

QUARTERLY STATEMENT

OF THE

STEWART TITLE

INSURANCE COMPANY

of **NEW YORK**

in the state of **NEW YORK**

TO THE

Insurance Department

OF THE

STATE OF

NEW YORK

FOR THE QUARTER ENDED

March 31, 2010

TITLE

2010



51420201020100101

QUARTERLY STATEMENT

AS OF MARCH 31, 2010
OF THE CONDITION AND AFFAIRS OF THE

Stewart Title Insurance Company

NAIC Group Code 0340 (Current Period) 0340 (Prior Period) NAIC Company Code 51420 Employer's ID Number 76-0233294

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

Incorporated/Organized: October 26, 1987 Commenced Business: December 2, 1987

Statutory Home Office: 300 East 42nd Street 10th Floor, New York, NY 10017
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office: 300 East 42nd Street 10th Floor
(Street and Number)
New York, NY 10017 212-922-0050
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address: 300 East 42nd Street 10th Floor, New York, NY 10017
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records: 300 East 42nd Street 10th Floor New York, NY 10017 212-922-0050
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address: www.stewart.com

Statutory Statement Contact: Emily Thai -De Rago 212-922-0050
(Name) (Area Code) (Telephone Number) (Extension)
ethai@stewart.com 212-983-1133
(E-Mail Address) (Fax Number)

OFFICERS

Chairman of the Board and Chief Executive Officer

Michael Skalka

Name	Title
1. <u>John F. Welling</u>	<u>President</u>
2. <u>Julie A. Curlen</u>	<u>Secretary and Executive Vice President</u>
3. <u>Emily Thai -DeRago</u>	<u>Treasurer and Vice President</u>

VICE-PRESIDENTS

Name	Title	Name	Title
<u>Kimberly Allen</u>	<u>Vice President</u>	<u>Ken Anderson</u>	<u>Vice President</u>
<u>Barry Balonek</u>	<u>Vice President</u>	<u>Lawrence Boes</u>	<u>Vice President</u>
<u>Harold Boxer</u>	<u>Vice President</u>	<u>Genoveva Brown</u>	<u>Vice President</u>
<u>Peter Bryant</u>	<u>Vice President</u>	<u>Norma Buck</u>	<u>Vice President</u>
<u>Paul Bugoni #</u>	<u>Vice President</u>	<u>Christopher Burdick</u>	<u>Senior Vice President</u>
<u>John Caruso</u>	<u>Vice President</u>	<u>Katherine Colucci</u>	<u>Vice President</u>
<u>Steven Critelli</u>	<u>Vice President</u>	<u>Joseph Decutiis</u>	<u>Vice President</u>
<u>Scott Deverell</u>	<u>Vice President</u>	<u>Neil Falcone</u>	<u>Vice President</u>
<u>John Federowicz</u>	<u>Vice President</u>	<u>John Foley</u>	<u>Vice President</u>
<u>John Frates</u>	<u>Senior Vice President</u>	<u>Gelsomina Gambardella-Terrasi</u>	<u>Vice President</u>
<u>Craig Goldenberg</u>	<u>Vice President</u>	<u>Richard Greiner</u>	<u>Vice President</u>
<u>Jeffrey Gurren</u>	<u>Vice President</u>	<u>Peter Lannini</u>	<u>Vice President</u>
<u>John Killea</u>	<u>Senior Vice President</u>	<u>Richard King</u>	<u>Vice President</u>
<u>Pamela Nestico</u>	<u>Vice President</u>	<u>Norma Redditt</u>	<u>Vice President</u>
<u>Kevin Reilly</u>	<u>Vice President</u>	<u>Vincent Sabia</u>	<u>Vice President</u>
<u>Henry Sillocks</u>	<u>Vice President</u>	<u>Norman Sloane</u>	<u>Vice President</u>
<u>Jacquelyn Smith</u>	<u>Vice President</u>	<u>Thomas Vinci</u>	<u>Vice President</u>

DIRECTORS OR TRUSTEES

<u>Peter C. Haeffner, Jr.</u>	<u>Matthew J. Leeds</u>	<u>Malcolm Morris</u>	<u>Stewart Morris Jr.</u>
<u>Richard A. Nardi</u>	<u>Michael B. Skalka</u>	<u>John F. Welling</u>	

State of New York

County of New York

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>John F. Welling</u> <u>(Printed Name)</u> 1. <u>President</u> <u>(Title)</u>	<u>(Signature)</u> <u>Julie A. Curlen</u> <u>(Printed Name)</u> 2. <u>Secretary and Executive Vice President</u> <u>(Title)</u>	<u>(Signature)</u> <u>Emily Thai -DeRago</u> <u>(Printed Name)</u> 3. <u>Treasurer and Vice President</u> <u>(Title)</u>
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Subscribed and sworn to before me this _____ day of _____, 2010

