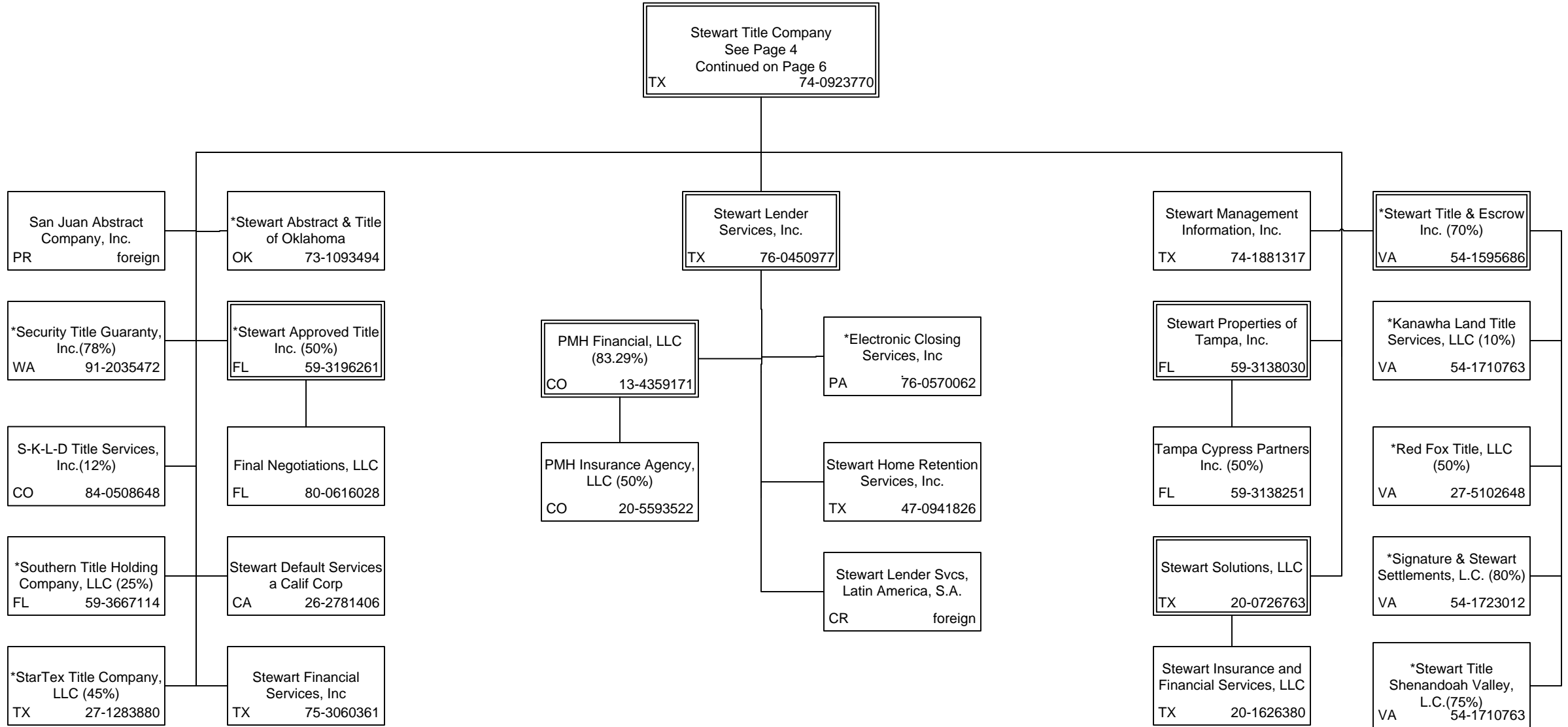
113

Unless otherwise noted, all ownership is 100%
*Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART

114

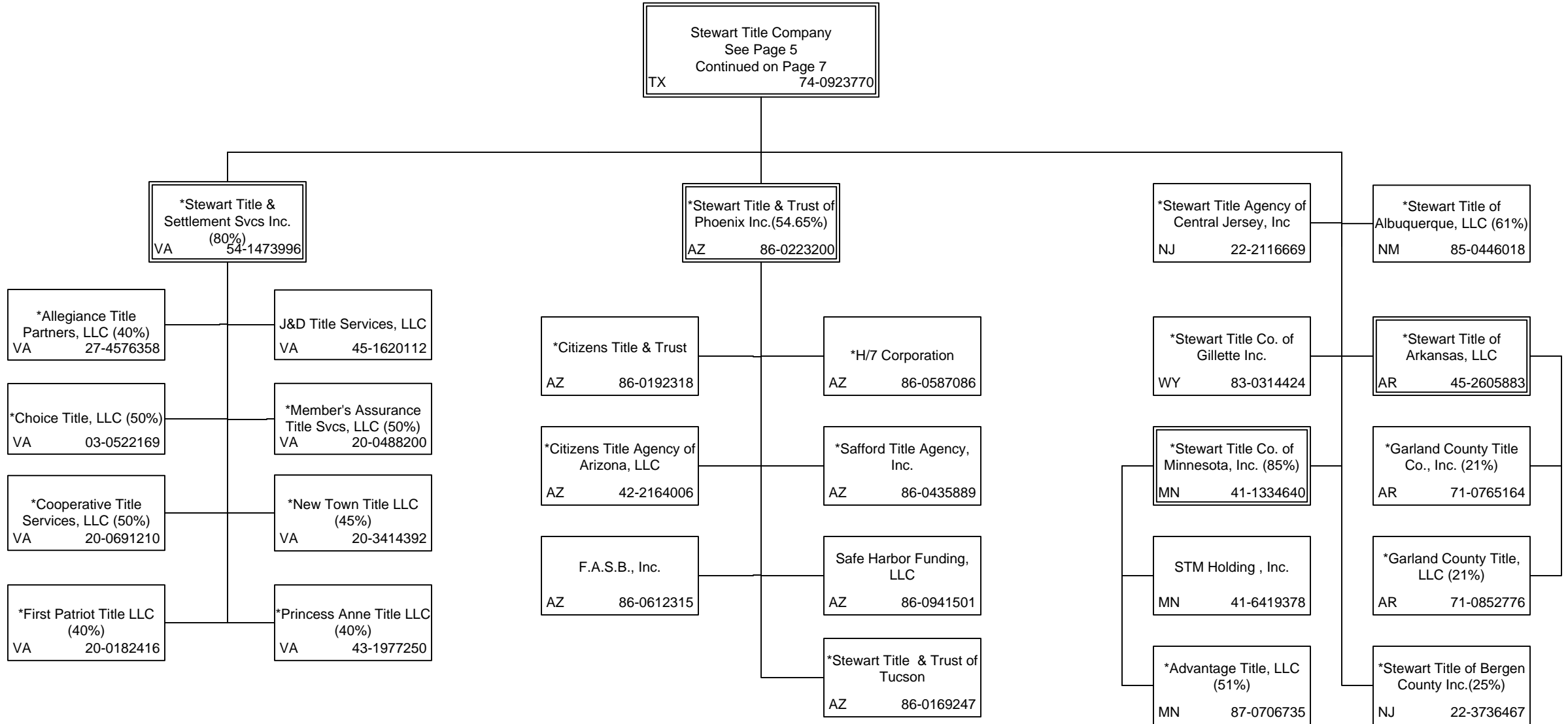


Unless otherwise noted, all ownership is 100%
 *Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART

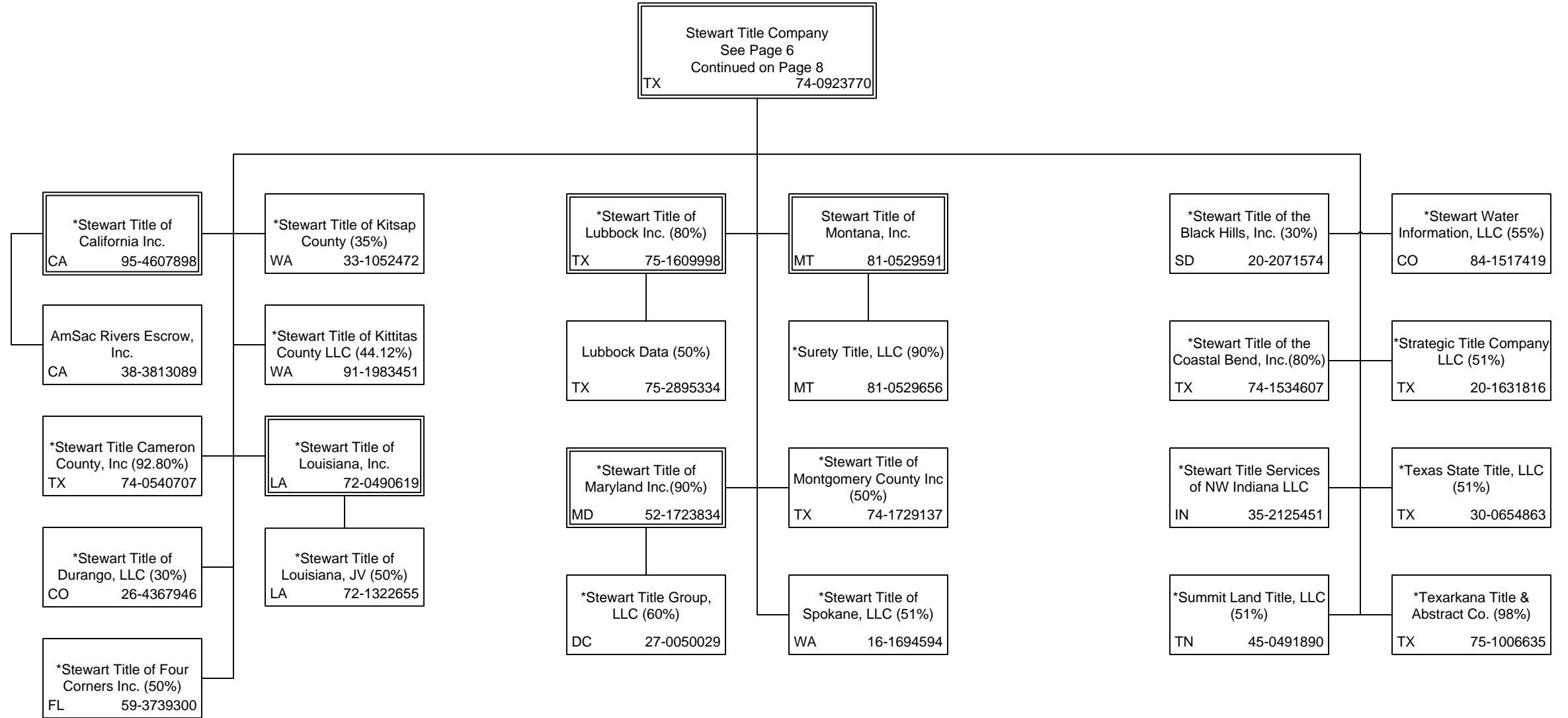
115



Unless otherwise noted, all ownership is 100%
*Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART