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	63,861,324		63,861,324	63,119,059
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	1,294,411		1,294,411	1,310,347
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 6,401,390), cash equivalents (\$ 0), and short-term investments (\$ 0)	6,401,390		6,401,390	4,105,676
6. Contract loans (including \$ 0 premium notes)				
7. Derivatives				
8. Other invested assets	130,357		130,357	137,472
9. Receivables for securities				
10. Aggregate write-ins for invested assets				
11. Subtotals, cash and invested assets (Lines 1 to 10)	71,687,482		71,687,482	68,672,554
12. Title plants less \$ 0 charged off (for Title insurers only)	1,683,273		1,683,273	1,748,670
13. Investment income due and accrued	884,277		884,277	828,410
14. Premiums and considerations:				
14.1 Uncollected premiums and agents' balances in the course of collection	2,642,822	328,988	2,313,834	2,296,080
14.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)				
14.3 Accrued retrospective premiums				
15 Reinsurance:				
15.1 Amounts recoverable from reinsurers				
15.2 Funds held by or deposited with reinsured companies				
15.3 Other amounts receivable under reinsurance contracts	49,612		49,612	20,014
16. Amounts receivable relating to uninsured plans				
17.1 Current federal and foreign income tax recoverable and interest thereon				
17.2 Net deferred tax asset	4,713,014	3,028,868	1,684,146	1,833,136
18. Guaranty funds receivable or on deposit				
19. Electronic data processing equipment and software	208,616		208,616	237,602
20. Furniture and equipment, including health care delivery assets (\$ 0)	306,086	306,086		
21. Net adjustment in assets and liabilities due to foreign exchange rates				
22. Receivables from parent, subsidiaries and affiliates	22,400		22,400	18,275
23. Health care (\$ 0) and other amounts receivable				
24. Aggregate write-ins for other than invested assets	1,737,356	1,227,402	509,954	659,761
25. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 11 to 24)	83,934,938	4,891,344	79,043,594	76,314,502
26. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
27. Total (Lines 25 and 26)	83,934,938	4,891,344	79,043,594	76,314,502

DETAILS OF WRITE-IN LINES				
1001.				
1002.				
1003.				
1098. Summary of remaining write-ins for Line 10 from overflow page				
1099. Totals (Lines 1001 through 1003 plus 1098) (Line 10 above)				
2401. Prepays	1,140,252	1,140,252		
2402. Deposits	244,938		244,938	244,842
2403. Other Receivable	160,052		160,052	307,144
2498. Summary of remaining write-ins for Line 24 from overflow page	192,114	87,150	104,964	107,775
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	1,737,356	1,227,402	509,954	659,761

LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Statement Date	December 31 Prior Year
1. Known claims reserve	10,330,151	8,776,862
2. Statutory premium reserve	36,097,198	36,027,599
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)	1,583,661	1,086,487
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	(335,993)	95,842
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	72,714	(1,381,364)
8.2 Net deferred tax liability		
9. Borrowed money \$ 0 and interest thereon \$ 0		
10. Dividends declared and unpaid		
11. Premiums and other consideration received in advance		
12. Unearned interest and real estate income received in advance		
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others		
15. Provision for unauthorized reinsurance		
16. Net adjustments in assets and liabilities due to foreign exchange rates		
17. Drafts outstanding		
18. Payable to parent, subsidiaries and affiliates	714,257	113,575
19. Derivatives		
20. Payable for securities		
21. Aggregate write-ins for other liabilities	234,105	269,075
22. Total liabilities (Lines 1 through 21)	48,696,093	44,988,076
23. Aggregate write-ins for special surplus funds		
24. Common capital stock	1,100,000	1,100,000
25. Preferred capital stock		
26. Aggregate write-ins for other than special surplus funds		
27. Surplus notes		
28. Gross paid in and contributed surplus	23,765,535	23,765,535
29. Unassigned funds (surplus)	5,481,966	6,460,892
30. Less treasury stock, at cost:		
30.1 0 shares common (value included in Line 24 \$ 0)		
30.2 0 shares preferred (value included in Line 25 \$ 0)		
31. Surplus as regards policyholders (Lines 23 to 29 less 30)	30,347,501	31,326,427
32. Totals	79,043,594	76,314,503

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)		
2101. Deferred Rents	162,339	189,620
2102. Deferred Copiers	71,766	79,455
2103.		
2198. Summary of remaining write-ins for Line 21 from overflow page		
2199. Totals (Lines 2101 through 2103 plus 2198) (Line 21 above)	234,105	269,075
2301.		
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)		
2601.		
2602.		
2603.		
2698. Summary of remaining write-ins for Line 26 from overflow page		
2699. Totals (Lines 2601 through 2603 plus 2698) (Line 26 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	26,047,966	23,658,694	108,202,336
1.2 Escrow and settlement services	13,890	8,888	62,885
1.3 Other title fees and service charges	2,342,593	2,627,996	11,421,795
2. Aggregate write-ins for other operating income		52,549	27,980
3. Total Operating Income (Lines 1 through 2)	28,404,449	26,348,127	119,714,996
DEDUCT:			
4. Losses and loss adjustment expenses incurred	3,264,998	2,557,484	4,724,808
5. Operating expenses incurred	26,587,501	28,341,462	119,147,145
6. Aggregate write-ins for other operating deductions			
7. Total Operating Deductions	29,852,499	30,898,946	123,871,953
8. Net operating gain or (loss) (Lines 3 minus 7)	(1,448,050)	(4,550,819)	(4,156,957)
INVESTMENT INCOME			
9. Net investment income earned	678,217	628,157	2,294,597
10. Net realized capital gains (losses) less capital gains tax of \$	170,349	(342,896)	2,113,691
11. Net investment gain (loss) (Lines 9 + 10)	848,566	285,261	4,408,288
OTHER INCOME			
12. Aggregate write-ins for miscellaneous income or (loss)			
13. Net income, after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12)	(599,484)	(4,265,558)	251,331
14. Federal and foreign income taxes incurred	(32,722)	(1,387,035)	383,758
15. Net income (Lines 13 minus 14)	(566,762)	(2,878,523)	(132,427)
CAPITAL AND SURPLUS ACCOUNT			
16. Surplus as regards policyholders, December 31 prior year	31,326,427	27,616,430	27,616,430
17. Net income (from Line 15)	(566,762)	(2,878,523)	(132,427)
18. Change in net unrealized capital gains or (losses) less capital gains tax of \$	(7,116)	(255,614)	331,318
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income taxes	(40,602)	196,412	(838,822)
21. Change in nonadmitted assets	(365,171)	(465,987)	2,961,495
22. Change in provision for unauthorized reinsurance			
23. Change in supplemental reserves			
24. Change in surplus notes			
25. Cumulative effect of changes in accounting principles			
26. Capital Changes:			
26.1 Paid in			
26.2 Transferred from surplus (Stock Dividend)			
26.3 Transferred to surplus			
27. Surplus Adjustments:			
27.1 Paid in			
27.2 Transferred to capital (Stock Dividend)			
27.3 Transferred from capital			
28. Dividends to stockholders			
29. Change in treasury stock			
30. Aggregate write-ins for gains and losses in surplus	725	513,376	1,388,433
31. Change in surplus as regards policyholders (Lines 17 through 30)	(978,926)	(2,890,336)	3,709,997
32. Surplus as regards policyholders as of statement date (Lines 16 plus 31)	30,347,501	24,726,094	31,326,427

DETAILS OF WRITE-IN LINES			
0201. Miscellaneous		14,434	19,980
0202. Reinsurance reimbursement from agents			8,000
0203. Other Abstract Fees		38,115	
0298. Summary of remaining write-ins for Line 02 from overflow page			
0299. Totals (Lines 0201 through 0203 plus 0298) (Line 02 above)		52,549	27,980
0601.			
0602.			
0603.			
0698. Summary of remaining write-ins for Line 06 from overflow page			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 06 above)			
1201.			
1202.			
1203.			
1298. Summary of remaining write-ins for Line 12 from overflow page			
1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)			
3001. Miscellaneous	725		(98,367)
3002. Prior year adjustment			1,486,800
3003. Due to Merger		513,376	
3098. Summary of remaining write-ins for Line 30 from overflow page			
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	725	513,376	1,388,433

CASH FLOW

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	27,029,734	25,331,500	108,857,169
2. Net investment income	835,232	816,570	3,201,194
3. Miscellaneous income	2,352,358	1,137,019	11,549,188
4. Total (Lines 1 to 3)	30,217,324	27,285,089	123,607,551
5. Benefit and loss related payments	1,711,709	3,579,682	9,457,357
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	26,910,368	29,482,580	119,311,937
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	(1,486,800)		
10. Total (Lines 5 through 9)	27,135,277	33,062,262	128,769,294
11. Net cash from operations (Line 4 minus Line 10)	3,082,047	(5,777,173)	(5,161,743)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	6,770,869	5,969,859	33,570,549
12.2 Stocks		83,937	4,987,575
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets		144,000	199,914
12.6 Net gains (or losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds			
12.8 Total investment proceeds (Lines 12.1 to 12.7)	6,770,869	6,197,796	38,758,038
13. Cost of investments acquired (long-term only):			
13.1 Bonds	7,557,202	3,239,473	34,421,889
13.2 Stocks		503,147	792,589
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications			
13.7 Total investments acquired (Lines 13.1 to 13.6)	7,557,202	3,742,620	35,214,478
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)	(786,333)	2,455,176	3,543,560
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)		55,269	
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)		55,269	
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)	2,295,714	(3,266,728)	(1,618,183)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	4,105,676	5,723,860	5,723,859
19.2 End of period (Line 18 plus Line 19.1)	6,401,390	2,457,132	4,105,676

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

20.0001			
20.0002			
20.0003			

NOTES TO FINANCIAL STATEMENTS

1. Accounting Practices

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

The New York Department of Insurance recognizes statutory accounting practices prescribed or permitted by the State of New York for determining and reporting the financial condition and results of operations of a title insurance company, for determining its solvency under the New York Insurance Law. The National Association of Insurance Commissioners' (the NAIC) *Accounting Practices and Procedures* manual, version effective January 1, 2001 (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of New York. The state has adopted certain prescribed accounting practices, which differ from those found in NAIC SAP, in accordance with Regulation 172 of the New York State Insurance Law.