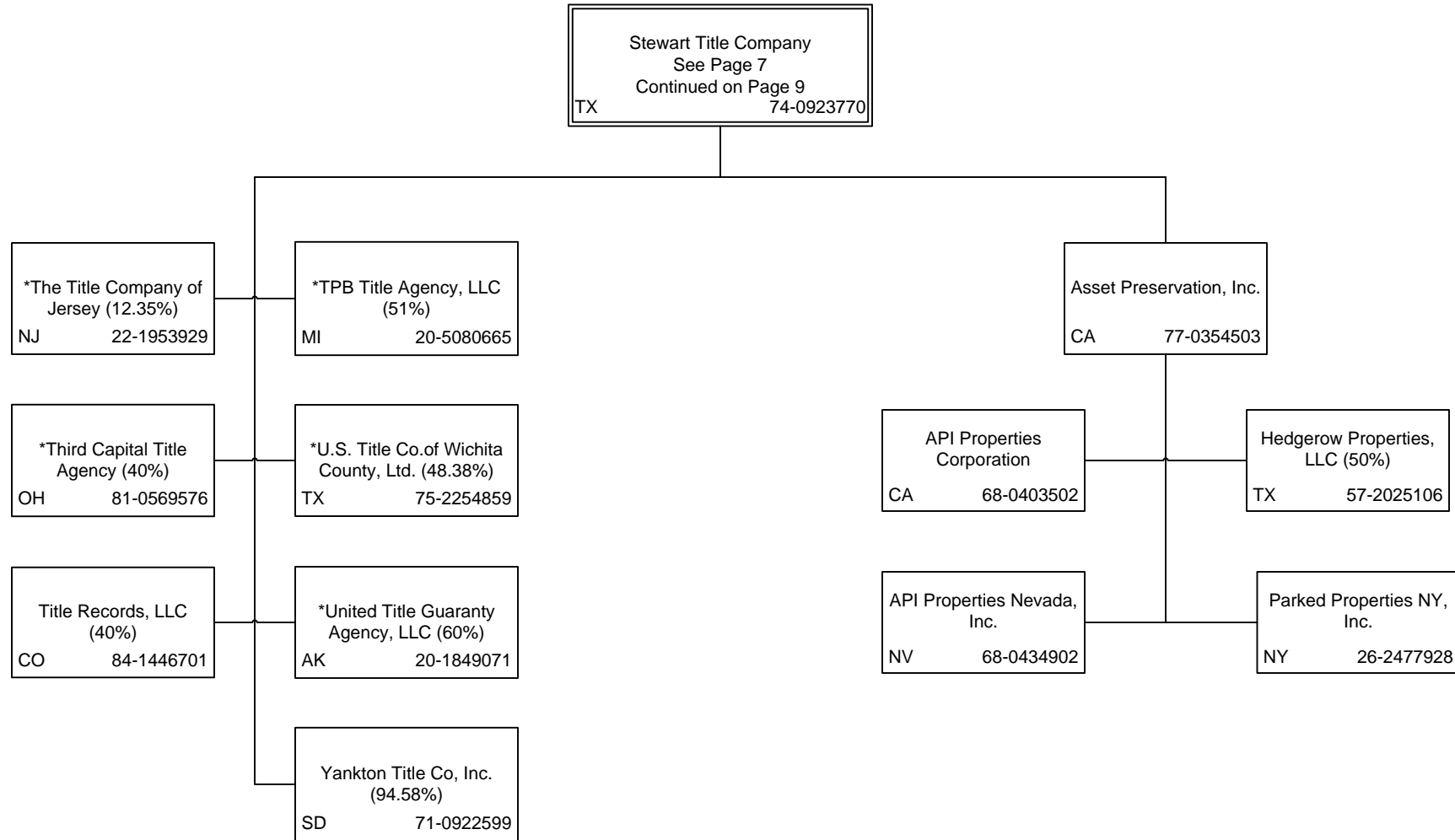


116

Unless otherwise noted, all ownership is 100%
*Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART

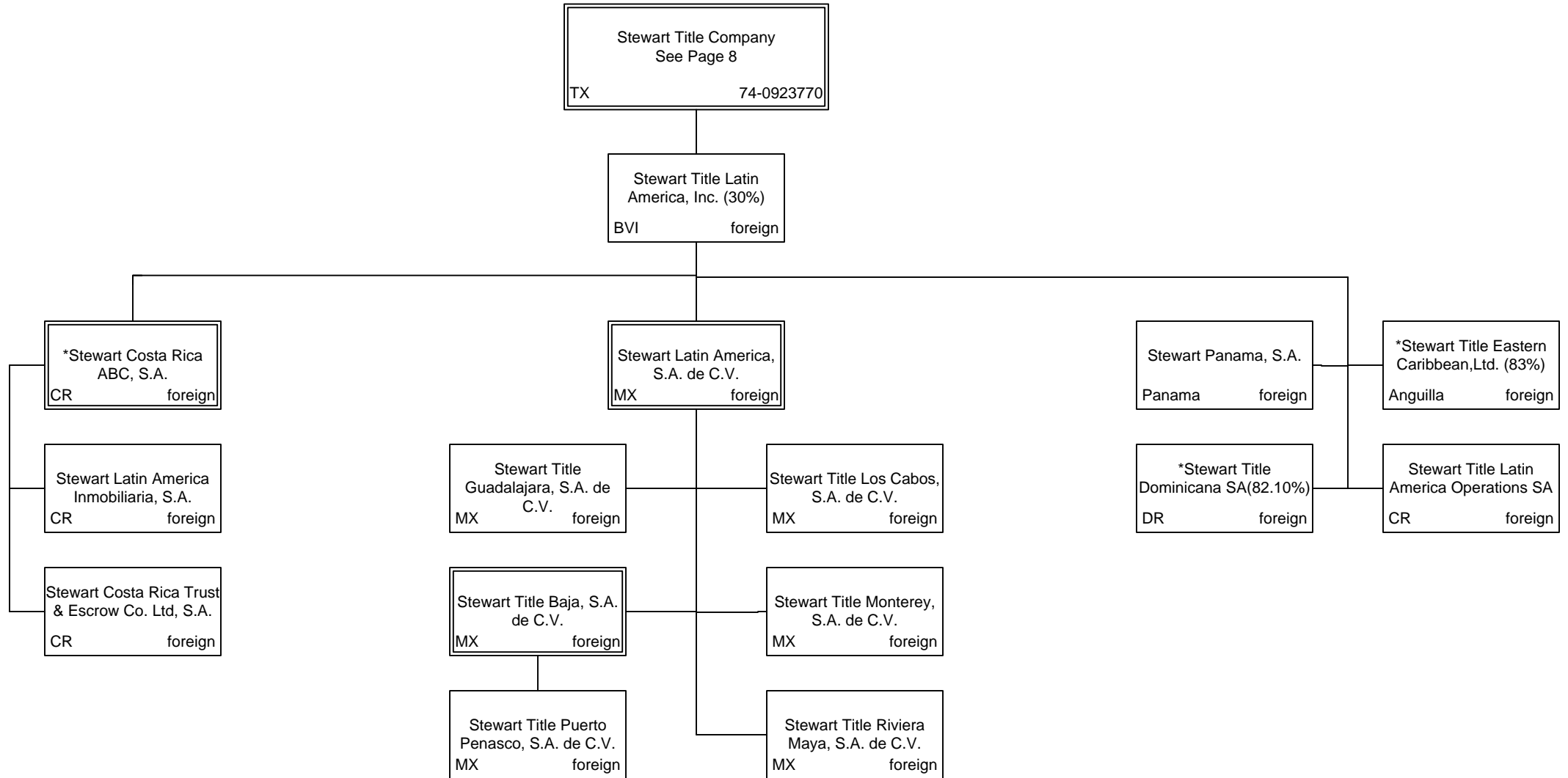


11.7

Unless otherwise noted, all ownership is 100%
 *Asterisk denotes title insurance issuing agent for Company

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

PART 1 - ORGANIZATIONAL CHART



11.8

Unless otherwise noted, all ownership is 100%
 *Asterisk denotes title insurance issuing agent for Company