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

		03/31/2010	12/31/2009
1 .	Net Income New York Basis	(566,762)	(132,428)
2 .	State Prescribed/Permitted Practices (Income)		
	Title Plant Amortization, net of tax	42,507	205,397
	Release of statutory premium reserve, Net of tax	12,878	57,929
3 .	Net Income, NAIC SAP	(511,377)	130,898
4 .	Statutory Surplus, New York basis	30,347,501	31,326,427
5 .	State Prescribed/Permitted Practices (Surplus)		
	Title Plants Amortization, net of Tax	2,416,204	2,373,697
	Release of statutory premium reserve	930,499	917,621
6 .	Statutory Surplus, NAIC SAP	33,694,204	34,617,745

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 the policies are issued. The Company assumed and ceded reinsurance with various title companies, on an individual basis, utilizing standard facultative agreements provided by the American Land Title Association and also has one excess reinsurance agreements wherein the Company assumes 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 Section 6405(a)(1) of the New York Insurance Law. Expenses incurred in connection with issuing the policies are charged to operations as an expense for premiums retained by agents.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the scientific method.
- (3) Investments in Common stocks. – Common stocks, other than affiliates, are valued at market based on quoted market prices. A decline in the fair value of any investment below cost that is deemed other than temporary is charged to income, resulting in the establishment of a new cost basis for the security.
- (4) Investments in Preferred stock, excluding investments in preferred stock of subsidiary, controlled, or affiliated entities - None.
- (5) Mortgage loans. - None
- (6) Loan-backed securities- None

NOTES TO FINANCIAL STATEMENTS

(7) Investments in subsidiaries controlled and affiliated companies. – The company has ownership in one subsidiary. This investment is valued based on the equity method. .

(8) Investments in joint ventures, partnerships and liability companies - None

(9) Derivatives - None

(10) Utilization of anticipated investment income used as a factor in the premium deficiency calculation.-None

(11) Unpaid losses and loss adjustment expenses include an amount for known claims and a formula-driven statutory premium reserve. Known claim reserves consist of a reserve for payment of the loss and costs of defense of the insured and other costs expected to be paid to other parties in the defense, settlement, or processing of the claim under the terms of the title insurance policy for each specific known claim.

A statutory premium reserve is based on Section 6405 (a)(1) of the New York Insurance Law. Section 6405(a)(1) requires the Company to reserve an amount equal to one dollar fifty cents for each risk assumed under a binder or policy of insurance or any certificate or agreement issued under either of them, plus one-eightieth of one percent of the face amount of insurance effected thereby and three percent of the gross fees and premiums received by it for guaranteed certificates of title, guaranteed searches and guaranteed abstracts of title. The reserve is subsequently reduced by 5% of the addition in the first year succeeding the year of addition, and 5% every year thereafter.

2. Accounting Changes and Corrections of Errors

A. None.

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

The Company merged with Monroe Title Insurance Corporation on May 12, 2009. The transaction was accounted for as a statutory merger. Previously, Monroe Title Insurance Corporation was a wholly-owned subsidiary of the Company and was accounted for using the statutory purchase method. The Company recognized the investment in the subsidiary in accordance with SSAP 88, section (b) (i) of the NAIC *Accounting Practices and Procedures Manual*. The prior years' amounts have been restated as if the merger had occurred as of January 1, 2008. As of the merger date, May 12,2009, the Company reported an increase of assets of \$16,761,646 and an increase of liabilities of \$7,138,073. There was no effect on Surplus.

4. Discontinued Operations - None

5. Investments

A. Mortgage Loans- None

B. Debt Restructuring- Not applicable

C. Reverse Mortgages - None

D. Loan-Backed Securities - None

E. Repurchase Agreements – None

F. Real Estate – As a result of the merger, the Company has reported values of \$1,294,411 in real estate.

NOTES TO FINANCIAL STATEMENTS

G. Investments in low-income housing tax credits (LIHTC) - None

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.

7. Investment Income

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

All investment income due and accrued on certificates of Deposit.

2. The total amount excluded was \$ 0.

8. Derivative Instruments - None

9. Income Taxes

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

	Ordinary	Capital	3/31/2010 Total	12/31/2009 Total	Change
Total gross deferred tax assets	4,713,014	0	4,713,014	4,753,615	(40,602)
Statutory valuation allowance adjustment	0	0	0	0	0
Adjusted gross deferred tax assets	4,713,014	0	4,713,014	4,753,615	(40,602)
Total gross deferred tax liabilities	0	0	0	0	0
Net deferred tax assets /(liabilities)	4,713,014	0	4,713,014	4,753,615	(40,602)
Total Deferred tax assets nonadmitted	(3,028,868)	0	(3,028,868)	(2,920,480)	(108,388)
Net admitted deferred tax assets / (liabilities)	<u>1,684,146</u>	<u>0</u>	<u>1,684,146</u>	<u>1,833,136</u>	<u>(148,990)</u>

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

	Ordinary	Capital	3/31/2010 Total	12/31/2009 Total	Change
Admitted under paragraph 10.a.	1,684,146	0	1,684,146	1,833,136	(148,990)
Admitted under paragraph 10.b.	0	0	0	0	0
Admitted under paragraph 10.c.	0	0	0	0	0
Total admitted from the use of paragraph 10.a - 10.c.	<u>1,684,146</u>	<u>0</u>	<u>1,684,146</u>	<u>1,833,136</u>	<u>(148,990)</u>
Admitted under paragraph 10.e.i.	0	0	0	0	0
Admitted under paragraph 10.e.ii.	0	0	0	0	0
Admitted under paragraph 10.e.iii.	0	0	0	0	0
Total admitted from the use of paragraph 10.e.	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total admitted adjusted gross deferred tax assets	<u>1,684,146</u>	<u>0</u>	<u>1,684,146</u>	<u>1,833,136</u>	<u>(148,990)</u>

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

	Ordinary	Capital	3/31/2010 Total	12/31/2009 Total
Net deferred tax asset (liability)	4,713,014	0	4,713,014	4,753,615
Tax-effect of unrealized gains and losses	0	0	0	0
Net tax effect without unrealized gains and losses	<u>4,713,014</u>	<u>0</u>	<u>4,713,014</u>	<u>4,753,615</u>
Change in deferred income tax				<u>(40,602)</u>

NOTES TO FINANCIAL STATEMENTS

B. Unrecognized deferred tax liabilities

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

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

	<u>3/31/2010</u>	<u>12/31/2009</u>
Current year tax expense (benefit)	(32,722)	(1,023,535)
Federal income tax on net capital gains	0	0
Prior year adjustments	0	(79,507)
Current income taxes incurred	<u>(32,722)</u>	<u>(1,103,042)</u>

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

	<u>3/31/2010</u>	<u>12/31/2009</u>	<u>Change</u>
Deferred tax assets:			
Unearned Premium Reserve	3,219,526	3,375,915	(156,389)
Loss Reserve Discounting	94,194	77,001	17,193
Fixed Assets	353,642	473,188	(119,546)
Unrealized <Gains> Losses	0	0	0
Intangible Assets	5,971	20,569	(14,598)
Net Operating Loss Carryforwards	0	0	0
Nonadmitted asset	1,124,252	902,718	221,534
Other	0	0	0
Valuation Allowance	0	0	0
Total adjusted gross deferred tax assets	<u>4,797,584</u>	<u>4,849,391</u>	<u>(51,807)</u>
Nonadmitted deferred tax assets	(3,028,868)	(2,920,480)	(108,388)
Admitted deferred tax assets	<u>1,768,716</u>	<u>1,928,911</u>	<u>(160,195)</u>
Deferred tax liabilities:			
Unrealized <Gains> Losses	0	0	0
Intangible Assets	0	0	0
Title Plant	0	(968)	968
Accruals	(84,522)	(94,807)	10,285
Other	(49)	0	(49)
Total deferred tax liabilities	<u>(84,571)</u>	<u>(95,775)</u>	<u>11,205</u>
Net admitted deferred tax asset (liability)	<u>1,684,146</u>	<u>1,833,136</u>	<u>(148,990)</u>

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:

	<u>3/31/2010</u>	<u>12/31/2009</u>
Current income taxes incurred	(32,722)	(1,103,042)
Change in deferred income tax (without tax on unrealized gains and losses)	40,602	584,976
Total income tax reported	<u>7,880</u>	<u>(518,066)</u>
Income before taxes	(599,484)	251,330
Expected Income tax expense (benefit) at 35% statutory rate	<u>35%</u>	<u>35%</u>
	(209,819)	87,965
Increase (decrease) in actual tax reported resulting from:		
a. Dividends received deduction	0	(10,773)
b. Nondeductible expenses for meals, penalties, and lobbying	96,513	603,620

NOTES TO FINANCIAL STATEMENTS

c. Tax-exempt income	(42,504)	(246,849)
d. Deferred tax benefit on nonadmitted assets	163,690	762,404
e. Federal income taxes on capital gains	0	0
f. Change in statutory valuation adjustment	0	0
g. Recovered federal income taxes	0	(1,486,800)
g. Other	0	(227,634)
Total income tax reported	7,880	(518,066)
	(0)	0

E. Operating loss carryforward

(1) As of December 31, 2009, there are no operating loss or tax credit carryforwards available for tax purposes.

(2) The amount of Federal income taxes incurred that are available for recoupment in the event of future net operating losses are:

2008	\$ -0-
2009	\$463,265

F. Consolidated federal income tax return

(1) The Company's federal income tax return is consolidated with: Stewart Information Services Corporation

(2) The method of allocation is detailed in the Sixth Restated Federal Income Tax Return Settlement Agreement dated November 25, 2009. Such Agreement was filed with the New York Insurance Department.

10. Information Concerning Parent, Subsidiaries and Affiliates

Amounts due from and amounts payable to related parties at March 31, 2010 is \$72,012 and \$714,257 - respectively. The terms of the settlement require that these amounts are settled within 30 or 60 days.

On February 3, 2006, the Company owned 100% interest in Monroe Title Insurance Corporation, whose carrying value exceeded 10% of the admitted assets of the Company. On May 12, 2009, Monroe Title Insurance Corporation merged into Stewart Title Insurance Company.

The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated companies during the statement period.