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|----------|--|--|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| 0340 | Stewart | 00000 | 74-1677330 | | 00009434 | NYSE | Stewart Information Services Corporation | DE | | Stewart Information Services Corporation | Ownership | 100.0 | Stewart Information Services Corporati | |
| 0340 | Stewart | 50121 | 74-0924290 | | | | Stewart Title Guaranty Company | T | IA | Stewart Information Services Corporation | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 51420 | 76-0233294 | | | | Stewart Title Insurance Company of New York | N | IA | Stewart Title Guaranty Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | AA-2734105 | | | | Stewart Title Guaranty de Mexico ,S.A. de C.V. | M | IA | Stewart Title Guaranty Company | Ownership | 99.9 | Stewart Information Services Corporati | |
| | | 00000 | AA-1124112 | | | | Stewart Title Ltd | U | IA | Stewart Title Guaranty Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| 0340 | Stewart | 32336 | 03-0311175 | | | | Title Reinsurance Company | VT | IA | Stewart Title Guaranty Company | Ownership | 10.2 | Stewart Information Services Corporati | |
| | | 00000 | 30-0588317 | | | | Western America Title Services, LLC | UT | NIA | Stewart Title Guaranty Company | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-0923770 | | | | Stewart Title Company | T | NIA | Stewart Title Guaranty Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-2783796 | | | | Aaction Title Agency Inc. | FL | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-8592665 | | | | Advantage Title of Fort Bend, LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-2437463 | | | | Amarillo Data, Inc. | TX | NIA | Stewart Title Company | Ownership | 33.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0123894 | | | | Bankers Title, LLC | CO | NIA | Stewart Title Company | Ownership | 19.5 | Stewart Information Services Corporati | |
| | | 00000 | 16-1733469 | | | | Bay Area Title Services, LLC | ME | NIA | Stewart Title Company | Ownership | 49.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-3576101 | | | | Birchfield Title, LLC | TN | NIA | Stewart Title Company | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 87-0431430 | | | | Bonneville Superior Title Company Inc. | UT | NIA | Stewart Title Company | Ownership | 95.0 | Stewart Information Services Corporati | |
| | | 00000 | 87-0532618 | | | | Cornerstone Exchange, LLC | UT | NIA | Bonneville Superior Title Company Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 55-0885531 | | | | CBKC Title Holding, LLC | MO | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 55-0885538 | | | | CBKC Title and Escrow, LLC | MO | NIA | CBKC Title Holding, LLC | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2883864 | | | | Centennial Title, LLC | TX | NIA | Stewart Title Company | Ownership | 49.9 | Stewart Information Services Corporati | |
| | | 00000 | 75-1654378 | | | | Chadco Builders, Inc. | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-2254859 | | | | U.S. Title Company of Wichita County, Ltd | TX | NIA | Chadco | Ownership | 17.5 | Stewart Information Services Corporati | |
| | | 00000 | 36-4606393 | | | | Crown Title Company of Houston, LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 77-0416985 | | | | Cuesta Title Company | CA | NIA | Stewart Title Company | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1303132 | | | | DH Title Company LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-0309716 | | | | DHH Title Company LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 76-0608165 | | | | Dominion Title LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-2857028 | | | | Dominion Title of Dallas LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 62-1786562 | | | | Elite Title Partnerships | TN | NIA | Stewart Title Company | Ownership | 55.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-1497558 | | | | Fulghum Inc. | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 47-0924720 | | | | GESS Management LLC | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 73-1673752 | | | | GESS Real Estate Investments, LP | TX | NIA | Stewart Title Company | Ownership | 99.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-2823956 | | | | Gracy Title Company LC | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 04-3813945 | | | | ABC Title, LLC | TX | NIA | Gracy Title Company LC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 36-4603730 | | | | Advantage Title of Travis County, LC | TX | NIA | Gracy Title Company LC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-5091067 | | | | Graystone Title Company, LLC | TX | NIA | Gracy Title Company LC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 63-1261878 | | | | Guarantee Title Company, LLC | AL | NIA | Stewart Title Company | Ownership | 20.0 | Stewart Information Services Corporati | |
| | | 00000 | 48-1196842 | | | | Hannaford Abstract & Title Company, Inc | KS | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Hato Rey Insurance Agency, Inc. | PR | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-3203073 | | | | Heart of America Holdings, LLC | MO | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-3203079 | | | | Heart of America Title and Escrow, LLC | MO | NIA | Heart of America Holdings, LLC | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-3095762 | | | | HMH Title LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 56-2529986 | | | | I & S Holdings, LLC | WA | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 30-0205196 | | | | Stewart Title Escrow of Island County, LLC | WA | NIA | I & S Holdings, LLC | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 56-2674052 | | | | Indiana Search Technologies, LLC | IN | NIA | Stewart Title Company | Ownership | 50.0 | Stewart Information Services Corporati | |

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| | | 00000 | 45-2970277 | | | | Integrity Title Agency, LLC | AK | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 94-2912200 | | | | Intercity Capital Corporation | CA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 68-0127878 | | | | InterCity Escrow Services | CA | NIA | Intercity Capital Corporation | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 26-0255315 | | | | Stewart Vacation Ownership Title Agency, Inc. | FL | NIA | Intercity Capital Corporation | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-3806261 | | | | Inwood Heritage Oaks Ltd | TX | NIA | Stewart Title Company | Ownership | 19.7 | Stewart Information Services Corporati | |
| | | 00000 | 92-0184699 | | | | Kanawha Land Title Services, LLC | VA | NIA | Stewart Title Company | Ownership | 67.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1859948 | | | | Legal Title 2, LLC | VA | NIA | Kanawha Land Title Services, LLC | Ownership | 25.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5654918 | | | | Three Chopt Title Services, LLC | VA | NIA | Kanawha Land Title Services, LLC | Ownership | 35.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-4273370 | | | | Virginia Affordable Housing Title Services, LLC | VA | NIA | Kanawha Land Title Services, LLC | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5150053 | | | | Kemp Title Agency, LLC | KY | NIA | Stewart Title Company | Ownership | 60.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-3690601 | | | | Landon Title Company, LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Lawyers Mortgage Network, Inc. | CN | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 71-0937596 | | | | LCH Title Company, LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 39-1937180 | | | | Liberty Title & Abstract, Inc. | WI | NIA | Stewart Title Company | Ownership | 40.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5334703 | | | | Main Street Title & Settlement Svcs LLC | NJ | NIA | Stewart Title Company | Ownership | 19.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1875812 | | | | Adams Abstract, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 02-0553478 | | | | Bergenline Real Estate Services, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-8398203 | | | | Broadway Title & Settlement Services, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 13-4185865 | | | | Community Real Estate Services, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2553660 | | | | Continental Title Services, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 50.5 | Stewart Information Services Corporati | |
| | | 00000 | 20-0774436 | | | | Meadowlands Title Agency, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2127803 | | | | Premier Asset Title, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 50.5 | Stewart Information Services Corporati | |
| | | 00000 | 20-1203317 | | | | Vintage Title Agency, LLC | NJ | NIA | Main Street Title & Settlement Svcs LLC | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 48-1062518 | | | | McPherson County Abstract & Title Company | KS | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-2185905 | | | | Memorial Title, LLC | TN | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2372524 | | | | Metropolitan Title and Escrow, LLC | MO | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-4366444 | | | | MidSouth Title Services II, LLC | TN | NIA | Stewart Title Company | Ownership | 10.0 | Stewart Information Services Corporati | |
| | | 00000 | 76-0539097 | | | | Millennium Title of Houston LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2226245 | | | | Millennium Title of North Texas LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 03-0499479 | | | | MTH Title Company LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-1301476 | | | | Nacogdoches Abstract & Title | TX | NIA | Stewart Title Company | Ownership | 25.4 | Stewart Information Services Corporati | |
| | | 00000 | 20-0545133 | | | | NETC Title Company LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 73-1583533 | | | | Oklahoma Land Title Services, LLC | OK | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 26-1446993 | | | | Premier Title of Oregon, LLC | OR | NIA | Stewart Title Company | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1921194 | | | | Priority Search Services LLC | NJ | NIA | Stewart Title Company | Ownership | 32.9 | Stewart Information Services Corporati | |
| | | 00000 | 75-2506271 | | | | Priority Title Company of Dallas LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 76-0414764 | | | | Priority Title Company of Houston, LC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2138887 | | | | Professional Real Estate Tax Dallas | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1062260 | | | | Professional Real Estate Tax Houston | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5764898 | | | | PropertyInfo Corporation | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5764818 | | | | Advantage Title Solutions, LLC | TX | NIA | PropertyInfo Corporation | Ownership | 60.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Advantage Title Solutions S.R.L. | Ro | NIA | Advantage Title Solutions, LLC | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 84-1571001 | | | | Reveal Systems, Inc | CO | NIA | PropertyInfo Corporation | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 73-1382615 | | | | Stewart Business Information, Inc | TX | NIA | PropertyInfo Corporation | Ownership | 100.0 | Stewart Information Services Corporati | |