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

11. Debt - None

12. Retirement Plans, Deferred Compensation, Post employment 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 three months 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.

At March 31, 2010 plan assets totaled \$10,603,874 including vested benefits of \$10,586,714.

C. None

D. None

NOTES TO FINANCIAL STATEMENTS

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

1. The Company has 100,000 shares of common stock authorized, issued and outstanding. The par value per share is \$2.

The company has 90,000 shares of Class B common stock authorized issued and outstanding. The par value per share is \$10.

2. Preferred Stock - None

3. Under New York law, the company cannot pay a dividend to shareholders in excess of certain limits without the approval from the New York State Insurance Commissioner. The company shall not declare or pay any cash or property dividend to shareholders which, together with all such dividends declared or paid by it during the next preceding twelve months, exceeds 10% of its then outstanding capital shares unless, after deducting such dividends, it has surplus to policyholders at least equal to 50% of its reinsurance reserve (statutory premium reserve) or a surplus at least equal to 50% of the minimum capital required of such insurer to transact the business of title insurance, whichever shall be greater. In addition, dividends may be paid only out of earned surplus, surplus not attributable to contributions made to surplus within five years next proceeding or to appreciation in value of investments not sold or otherwise disposed of. Surplus as regards policyholders as of March 31, 2010 was \$30,347,501.

4 - 8 Not Applicable

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

a. Unrealized gains and losses -	\$ (7,116)
b. Nonadmitted assets values -	\$ 4,891,344
c. Separate account business -	\$ -0-
d. Asset valuation reserve -	\$ -0-
e. Provision for reinsurance	\$ -0-

10- 12 The Company has no surplus notes or quasi-reorganizations.

14. A. Contingent Commitments – None
 B. Assessments - None
 C. Gain Contingencies - None
 D. All other Contingencies - None

15. Leases

The Company is obligated under various noncancelable leases (with initial or remaining lease terms in excess of one year). The future minimum lease payments under such leases are (in thousands):

Year ending December 31:	<u>Amount</u>
2011	629
2012	339
2013	330
2014	291
<u>2015</u>	<u>194</u>
	\$1,783

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. Other Items -

- A. On May 12, 2009, Monroe Title Insurance Company, a wholly-owned subsidiary, merged into Stewart Title Insurance Company.
 B. None
 C. The company holds \$56,079,153 at March 31, 2010 in segregated escrow bank accounts pending the closing of real estate transactions. This results in a contingent liability to the

NOTES TO FINANCIAL STATEMENTS

Company. These accounts are excluded from the financial statements of admitted assets, liabilities and surplus as regard to policyholders.

D. - H - Not applicable

I Subprime Mortgage Related Risk Exposure – We have reviewed our investment portfolio as of March 31, 2010 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. In addition, for quarter ended March 31, 2010, we have not recorded any material other –than –temporary impairments of our investments.

21. Events Subsequent - None

22. Reinsurance

(A) Unsecured Reinsurance Recoverable - None

(B) Reinsurance Recoverable in Dispute - None

(C) Reinsurance Assumed and Ceded - Not applicable

(D) Uncollectible Reinsurance - None

(E) Commutation of Ceded Reinsurance - None

(F) Retroactive Reinsurance - None

23. Retrospectively Rated Contracts- None

24. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years has increased by 1,553,289 from 8,776,862 in 2009 to 10,330,151 as a result of reestimation of unpaid losses and loss adjustment expenses. This decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

25. Intercompany Pooling Arrangements - None

26. Structured Settlements - None

27. Supplemental Reserve - The Company does not use discounting in the calculation of its 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 [] No [X]

2.2 If yes, date of change: _____

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

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] 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. _____ 12/31/2008 _____

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. _____ 12/31/2003 _____

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). _____ 12/20/2004 _____

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

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

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

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

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

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

GENERAL INTERROGATORIES

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

.....

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

Yes [] No [X]

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

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

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, 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:

\$ _____ 454

INVESTMENT

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

Yes [] No [X]

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

.....

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

\$ _____

GENERAL INTERROGATORIES

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

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

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$ _____	\$ _____
14.22 Preferred Stock	\$ _____	\$ _____
14.23 Common Stock	\$ _____	\$ _____
14.24 Short-Term Investments	\$ _____	\$ _____
14.25 Mortgage Loans on Real Estate	\$ _____	\$ _____
14.26 All Other	\$ <u>137,472</u>	\$ <u>130,357</u>
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$ <u>137,472</u>	\$ <u>130,357</u>
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$ _____	\$ _____

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

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

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

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

1 Name of Custodian(s)	2 Custodian Address
.....
.....

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)
State Street Bank	1200 Crown Colony Drive Quincy, MA 02169	Ongoing 12/31/08 examination discovered lacking covenants. Amended agreement in process.

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
No. 106975	Vaughan Nelson Investment Management	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 [] N/A [X]
 If yes, attach an explanation.

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

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

3.2 If yes, give full and complete information thereto:

.....