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| | | 00000 | 33-0731871 | | | | Quantum Leap Realty Technologies Inc | CA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-0431725 | | | | Red River Title Services Inc | ND | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0339111 | | | | RT Holdings, Ltd. | OH | NIA | Stewart Title Company | Ownership | 65.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0338913 | | | | RET Solutions, LLC | OH | NIA | RT Holdings, Ltd. | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0297087 | | | | S & S Title Company, LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-1473453 | | | | SAB Holdings, LLC | CO | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 26-1202085 | | | | Colorado Professional Title, LLC | CO | NIA | SAB Holdings, LLC | Ownership | 35.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-0923423 | | | | Community Title, LLC | CO | NIA | SAB Holdings, LLC | Ownership | 35.0 | Stewart Information Services Corporati | |
| | | 00000 | 41-2206132 | | | | The Group Guaranteed Title, LLLP | CO | NIA | SAB Holdings, LLC | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | San Juan Abstract Company, Inc. | PR | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 91-2035472 | | | | Security Title Guaranty, Inc. | WA | NIA | Stewart Title Company | Ownership | 78.0 | Stewart Information Services Corporati | |
| | | 00000 | 84-0508648 | | | | S-K-L-D Title Services, Inc. | CO | NIA | Stewart Title Company | Ownership | 12.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-3667114 | | | | Southern Title Holding Company, LLC | FL | NIA | Stewart Title Company | Ownership | 25.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-1283880 | | | | StarTex Title Company, LLC | TX | NIA | Stewart Title Company | Ownership | 45.0 | Stewart Information Services Corporati | |
| | | 00000 | 73-1093494 | | | | Stewart Abstract & Title of Oklahoma | OK | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-3196261 | | | | Stewart Approved Title Inc. | FL | NIA | Stewart Title Company | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 80-0616028 | | | | Final Negotiations, LLC | FL | NIA | Stewart Approved Title Inc. | Ownership | 90.0 | Stewart Information Services Corporati | |
| | | 00000 | 26-2781406 | | | | Stewart Default Services a Calif Corp | CA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-3060361 | | | | Stewart Financial Services, Inc | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 76-0450977 | | | | Stewart Lender Services, Inc. | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 76-0570062 | | | | Electronic Closing Services, Inc. | PA | NIA | Stewart Lender Services, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 13-4359171 | | | | PMH Financial, LLC | CO | NIA | Stewart Lender Services, Inc. | Ownership | 83.3 | Stewart Information Services Corporati | |
| | | 00000 | 20-5593522 | | | | PMH Insurance Agency, LLC | CO | NIA | PMH Financial, LLC | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 47-0941826 | | | | Stewart Home Retention Services, Inc. | TX | NIA | Stewart Lender Services, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Lender Services, Latin America, S.A. | CR | NIA | Stewart Lender Services, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-1881317 | | | | Stewart Management information, Inc. | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-3138030 | | | | Stewart Properties of Tampa, Inc. | FL | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-3138251 | | | | Tampa Cypress Partners Inc. | FL | NIA | Stewart Properties of Tampa, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0726763 | | | | Stewart Solutions, LLC | TX | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1626380 | | | | Stewart Insurance and Financial Services, LLC | TX | NIA | Stewart Solutions, LLC | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 54-1595686 | | | | Stewart Title & Escrow Inc. | VA | NIA | Stewart Title Company | Ownership | 70.0 | Stewart Information Services Corporati | |
| | | 00000 | 92-0184699 | | | | Kanawha Land Title Services, LLC | VA | NIA | Stewart Title & Escrow Inc. | Ownership | 10.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-5102648 | | | | Red Fox Title, LLC | VA | NIA | Stewart Title & Escrow Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 54-1723012 | | | | Signature & Stewart Settlements, L.C. | VA | NIA | Stewart Title & Escrow Inc. | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 54-1710763 | | | | Stewart Title Shenandoah Valley, L.C. | VA | NIA | Stewart Title & Escrow Inc. | Ownership | 75.0 | Stewart Information Services Corporati | |
| | | 00000 | 54-1473996 | | | | Stewart Title & Settlement Services, Inc. | VA | NIA | Stewart Title Company | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-4576358 | | | | Allegiance Title Partners, LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 40.0 | Stewart Information Services Corporati | |
| | | 00000 | 03-0522169 | | | | Choice Title, LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0691210 | | | | Cooperative Title Services, LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0182416 | | | | First Patriot Title LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 40.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-1620112 | | | | J&D Title Services, LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-0488200 | | | | Member's Assurance Title Services, LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-3414392 | | | | New Town Title LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 45.0 | Stewart Information Services Corporati | |
| | | 00000 | 43-1977250 | | | | Princess Anne Title LLC | VA | NIA | Stewart Title & Settlement Services, Inc. | Ownership | 40.0 | Stewart Information Services Corporati | |

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| | | 00000 | 86-0223200 | | | | Stewart Title & Trust of Phoenix Inc. | AZ | NIA | Stewart Title Company | Ownership | 54.7 | Stewart Information Services Corporati | |
| | | 00000 | 86-0192318 | | | | Citizens Title & Trust | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 42-2164006 | | | | Citizens Title Agency of Arizona, LLC | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 86-0587086 | | | | H/7 Corporation | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 86-0941501 | | | | Safe Harbor Funding, LLC | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 86-0435889 | | | | Safford Title Agency, Inc. | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 86-0169247 | | | | Stewart Title & Trust of Tucson | AZ | NIA | Stewart Title & Trust of Phoenix Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 22-2116669 | | | | Stewart Title Agency of Central Jersey, Inc | NJ | NIA | Stewart Title Company | Ownership | 25.0 | Stewart Information Services Corporati | |
| | | 00000 | 83-0314424 | | | | Stewart Title Co. of Gillette Inc. | WY | NIA | Stewart Title Company | Ownership | 93.3 | Stewart Information Services Corporati | |
| | | 00000 | 41-1334640 | | | | Stewart Title Company of Minnesota, Inc. | MN | NIA | Stewart Title Company | Ownership | 85.0 | Stewart Information Services Corporati | |
| | | 00000 | 41-6419378 | | | | STM Holding , Inc. | MN | NIA | Stewart Title Company of Minnesota, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 87-0706735 | | | | Advantage Title, LLC | MN | NIA | STM Holding, Inc. | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 85-0446018 | | | | Stewart Title of Albuquerque, LLC | NM | NIA | Stewart Title Company | Ownership | 61.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-2605883 | | | | Stewart Title of Arkansas, LLC | AR | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 71-0765164 | | | | Garland County Title Co., Inc. | AR | NIA | Stewart Title of Arkansas, LLC | Ownership | 21.0 | Stewart Information Services Corporati | |
| | | 00000 | 71-0852776 | | | | Garland County Title, LLC | AR | NIA | Stewart Title of Arkansas, LLC | Ownership | 21.0 | Stewart Information Services Corporati | |
| | | 00000 | 22-3736467 | | | | Stewart Title of Bergen County Inc. | NJ | NIA | Stewart Title Company | Ownership | 25.0 | Stewart Information Services Corporati | |
| | | 00000 | 95-4607898 | | | | Stewart Title of California Inc. | CA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 38-3813089 | | | | AmSac Rivers Escrow, Inc. | CA | NIA | Stewart Title of California Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-0540707 | | | | Stewart Title of Cameron County, Inc. | TX | NIA | Stewart Title Company | Ownership | 92.8 | Stewart Information Services Corporati | |
| | | 00000 | 26-4367946 | | | | Stewart Title of Durango, LLC | CO | NIA | Stewart Title Company | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | 59-3739300 | | | | Stewart Title of Four Corners Inc. | FL | NIA | Stewart Title Company | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 33-1052472 | | | | Stewart Title of Kitsap County | WA | NIA | Stewart Title Company | Ownership | 35.0 | Stewart Information Services Corporati | |
| | | 00000 | 91-1983451 | | | | Stewart Title of Kittitas County LLC | WA | NIA | Stewart Title Company | Ownership | 44.1 | Stewart Information Services Corporati | |
| | | 00000 | 72-0490619 | | | | Stewart Title of Louisiana, Inc. | LA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 72-1322655 | | | | Stewart Title of Louisiana, JV | LA | NIA | Stewart Title of Louisiana, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-1609998 | | | | Stewart Title of Lubbock Inc. | TX | NIA | Stewart Title Company | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-2895334 | | | | Lubbock Data | TX | NIA | Stewart Title of Lubbock Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 52-1723834 | | | | Stewart Title of Maryland Inc. | MD | NIA | Stewart Title Company | Ownership | 90.0 | Stewart Information Services Corporati | |
| | | 00000 | 27-0050029 | | | | Stewart Title Group, LLC | DC | NIA | Stewart Title of Maryland Inc. | Ownership | 60.0 | Stewart Information Services Corporati | |
| | | 00000 | 81-0529591 | | | | Stewart Title of Montana, Inc. | MT | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 81-0529656 | | | | Surety Title, LLC | MT | NIA | Stewart Title of Montana, Inc. | Ownership | 90.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-1729137 | | | | Stewart Title of Montgomery County, Inc | TX | NIA | Stewart Title Company | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 16-1694594 | | | | Stewart Title of Spokane, LLC | WA | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-2071574 | | | | Stewart Title of the Black Hills, Inc. | SD | NIA | Stewart Title Company | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | 74-1534607 | | | | Stewart Title of the Coastal Bend, Inc. | TX | NIA | Stewart Title Company | Ownership | 80.0 | Stewart Information Services Corporati | |
| | | 00000 | 35-2125451 | | | | Stewart Title Services of NW Indiana LLC | IN | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 84-1517419 | | | | Stewart Water Information, LLC | CO | NIA | Stewart Title Company | Ownership | 55.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-1631816 | | | | Strategic Title Company LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 45-0491890 | | | | Summit Land Title, LLC | TN | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 30-0654863 | | | | Texas State Title, LLC | TX | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-1006635 | | | | Texarkana Title & Abstract Company | TX | NIA | Stewart Title Company | Ownership | 98.0 | Stewart Information Services Corporati | |
| | | 00000 | 22-1953929 | | | | The Title Company of Jersey | NJ | NIA | Stewart Title Company | Ownership | 12.4 | Stewart Information Services Corporati | |
| | | 00000 | 81-0569576 | | | | Third Capital Title Agency | OH | NIA | Stewart Title Company | Ownership | 40.0 | Stewart Information Services Corporati | |

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| | | 00000 | 84-1446701 | | | | Title Records, LLC | CO | NIA | Stewart Title Company | Ownership | 40.0 | Stewart Information Services Corporati | |
| | | 00000 | 20-5080665 | | | | TPB Title Agency, LLC | MI | NIA | Stewart Title Company | Ownership | 51.0 | Stewart Information Services Corporati | |
| | | 00000 | 75-2254859 | | | | U.S. Title Company of Wichita County, Ltd | TX | NIA | Stewart Title Company | Ownership | 48.4 | Stewart Information Services Corporati | |
| | | 00000 | 20-1849071 | | | | United Title Guaranty Agency, LLC | AK | NIA | Stewart Title Company | Ownership | 60.0 | Stewart Information Services Corporati | |
| | | 00000 | 71-0922599 | | | | Yankton Title Company, Inc. | SD | NIA | Stewart Title Company | Ownership | 94.6 | Stewart Information Services Corporati | |
| | | 00000 | 77-0354503 | | | | Asset Preservation, Inc. | CA | NIA | Stewart Title Company | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 68-0403502 | | | | API Properties Corporation | CA | NIA | Asset Preservation, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 68-0434902 | | | | API Properties Nevada, Inc. | NV | NIA | Asset Preservation, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | 57-2025106 | | | | Hedgerow Properties, LLC | TX | NIA | Asset Preservation, Inc. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | 26-2477928 | | | | Parked Properties NY, Inc. | NY | NIA | Asset Preservation, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Latin America, Inc. | BV | NIA | Stewart Title Company | Ownership | 30.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Costa Rica ABC, S.A. | CR | NIA | Stewart Latin America, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Costa Rica Trust & Escrow Company Limited, S.A. | CR | NIA | Stewart Costa Rica ABC, S.A. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Latin America Inmobiliaria, S.A. | CR | NIA | Stewart Costa Rica ABC, S.A. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Latin America, S.A. de C.V. | MX | NIA | Stewart Latin America, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Panama, S.A. | Pa | NIA | Stewart Latin America, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Dominicana, S.A. | DR | NIA | Stewart Latin America, Inc. | Ownership | 82.1 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Eastern Caribbean, Ltd. | An | NIA | Stewart Latin America, Inc. | Ownership | 83.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Latin America Operations, S.A. | CR | NIA | Stewart Latin America, Inc. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Baja, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 99.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Puerto Penasco, S.A. de C.V. | MX | NIA | Stewart Title Baja, S.A. de C.V. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Guadalajara, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 77.5 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Los Cabos, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Monterey, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 100.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Puerto Penasco, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 50.0 | Stewart Information Services Corporati | |
| | | 00000 | | | | | Stewart Title Riviera Maya, S.A. de C.V. | MX | NIA | Stewart Latin America, S.A. de C.V. | Ownership | 100.0 | Stewart Information Services Corporati | |

PART 1 – LOSS EXPERIENCE

| | Current Year to Date | | | | 5 Prior Year to Date Direct Loss Percentage |
|--------------------------------------|---------------------------------|---|--------------------------------|---|--|
| | 1 Direct Premiums Written | 2 Other Income (Page 4, Lines 1.2 + 1.3 + 2) | 3 Direct Losses Incurred | 4 Direct Loss Percentage Cols. 3 / (1 + 2) | |
| 1. Direct operations | 62,775,652 | 16,067,953 | 10,256,946 | 13.00 | 20.40 |
| 2. Agency operations: | | | | | |
| 2.1 Non-affiliated agency operations | 344,308,832 | 9,890,354 | 24,981,839 | 7.10 | 10.60 |
| 2.2 Affiliated agency operations | 169,657,718 | | 17,104,809 | 10.10 | 6.70 |
| 3. Totals | 576,742,202 | 25,958,307 | 52,343,594 | 8.70 | 11.00 |

PART 2 – DIRECT PREMIUMS WRITTEN

| | 1 Current Quarter | 2 Current Year to Date | 3 Prior Year Year to Date |
|--------------------------------------|-------------------------|------------------------------|---------------------------------|
| 1. Direct operations | 35,441,709 | 62,775,652 | 59,460,750 |
| 2. Agency operations: | | | |
| 2.1 Non-affiliated agency operations | 198,613,428 | 344,308,832 | 310,706,908 |
| 2.2 Affiliated agency operations | 94,151,432 | 169,657,718 | 152,263,658 |
| 3. Totals | 328,206,569 | 576,742,202 | 522,431,316 |

OVERFLOW PAGE FOR WRITE-INS

Page 4 - Continuation

| | 1 | 2 | 3 |
|---|-------------------------|-----------------------|---------------------------------|
| REMAINING WRITE-INS AGGREGATED AT LINE 12 FOR MISCELLANEOUS INCOME OR (LOSS) | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| 1204. Realized gains(losses) on fixed assets | 12,357 | 174,276 | 258,086 |
| 1297. Totals (Lines 1204 through 1296) (Page 4, Line 1298) | 12,357 | 174,276 | 258,086 |

OVERFLOW PAGE FOR WRITE-INS**Page 10 - Continuation**

| | 1 | Direct Premiums Written | | Direct Losses Paid (Deducting Salvage) | | Direct Known Claim Reserve | |
|--|---------------|-------------------------|--------------------|--|--------------------|----------------------------|--------------------|
| | | 2 | 3 | 4 | 5 | 6 | 7 |
| States, Etc. | Active Status | Current Year to Date | Prior Year to Date | Current Year to Date | Prior Year to Date | Current Year to Date | Prior Year to Date |
| 5804. Dominican Republic | X X X | | | 2,450 | 1,772 | 9,345 | 9,296 |
| 5805. Bulk Reserves | X X X | | | | | 10,684,000 | 10,684,000 |
| 5806. Panama | X X X | | | | | | |
| 5897. Totals (Lines 5804 through 5896) (Page 10, Line 5898) | X X X | | | 2,450 | 1,772 | 10,693,345 | 10,693,296 |

SCHEDULE A - VERIFICATION**Real Estate**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 2,577,974 | 3,276,724 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | 306,240 |
| 2.2 Additional investment made after acquisition | | |
| 3. Current year change in encumbrances | | (13,210) |
| 4. Total gain (loss) on disposals | (19,864) | (5,203) |
| 5. Deduct amounts received on disposals | 286,376 | 251,275 |
| 6. Total foreign exchange change in book/adjusted carrying value | (9,599) | (38,004) |
| 7. Deduct current year's other than temporary impairment recognized | | 670,300 |
| 8. Deduct current year's depreciation | 13,340 | 26,998 |
| 9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8) | 2,248,795 | 2,577,974 |
| 10. Deduct total nonadmitted amounts | 1,861,967 | 1,884,905 |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 386,828 | 693,069 |

SCHEDULE B - VERIFICATION**Mortgage Loans**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year | 969,070 | 913,326 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | 173,700 |
| 2.2 Additional investment made after acquisition | 2,507 | |
| 3. Capitalized deferred interest and other | | 25,948 |
| 4. Accrual of discount | | |
| 5. Unrealized valuation increase (decrease) | | |
| 6. Total gain (loss) on disposals | | |
| 7. Deduct amounts received on disposals | 7,181 | 143,904 |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees | | |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest | | |
| 10. Deduct current year's other than temporary impairment recognized | | |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) | 964,396 | 969,070 |
| 12. Total valuation allowance | | |
| 13. Subtotal (Line 11 plus Line 12) | 964,396 | 969,070 |
| 14. Deduct total nonadmitted amounts | 72,353 | 72,909 |
| 15. Statement value at end of current period (Line 13 minus Line 14) | 892,043 | 896,161 |

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

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 1,240,458 | 1,545,047 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | 298,319 |
| 2.2 Additional investment made after acquisition | | 23,600 |
| 3. Capitalized deferred interest and other | | |
| 4. Accrual of discount | | |
| 5. Unrealized valuation increase (decrease) | 40,702 | (52,347) |
| 6. Total gain (loss) on disposals | | |
| 7. Deduct amounts received on disposals | 19,371 | 341,861 |
| 8. Deduct amortization of premium and depreciation | 116,150 | 232,300 |
| 9. Total foreign exchange change in book/adjusted carrying value | | |
| 10. Deduct current year's other than temporary impairment recognized | | |
| 11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) | 1,145,639 | 1,240,458 |
| 12. Deduct total nonadmitted amounts | 303,691 | 321,546 |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 841,948 | 918,912 |

SCHEDULE D - VERIFICATION**Bonds and Stocks**

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 781,543,765 | 774,105,542 |
| 2. Cost of bonds and stocks acquired | 55,769,014 | 277,247,494 |
| 3. Accrual of discount | 11,843 | 90,759 |
| 4. Unrealized valuation increase (decrease) | (13,074,295) | 7,922,725 |
| 5. Total gain (loss) on disposals | 1,079,771 | 7,361,694 |
| 6. Deduct consideration for bonds and stocks disposed of | 54,463,717 | 279,504,189 |
| 7. Deduct amortization of premium | 1,529,142 | 2,933,978 |
| 8. Total foreign exchange change in book/adjusted carrying value | (694,142) | (2,746,282) |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 768,643,097 | 781,543,765 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 768,643,097 | 781,543,765 |

SCHEDULE D - PART 1B

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

| | 1 Book/Adjusted Carrying Value Beginning of Current Quarter | 2 Acquisitions During Current Quarter | 3 Dispositions During Current Quarter | 4 Non-Trading Activity During Current Quarter | 5 Book/Adjusted Carrying Value End of First Quarter | 6 Book/Adjusted Carrying Value End of Second Quarter | 7 Book/Adjusted Carrying Value End of Third Quarter | 8 Book/Adjusted Carrying Value December 31 Prior Year |
|-----------------------------------|---|--|--|--|---|--|---|---|
| BONDS | | | | | | | | |
| 1. Class 1 (a) | 304,675,951 | 21,975,638 | 22,371,273 | (9,932,858) | 304,675,951 | 294,347,458 | | 314,374,319 |
| 2. Class 2 (a) | 40,547,405 | 1,019,544 | | 5,336,930 | 40,547,405 | 46,903,879 | | 31,787,994 |
| 3. Class 3 (a) | | | | | | | | |
| 4. Class 4 (a) | | | | | | | | |
| 5. Class 5 (a) | | | | | | | | |
| 6. Class 6 (a) | | | | | | | | |
| 7. Total Bonds | 345,223,356 | 22,995,182 | 22,371,273 | (4,595,928) | 345,223,356 | 341,251,337 | | 346,162,313 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1 | | | | | | | | |
| 9. Class 2 | | | | | | | | |
| 10. Class 3 | | | | | | | | |
| 11. Class 4 | | | | | | | | |
| 12. Class 5 | | | | | | | | |
| 13. Class 6 | | | | | | | | |
| 14. Total Preferred Stock | | | | | | | | |
| 15. Total Bonds & Preferred Stock | 345,223,356 | 22,995,182 | 22,371,273 | (4,595,928) | 345,223,356 | 341,251,337 | | 346,162,313 |