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

4.2 If yes, complete the following schedule:

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

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

5.11 Bonds	\$ <u>38,474,390</u>
5.12 Short-term investments	\$ _____
5.13 Mortgages	\$ _____
5.14 Cash	\$ <u>307,122</u>
5.15 Other admissible invested assets	\$ _____
5.16 Total	\$ <u>38,781,512</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>56,079,153</u>
These funds consist of:	
5.22 In cash on deposit	\$ <u>56,079,153</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	Location	Is Insurer Authorized? (Yes or No)
<div style="font-size: 48px; 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
1. Alabama	AL	N					
2. Alaska	AK	N					
3. Arizona	AZ	N					
4. Arkansas	AR	N					
5. California	CA	L				15,000	
6. Colorado	CO	N					
7. Connecticut	CT	N					
8. Delaware	DE	N					
9. District of Columbia	DC	N					
10. Florida	FL	N					
11. Georgia	GA	N					
12. Hawaii	HI	N					
13. Idaho	ID	N					
14. Illinois	IL	N					
15. Indiana	IN	N					
16. Iowa	IA	N					
17. Kansas	KS	N					
18. Kentucky	KY	N					
19. Louisiana	LA	N					
20. Maine	ME	N					
21. Maryland	MD	N					
22. Massachusetts	MA	N					
23. Michigan	MI	N					
24. Minnesota	MN	N					
25. Mississippi	MS	N					
26. Missouri	MO	N					
27. Montana	MT	N					
28. Nebraska	NE	N					
29. Nevada	NV	N					
30. New Hampshire	NH	N					
31. New Jersey	NJ	N					
32. New Mexico	NM	N					
33. New York	NY	L	26,741,442	24,177,468	1,381,436	3,288,181	10,315,151
34. North Carolina	NC	N					
35. North Dakota	ND	N					
36. Ohio	OH	N					
37. Oklahoma	OK	N					
38. Oregon	OR	N					
39. Pennsylvania	PA	N					
40. Rhode Island	RI	N					
41. South Carolina	SC	N					
42. South Dakota	SD	N					
43. Tennessee	TN	N					
44. Texas	TX	N					
45. Utah	UT	N					
46. Vermont	VT	N					
47. Virginia	VA	N					
48. Washington	WA	N					
49. West Virginia	WV	N					
50. Wisconsin	WI	N					
51. Wyoming	WY	N					
52. American Samoa	AS	N					
53. Guam	GU	N					
54. Puerto Rico	PR	N					
55. U.S. Virgin Islands	VI	N					
56. Northern Mariana Islands	MP	N					
57. Canada	CN	N					
58. Aggregate Other Alien	OT	X X X					
59. Totals	(a) 2		26,741,442	24,177,468	1,381,436	3,288,181	10,330,151
							12,487,212

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

(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**

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Company Name
0000		00000	DE	74-1677330	Stewart Information Services Corporation-SISCO
0340	Stewart	50121	TX	74-0924290	Stewart Title Guaranty Company-STG(SISCO)
0340	Stewart	50156	IL	34-0805709	National Land Title Insurance Company-NLTIC(STG)
0340	Stewart	50725	AR	71-0560086	Arkansas Title Insurance Company(NLTIC)
0340	Stewart	51420	NY	76-0233294	Stewart Title Insurance Company-STIC(STG)
0340	Stewart	50036	OR	91-1800766	Stewart Title Insurance Co. of Oregon(STG)
0340	Stewart	32336	VT	03-0311175	Title Reinsurance Company(STG)
0000		00000	MX	AA-2734105	Stewart Title Guaranty De Mexico(STG)
0000		00000	EN	AA-1124112	Stewart Title Limited (United Kingdom)(STG)
0000		00000	TX	74-0923770	Stewart Title Co. of Galveston-STC(STG)
0000		00000	OK	73-1093494	Stewart Abstract of Oklahoma(STC)
0000		00000	NM	85-0446018	Stewart Title LLC(STC)
0000		00000	DE	76-0570062	Electronic Closing Services, Inc. (STC)
0000		00000	AZ	86-0223200	Stewart Title & Trust of Phoenix(STC)
0000		00000	CA	95-4607898	Stewart Title of California (STC)
0000		00000	CA	77-0354503	Asset Preservation, Inc.(STC)
0000		00000	TX	74-2823956	Gracy Title(STC)
0000		00000	FL	59-3138251	Tampa Cypress Partners(STC)
0000		00000	NV	20-8217543	Stewart Title Nevada Holdings, Inc.(STC)
0000		00000	PL	99-9999999	Stewart International Spolka Z Organizona(STC)
0000		00000	TX	76-0450977	Stewart Lender Services(STC)
0000		00000	TX	20-5764898	Property Information Corporation
0000		00000	TX	47-0941826	Home Retention Services, Inc.
0000		00000	CO	84-1517419	Stewart Water Information, LLC(STC)
0000		00000	TX	27-1283880	Startex Title Company, LLC (STC)
0000		00000	UT	46-0467452	Bonneville Superior Title Co. (STC)
0000		00000	VG	98-0371673	Stewart Latin America, Inc.(STC)