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

NAIC 1 \$ 0; NAIC 2 \$ 0; NAIC 3 \$ 0; NAIC 4 \$ 0; NAIC 5 \$ 0; NAIC 6 \$ 0

SCHEDULE DA - PART 1

Short-Term Investments

| | 1 | 2 | 3 | 4 | 5 |
|---------|---------------------------------|--------------|----------------|---------------------------------------|--|
| | Book/Adjusted Carrying Value | Par Value | Actual Cost | Interest Collected Year To Date | Paid for Accrued Interest Year To Date |
| 9199999 | 171,523 | X X X | 171,523 | 4 | |

SCHEDULE DA - VERIFICATION

Short-Term Investments

| | 1 | 2 |
|---|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 171,519 | 595,147 |
| 2. Cost of short-term investments acquired | 4 | 11 |
| 3. Accrual of discount | | |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | (24,543) |
| 6. Deduct consideration received on disposals | | 399,096 |
| 7. Deduct amortization of premium | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 171,523 | 171,519 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 171,523 | 171,519 |

NONE Schedule DB - Part A and B Verification

NONE Schedule DB - Part C - Section 1

NONE Schedule DB - Part C - Section 2

NONE Schedule DB - Verification

NONE Schedule E Verification

SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

| 1 Description of Property | Location | | 4 Date Acquired | 5 Name of Vendor | 6 Actual Cost at Time of Acquisition | 7 Amount of Encumbrances | 8 Book/Adjusted Carrying Value Less Encumbrances | 9 Additional Investment Made After Acquisition |
|------------------------------|-----------|------------|--------------------|---------------------|---|-----------------------------|---|---|
| | 2 City | 3 State | | | | | | |
| NONE | | | | | | | | |
| 0399999 Totals | | | | | | | | |

EO1

SCHEDULE A - PART 3

Showing All Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

| 1 Description of Property | Location | | 4 Disposal Date | 5 Name of Purchaser | 6 Actual Cost | 7 Expended for Additions, Permanent Improvements and Changes in Encumbrances | 8 Book/Adjusted Carrying Value Less Encumbrances Prior Year | Change in Book/Adjusted Carrying Value Less Encumbrances | | | | | 14 Book/Adjusted Carrying Value Less Encumbrances on Disposal | 15 Amounts Received During Year | 16 Foreign Exchange Gain (Loss) on Disposal | 17 Realized Gain (Loss) on Disposal | 18 Total Gain (Loss) on Disposal | 19 Gross Income Earned Less Interest Incurred on Encumbrances | 20 Taxes, Repairs and Expenses Incurred |
|------------------------------|-----------|------------|--------------------|--------------------------|------------------|---|--|--|---|---|---|--|--|------------------------------------|--|--|-------------------------------------|--|--|
| | 2 City | 3 State | | | | | | 9 Current Year's Depreciation | 10 Current Year's Other Than Temporary Impairment Recognized | 11 Current Year's Change in Encumbrances | 12 Total Change in B./A.C.V. (11 - 9 - 10) | 13 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 820 Hillside Avenue | Edgewater | MD | 05/29/2012 | Fred and Virginia Walter | 306,240 | | 306,240 | | | | | | 306,240 | 286,376 | | (19,864) | (19,864) | | |
| 0199999 Property Sold | | | | | 306,240 | | 306,240 | | | | | | 306,240 | 286,376 | | (19,864) | (19,864) | | |
| 0399999 Totals | | | | | 306,240 | | 306,240 | | | | | | 306,240 | 286,376 | | (19,864) | (19,864) | | |

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

| 1 Loan Number | Location | | 4 Loan Type | 5 Date Acquired | 6 Rate of Interest | 7 Actual Cost at Time of Acquisition | 8 Additional Investment Made After Acquisitions | 9 Value of Land and Buildings |
|--|-------------|------------|----------------|--------------------|-----------------------|---|--|----------------------------------|
| | 2 City | 3 State | | | | | | |
| 470002 | Leavonworth | WA | | 12/31/2009 | 6.000 | 185,000 | 2,507 | 197,000 |
| 0399999 Mortgages in good standing - Residential mortgages - all other | | | | X X X | X X X | 185,000 | 2,507 | 197,000 |
| 0899999 Total Mortgages in good standing | | | | X X X | X X X | 185,000 | 2,507 | 197,000 |
| 3399999 Totals | | | | X X X | X X X | 185,000 | 2,507 | 197,000 |

EO2

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

| 1 Loan Number | Location | | 4 Loan Type | 5 Date Acquired | 6 Disposal Date | 7 Book Value/Recorded Investment Excluding Accrued Interest Prior Year | Change in Book Value/Recorded Investment | | | | | | 14 Book Value/Recorded Investment Excluding Accrued Interest on Disposal | 15 Consideration | 16 Foreign Exchange Gain (Loss) on Disposal | 17 Realized Gain (Loss) on Disposal | 18 Total Gain (Loss) on Disposal |
|---|-------------|------------|----------------|--------------------|--------------------|---|---|--|---|---|--|---|---|---------------------|--|--|-------------------------------------|
| | 2 City | 3 State | | | | | 8 Unrealized Valuation Increase (Decrease) | 9 Current Year's (Amortization) / Accretion | 10 Current Year's Other than Temporary Impairment Recognized | 11 Capitalized Deferred Interest and Other | 12 Total Change in Book Value (8+9-10+11) | 13 Total Foreign Exchange Change in Book Value | | | | | |
| 280002 | Fernley | NV | | 06/14/2009 | | 161,548 | | | | | | | 159,793 | 1,755 | | | |
| 090200 | Lakeland | FL | | 02/22/2011 | | 171,854 | | | | | | | 171,008 | 846 | | | |
| 470002 | Leavonworth | WA | | 12/31/2009 | | 186,161 | | | | | | | 187,361 | 1,308 | | | |
| 300080 | Plainfield | NJ | | 10/28/2008 | | 106,500 | | | | | | | 103,228 | 3,272 | | | |
| 0299999 Mortgages with partial repayments | | | | | | 626,063 | | | | | | | 621,390 | 7,181 | | | |
| 0599999 Totals | | | | | | 626,063 | | | | | | | 621,390 | 7,181 | | | |

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

| 1 CUSIP Ident- ification | 2 Name or Description | Location | | 5 Name of Vendor or General Partner | 6 NAIC Desig- nation | 7 Date Originally Acquired | 8 Type and Strategy | 9 Actual Cost at Time of Acquisition | 10 Additional Investment Made After Acquisition | 11 Amount of Encumbrances | 12 Commitment for Additional Investment | 13 Percentage of Ownership |
|-----------------------------------|-----------------------------|-----------|------------|---|-------------------------------|-------------------------------------|------------------------------|---|--|---------------------------------|--|-------------------------------------|
| | | 3 City | 4 State | | | | | | | | | |
| NONE | | | | | | | | | | | | |
| 4199999 Totals | | | | | | | | | | | | XXX |

E03

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

| 1 CUSIP Ident- ification | 2 Name or Description | Location | | 5 Name of Purchaser or Nature of Disposal | 6 Date Originally Acquired | 7 Disposal Date | 8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year | Change in Book/Adjusted Carrying Value | | | | | | 15 Book/Adjusted Carrying Value Less Encumbrances on Disposal | 16 Consideration | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Investment Income | |
|-----------------------------------|--|-----------|------------|---|-------------------------------------|-----------------------|---|--|--|---|--|---|--|--|---------------------|---|---|--|----------------------------|--|
| | | 3 City | 4 State | | | | | 9 Unrealized Valuation Increase (Decrease) | 10 Current Year's (Depreciation) or (Amortization)/ Accretion | 11 Current Year's Other Than Temporary Impairment Recognized | 12 Capitalized Deferred Interest and Other | 13 Total Change in B./A.C.V. (9+10-11+12) | 14 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 000000-00-0 | Aslan II Realty Partners | Chicago | IL | Aslan II Realty Partners | 05/09/2002 | 06/30/2012 | 166,512 | 40,702 | | | | 40,702 | | 207,214 | | | | | | |
| 1999999 | Other - Joint Venture/Partnership Interests - Unaffiliated | | | | | | 166,512 | 40,702 | | | | 40,702 | | 207,214 | | | | | | |
| 000000-00-0 | Clay Couny Abstract & Title | Corning | AR | Clay Couny Abstract & Title | 10/29/2009 | 06/30/2012 | 92,868 | | | | | | | 84,733 | 8,135 | | | | | |
| 000000-00-0 | New England Title LLC | Portland | ME | New England Title LLC | 11/22/2006 | 06/30/2012 | 296,478 | | | | | | | 285,241 | 11,237 | | | | | |
| 2399999 | Collateral Loans - Unaffiliated | | | | | | 389,346 | | | | | | | 369,974 | 19,372 | | | | | |
| 000000-00-0 | ST Georgia Fund IV LLC | Atlanta | GA | SunTrust Community Develop | 12/31/2009 | 06/30/2012 | 24,600 | | (6,150) | | | (6,150) | | 18,450 | | | | | | |
| 3399999 | State Low Income Housing Tax Credit - Unaffiliated | | | | | | 24,600 | | (6,150) | | | (6,150) | | 18,450 | | | | | | |
| 000000-00-0 | ST Georgia Fund V LLC | Atlanta | GA | SunTrust Community Develop | 06/30/2009 | 06/30/2012 | 660,000 | | (110,000) | | | (110,000) | | 660,000 | | | | | | |
| 3499999 | State Low Income Housing Tax Credit - Affiliated | | | | | | 660,000 | | (110,000) | | | (110,000) | | 660,000 | | | | | | |
| 3999999 | Total Unaffiliated | | | | | | 580,458 | 40,702 | (6,150) | | | 34,552 | | 595,638 | 19,372 | | | | | |
| 4099999 | Total Affiliated | | | | | | 660,000 | | (110,000) | | | (110,000) | | 660,000 | | | | | | |
| 4199999 | Totals | | | | | | 1,240,458 | 40,702 | (116,150) | | | (75,448) | | 1,255,638 | 19,372 | | | | | |

E03.1

SCHEDULE D - PART 3

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

| 1 CUSIP Ident- ification | 2 Description | 3 Foreign | 4 Date Acquired | 5 Name of Vendor | 6 Number of Shares of Stock | 7 Actual Cost | 8 Par Value | 9 Paid for Accrued Interest and Dividends | 10 NAIC Designation or Market Indicator (a) |
|---|---|--------------|--|---|--------------------------------------|---|--|---|--|
| 135087-ZJ-6 013051-DF-1 | Canadian Govt Province of Alberta | C C | 06/11/2012 06/14/2012 | HBSC Securities RBC Capital Markets | | 440,324 4,046,939 | 389,840.00 4,041,685.00 | 451 3,682 | 1FE 1FE |
| 1099999 | Total Bonds All Other Governments | | | | X X X | 4,487,263 | 4,431,525.00 | 4,133 | X X X |
| 00206R-AJ-1 084670-AV-0 38141G-DQ-4 48121C-YK-6 695114-CH-9 893521-AA-2 949746-NX-5 | AT & T Inc Lot:1 Berkshire Hathaway Inc Lot:1 GOLDMAN SACHS GROUP Lot:5 JP MORGAN CHAS BANK NA Lot:3 PACIFICORP Lot:2 TRANSATLANTIC HLDGS INC Lot:7 WELLS FARGO & COMPANY Lot:4 | | 05/01/2012 06/07/2012 05/02/2012 05/15/2012 05/15/2012 05/01/2012 05/15/2012 | Wells Fargo Brokerage Citigroup BNY Capital Markets BNY Capital Markets BNY Capital Markets Wells Fargo Brokerage JP Morgan | | 4,728,320 7,439,950 448,993 1,711,905 1,484,761 1,019,544 1,674,446 | 4,000,000.00 7,000,000.00 430,000.00 1,500,000.00 1,225,000.00 925,000.00 1,425,000.00 | 56,833 75,289 1,380 11,750 23,648 20,684 34,957 | 1FE 1FE 1FE 1FE 1FE 2FE 1FE |
| 3899999 | Total Bonds Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 18,507,919 | 16,505,000.00 | 224,541 | X X X |
| 8399997 | Total Bonds Part 3 | | | | X X X | 22,995,182 | 20,936,525 | 228,674 | X X X |
| 8399998 | Summary Item from Part 5 for Bonds | | | | X X X | X X X | X X X | X X X | X X X |
| 8399999 | Total Bonds | | | | X X X | 22,995,182 | 20,936,525.00 | 228,674 | X X X |
| P8755#-10-9 P8755#-10-9 | Stewart Title Guaranty de Mexico S.A. Stewart Title Guaranty de Mexico S.A. | F F | 04/27/2012 05/31/2012 | Capital Contribution Capital Contribution | | 80,000 290,000 | | | K K |
| 9199999 | Total Common Stock Parent, Subsidiaries and Affiliates | | | | X X X | 370,000 | X X X | | X X X |
| 9799997 | Total Common Stock Part 3 | | | | X X X | 370,000 | X X X | | X X X |
| 9799998 | Summary Item from Part 5 for Common Stocks | | | | X X X | X X X | X X X | X X X | X X X |
| 9799999 | Total Common Stock | | | | X X X | 370,000 | X X X | | X X X |
| 9899999 | Total Preferred and Common Stock | | | | X X X | 370,000 | X X X | | X X X |
| 9999999 | Totals | | | | X X X | 23,365,182 | X X X | 228,674 | X X X |

E04

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

SCHEDULE D - PART 4

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

| 1 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 Stated Contractual Maturity Date | 22 NAIC Desig- nation or Market Indicator (a) |
|-----------------------------------|--|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|---|--|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (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. | | | | | | | |
| 912828-PD-6 | US Treasury Note Lot:2 | | 05/02/2012 | Wells Fargo Brokerage | | 450,492 | 450,000.00 | 450,457 | 450,304 | | (123) | | (123) | | 450,181 | | 311 | 311 | 876 | 10/31/2012 | 1FE |
| 0599999 | Total - Bonds - U.S. Governments | | | | X X X | 450,492 | 450,000.00 | 450,457 | 450,304 | | (123) | | (123) | | 450,181 | | 311 | 311 | 876 | X X X | X X X |
| 642869-AD-3 | Province of New Brunswick | C | 06/14/2012 | RBC Capital Markets | | 4,060,734 | 3,895,600.00 | 4,141,564 | 4,141,564 | | (3,696) | | (3,696) | (126,474) | 4,011,394 | (51) | 49,340 | 49,289 | 70,129 | 06/15/2017 | 1FE |
| 1099999 | Total - Bonds - All Other Governments | | | | X X X | 4,060,734 | 3,895,600.00 | 4,141,564 | 4,141,564 | | (3,696) | | (3,696) | (126,474) | 4,011,394 | (51) | 49,340 | 49,289 | 70,129 | X X X | X X X |
| 085644-CR-1 | Berrien Cnty, Mich Lot:1 | | 05/01/2012 | CALLED @ 100.000000 | | 25,000 | 25,000.00 | 25,138 | 25,026 | | (26) | | (26) | | 25,000 | | | | 425 | 05/01/2013 | 1FE |
| 2499999 | U.S. Total - Bonds - Political Subdivisions of States, Territories and Possessions | | | | X X X | 25,000 | 25,000.00 | 25,138 | 25,026 | | (26) | | (26) | | 25,000 | | | | 425 | X X X | X X X |
| 084670-AU-2 | Berkshire Hathaway Inc Lot:1 | | 06/07/2012 | Citigroup | | 7,523,043 | 7,442,000.00 | 7,626,636 | 7,566,127 | | (48,298) | | (48,298) | | 7,517,829 | | 5,214 | 5,214 | 132,225 | 02/11/2013 | 1FE |
| 097023-BC-8 | BOEING COMPANY Lot:1 | | 05/15/2012 | CRT Capital Group, LL | | 4,949,683 | 4,455,000.00 | 4,918,454 | 4,833,427 | | (27,625) | | (27,625) | | 4,805,801 | | 143,882 | 143,882 | 82,603 | 11/20/2016 | 1FE |
| 913017-BM-0 | UNITED TECHNOLOGIES CORP Lot:1 | | 05/01/2012 | Wells Fargo Brokerage | | 5,830,608 | 4,862,000.00 | 5,730,353 | 5,599,359 | | (38,291) | | (38,291) | | 5,561,068 | | 269,540 | 269,540 | 100,903 | 12/15/2017 | 1FE |
| 3899999 | Total - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 18,303,334 | 16,759,000.00 | 18,275,443 | 17,998,913 | | (114,214) | | (114,214) | | 17,884,698 | | 418,636 | 418,636 | 315,731 | X X X | X X X |
| 8399997 | Total - Bonds - Part 4 | | | | X X X | 22,839,560 | 21,129,600 | 22,892,602 | 22,615,807 | | (118,059) | | (118,059) | (126,474) | 22,371,273 | (51) | 468,287 | 468,236 | 387,161 | X X X | X X X |
| 8399998 | Summary Item from Part 5 for Bonds | | | | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 8399999 | Total Bonds | | | | X X X | 22,839,560 | 21,129,600.00 | 22,892,602 | 22,615,807 | | (118,059) | | (118,059) | (126,474) | 22,371,273 | (51) | 468,287 | 468,236 | 387,161 | X X X | X X X |
| 118230-10-1 | BUCKEYE PARTNERS LP Lot:1 | | 05/31/2012 | ROC | | 311 | | 311 | | | | | | 311 | | | | | | | L |
| 118230-10-1 | BUCKEYE PARTNERS LP Lot:2 | | 05/31/2012 | ROC | | 16,289 | | 16,289 | | | | | | 16,289 | | | | | | | L |
| 29250R-10-6 | ENBRIDGE ENERGY PARTNERS LP L | | 05/15/2012 | ROC | | 20,011 | | 20,011 | 20,011 | | | | | 20,011 | | | | | | | L |
| 29250R-10-6 | ENBRIDGE ENERGY PARTNERS LP L | | 05/15/2012 | ROC | | 11,648 | | 11,648 | | | | | | 11,648 | | | | | | | L |
| 293792-10-7 | ENTERPRISE PRODUCTS PARTNERS | | 05/09/2012 | ROC | | 18,132 | | 18,132 | 18,132 | | | | | 18,132 | | | | | | | L |
| 293792-10-7 | ENTERPRISE PRODUCTS PARTNERS | | 05/09/2012 | ROC | | 8,707 | | 8,707 | | | | | | 8,707 | | | | | | | L |
| 494550-10-6 | KINDER MORGAN ENERGY PARTNE | | 05/15/2012 | ROC | | 20,520 | | 20,520 | 20,520 | | | | | 20,520 | | | | | | | L |
| 494550-10-6 | KINDER MORGAN ENERGY PARTNE | | 05/15/2012 | ROC | | 5,400 | | 5,400 | | | | | | 5,400 | | | | | | | L |
| 559080-10-6 | MAGELLAN MIDSTREAM PARTNER L | | 05/15/2012 | ROC | | 84 | | 84 | | | | | | 84 | | | | | | | L |
| 559080-10-6 | MAGELLAN MIDSTREAM PARTNER L | | 05/15/2012 | ROC | | 16,926 | | 16,926 | | | | | | 16,926 | | | | | | | L |
| 726503-10-5 | PLAINS ALL AMERICAN PIPELINE LP | | 05/15/2012 | ROC | | 19,954 | | 19,954 | 19,954 | | | | | 19,954 | | | | | | | L |

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

SCHEDULE D - PART 4

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

| 1 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 Stated Contractual Maturity Date | 22 NAIC Desig- nation or Market Indicator (a) | | |
|-----------------------------------|--|--------------------------------------|--------------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|---|--|--------|-------|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (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. | | | | | | | | | |
| 726503-10-5 726503-10-5 | PLAINS ALL AMERICAN PIPELINE LP PLAINS ALL AMERICAN PIPELINE LP | | 05/15/2012 05/15/2012 | ROC ROC | | 627 8,961 | | 627 8,961 | | | | | | 627 8,961 | | | | | | | | L L | |
| 9099999 | Total - Common Stock - Industrial and Miscellaneous (Unaffiliated) | | | | X X X | 147,570 | | 147,570 | 78,617 | | | | | 147,570 | | | | | | | X X X | X X X | |
| 9799997 | Total - Common Stock - Part 4 | | | | X X X | 147,570 | X X X | 147,570 | 78,617 | | | | | 147,570 | | | | | | | X X X | X X X | |
| 9799998 | Summary Item from Part 5 for Common Stocks | | | | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 9799999 | Total Common Stocks | | | | X X X | 147,570 | X X X | 147,570 | 78,617 | | | | | 147,570 | | | | | | | X X X | X X X | |
| 9899999 | Total Preferred and Common Stocks | | | | X X X | 147,570 | X X X | 147,570 | 78,617 | | | | | 147,570 | | | | | | | X X X | X X X | |
| 9999999 | Totals | | | | | 22,987,130 | X X X | 23,040,172 | 22,694,424 | | (118,059) | | (118,059) | (126,474) | 22,518,843 | (51) | 468,287 | 468,236 | 387,161 | | X X X | X X X | |

E05.1

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

NONE Schedule DB - Part A - Section 1

NONE Schedule DB - Part B - Section 1

NONE Schedule DB - Part D

NONE Schedule DL - Part 1

NONE Schedule DL - Part 2

SCHEDULE E - PART 1 - CASH

Month-End Depository Balances

| 1 | 2 | 3 | 4 | 5 | Book Balance at End of Each Month During Current Quarter | | | 9 |
|---|-------|------------------|--|--|--|--------------|-------------|---|
| | | | | | 6 | 7 | 8 | |
| Depository | Code | Rate of Interest | Amount of Interest Received During Current Quarter | Amount of Interest Accrued at Current Statement Date | First Month | Second Month | Third Month | * |
| Open Depositories - Section (A) - Segregated Funds Held for Others | | | | | | | | |
| Wells Fargo Bank | | | | | 19,097,822 | 21,036,162 | 18,257,814 | |
| Wells Fargo Bank | | | | | 3,790,936 | 3,980,349 | 18,018,369 | |
| U. S. Bank | | | | | 10,045,010 | 16,730,951 | 16,923,056 | |
| Wells Fargo Bank | | | | | 8,544,837 | 10,522,991 | 14,736,163 | |
| Wells Fargo Bank | | | | | 27,468,770 | 17,085,999 | 13,069,125 | |
| Wells Fargo Bank | | | | | 2,581,311 | 10,828,351 | 5,359,929 | |
| Wachovia Bank | | | | | 2,960,706 | 3,730,593 | 5,137,454 | |
| JP Morgan Chase | | | | | 5,867,445 | 113,951,681 | 4,361,484 | |
| Wells Fargo Bank | | | | | 4,521,889 | 5,079,017 | 3,813,559 | |
| Bank of America | | | | | 2,386,705 | 2,341,596 | 2,341,596 | |
| Wells Fargo Bank | | | | | 1,234,536 | 7,387,685 | 2,212,581 | |
| TD Bank | | | | | 2,193,188 | 2,197,337 | 2,204,561 | |
| Wachovia Bank | | | | | 2,220,454 | 2,323,283 | 2,182,494 | |
| Wells Fargo Bank | | | | | 2,053,594 | 2,031,317 | 2,070,206 | |
| Wells Fargo Bank | | | | | 93,347 | 383,549 | 1,852,657 | |
| SunTrust Bank | | | | | 238,221 | 1,342,047 | 1,427,685 | |
| Bank of America | | | | | 736,175 | 613,239 | 1,063,292 | |
| JP Morgan Chase | | | | | 76,617 | 46,515 | 1,024,541 | |
| Wells Fargo Bank | | | | | 233,920 | 438,062 | 865,646 | |
| Wells Fargo Bank | | | | | 280,375 | 78,959 | 783,987 | |
| Wells Fargo Bank | | | | | 686,369 | 768,066 | 732,976 | |
| Wells Fargo Bank | | | | | 769,945 | 769,950 | 628,499 | |
| CitiBank | | | | | 60,916 | 483,866 | 305,913 | |
| Bank of America | | | | | 239,623 | 246,014 | 242,914 | |
| JP Morgan Chase | | | | | 215,753 | 214,753 | 209,103 | |
| Jefferson Bank | | | | | 114,590 | 103,338 | 196,286 | |
| Texas Capital Bank | | | | | 160,150 | 160,150 | 160,150 | |
| Wachovia Bank | | | | | 108,215 | 108,215 | 108,215 | |
| 0199998 Deposits in (36) depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories | X X X | X X X | | | 635,321 | 438,691 | 479,431 | X |
| 0199999 Total Segregated Funds Held for Others | X X X | X X X | | | 99,616,740 | 225,422,726 | 120,769,686 | X |
| Open Depositories - Section (B) - General Funds | | | | | | | | |
| Bank of Montreal | | | | | | | 7,806,400 | |
| Bank of Montreal | | | | | 9,042,850 | 10,573,137 | 5,200,139 | |
| Bank of Montreal | | | | | 457,616 | 106,946 | 2,056,955 | |
| Bank of Montreal | | | | | 873,038 | 1,075,141 | 507,285 | |
| Bank of Montreal | | | | | 9,718 | 25,956 | 270,034 | |
| Bank of Montreal | | | | | 23,445 | 39,629 | 199,527 | |
| Bank of Nova Scotia | | 0.500 | 164 | | 67,927 | 64,880 | 100,644 | |
| Bankcorp South | | | | | 67,147 | 55,338 | 106,822 | |
| Compass Bank-Custody Accou | | 0.010 | 8 | | 1,136,370 | 1,171,948 | 1,253,819 | |
| Heritage Bank | | 0.300 | 186 | | 226,672 | 226,801 | 226,859 | |
| Iberia Bank | | 0.900 | 29,767 | | 12,550,157 | 12,559,107 | 15,070,976 | |
| J.P. Morgan Chase | | | | | 5,993,838 | 5,713,748 | 12,027,425 | |
| J.P. Morgan Chase | | | | | 1,806,993 | 1,658,038 | 1,380,125 | |
| Republic Bank | | 0.070 | 44 | | 250,156 | 250,170 | 250,185 | |
| Union Bank | | 0.040 | 13 | | 100,270 | 100,273 | 100,277 | |
| US Bank | | | | | 50,000 | 240,906 | 240,906 | |
| Wells Fargo Bank | | | | | 5,428,194 | 4,267,899 | 8,585,790 | |
| Bank of Nova Scotia - CN | | 1.200 | | 31,330 | 5,163,224 | 4,929,452 | 4,937,548 | |
| Bank of Nova Scotia - CN | | 1.200 | | 2,714 | | 2,497,313 | 2,501,415 | |
| Bank of Nova Scotia - CN | | 1.200 | | 2,647 | | 2,435,500 | 2,439,500 | |
| Bank of Nova Scotia - CN | | 1.200 | | 2,577 | 522,002 | 498,368 | 499,186 | |
| Canadian Imperial Bank of Com | | 1.050 | | 15,383 | 2,040,800 | 1,948,400 | 1,951,600 | |
| First National Bk Anchorage | | 0.250 | | 168 | 100,000 | 100,000 | 100,000 | |
| First National Bk Anchorage | | 0.200 | 25 | 16 | 50,000 | 50,000 | 50,000 | |
| Peoples Bank & Trust | | 0.549 | | 203 | 250,000 | 250,000 | 250,000 | |
| Royal Bank of Canada | | 1.200 | | 2,387 | 816,320 | 779,360 | 780,640 | |
| Royal Bank of Canada | | 1.200 | | 2,387 | 816,320 | 779,360 | 780,640 | |
| Royal Bank of Canada | | 1.200 | | 1,193 | 408,160 | 389,680 | 390,320 | |
| US Bank of Oregon | | 0.100 | | 100 | 110,000 | 110,000 | 110,000 | |
| 0299998 Deposits in (59) depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories | X X X | X X X | 91,991 | 1,665 | 11,309,894 | 6,132,085 | 1,692,700 | X |
| 0299999 Total General Funds | X X X | X X X | 122,198 | 62,770 | 59,671,111 | 59,029,435 | 71,867,717 | X |
| Open Depositories - Section (C) - Reinsurance Reserve Funds | | | | | | | | |
| Amegy Bank | | | | | 148,115 | 148,115 | 148,115 | |
| 0399998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories | X X X | X X X | | | | | | X |
| 0399999 Total Reinsurance Reserve Funds | X X X | X X X | | | 148,115 | 148,115 | 148,115 | X |
| 0499999 Total Open Depositories | X X X | X X X | 122,198 | 62,770 | 159,435,966 | 284,600,276 | 192,785,518 | X |

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1 Description | 2 Code | 3 Date Acquired | 4 Rate of Interest | 5 Maturity Date | 6 Book/Adjusted Carrying Value | 7 Amount of Interest Due & Accrued | 8 Amount Received During Year |
|--|-----------|--------------------|-----------------------|--------------------|-----------------------------------|---------------------------------------|----------------------------------|
| | | | NONE | | | | |
| <div style="display: flex; justify-content: space-between;"> E12 8699999 Total Cash Equivalents </div> | | | | | | | |