PART 1 – LOSS EXPERIENCE

	Current Year to Date				5 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Written	2 Other Income (Page 4, Lines 1.2 + 1.3 + 2)	3 Direct Losses Incurred	4 Direct Loss Percentage Cols. 3 / (1 + 2)	
1. Direct operations	7,236,320	2,348,743	120,419	1.30	0.80
2. Agency operations:					
2.1 Non-affiliated agency operations	19,452,098	7,740	3,093,733	15.90	12.60
2.2 Affiliated agency operations	53,024		50,846	95.90	-4.00
3. Totals	26,741,442	2,356,483	3,264,998	11.20	9.40

PART 2 – DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Direct operations	7,236,320	7,236,320	4,167,716
2. Agency operations:			
2.1 Non-affiliated agency operations	19,452,098	19,452,098	19,618,197
2.2 Affiliated agency operations	53,024	53,024	391,555
3. Totals	26,741,442	26,741,442	24,177,468

OVERFLOW PAGE FOR WRITE-INS

Page 2 - Continuation

	Current Year			Prior Year
	1	2	3	4
REMAINING WRITE-INS AGGREGATED AT LINE 24 FOR OTHER THAN INVESTED ASSETS	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
2404. Goodwill	104,964		104,964	107,775
2405. Agreements	87,150	87,150		
2406. Accounts Receivable				
2497. Totals (Lines 2401 through 2496) (Page 2, Line 2498)	192,114	87,150	104,964	107,775

SCHEDULE A - VERIFICATION**Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	1,310,347	1,334,578
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation	15,936	24,231
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)	1,294,411	1,310,347
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	1,294,411	1,310,347

SCHEDULE B - VERIFICATION**Mortgage Loans**

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

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	137,472	244,893
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	(7,116)	92,493
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		199,914
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	130,356	137,472
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	130,356	137,472

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	63,119,059	64,872,590
2. Cost of bonds and stocks acquired	7,557,202	35,214,478
3. Accrual of discount	1,832	19,360
4. Unrealized valuation increase (decrease)		48,027
5. Total gain (loss) on disposals	169,014	2,585,733
6. Deduct consideration for bonds and stocks disposed of	6,770,869	38,558,124
7. Deduct amortization of premium	214,914	591,128
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		471,877
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	63,861,324	63,119,059
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	63,861,324	63,119,059

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)	56,998,064	6,459,992	5,551,778	(193,649)	57,712,629			56,998,064
2. Class 2 (a)	6,120,994	1,097,210	1,050,077	(19,432)	6,148,695			6,120,994
3. Class 3 (a)								
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)								
7. Total Bonds	63,119,058	7,557,202	6,601,855	(213,081)	63,861,324			63,119,058
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	63,119,058	7,557,202	6,601,855	(213,081)	63,861,324			63,119,058

(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

- NONE Schedule DA - Part 1 and Verification**
- 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**
- NONE Schedule A - Part 2 and 3**
- NONE Schedule B - Part 2 and 3**
- NONE Schedule BA - Part 2 and 3**

SCHEDULE D - PART 3

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

1 CUSIP Ident- ification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
14040E-HG-0	Capital One Bank USA NA Co:1 Lot:1		03/10/2010	Morgan Stanley		438,884	400,000.00	6,644	2FE
14040E-HG-0	Capital One Bank USA NA Co:1 Lot:2		03/10/2010	Morgan Stanley		658,326	600,000.00	9,967	2FE
12572Q-AA-3	CME GROUP INC Co:1 Lot:2		01/06/2010	Jefferies		1,468,746	1,350,000.00	32,400	1FE
36962G-4C-5	General Electric Cap Co:1 Lot:1		03/03/2010	JP Morgan		1,100,620	1,000,000.00	18,847	1FE
36962G-4C-5	General Electric Cap Co:1 Lot:2		03/03/2010	JP Morgan		1,601,402	1,455,000.00	27,423	1FE
59018Y-J6-9	MERRILL LYNCH & CO Co:1 Lot:3		03/04/2010	Citigroup		129,744	125,000.00	244	1FE
90331H-KP-7	US BANK NA Co:1 Lot:1		02/10/2010	JP Morgan		863,792	800,000.00	11,660	1FE
90331H-KP-7	US BANK NA Co:1 Lot:2		02/10/2010	JP Morgan		1,295,688	1,200,000.00	17,490	1FE
3899999	Total Bonds Industrial and Miscellaneous (Unaffiliated)				X X X	7,557,202	6,930,000.00	124,675	X X X
8399997	Total Bonds Part 3				X X X	7,557,202	6,930,000.00	124,675	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	7,557,202	6,930,000.00	124,675	X X X
9999999	Totals				X X X	7,557,202	X X X	124,675	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 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consid- eration	7 Par Value	8 Actual Cost	9 Prior Year Book/ Adjusted Carrying Value	10 Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	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.								
06406H-BK-4	BANK OF NEW YORK MELLON Co:1 L	02/10/2010	Jefferies			766,535	700,000.00	766,262	765,219		(1,857)		(1,857)		763,362		3,173	3,173	16,841	08/27/2013	1FE
06406H-BK-4	BANK OF NEW YORK MELLON Co:1 L	02/10/2010	Jefferies			1,095,050	1,000,000.00	1,094,660	1,093,170		(2,653)		(2,653)		1,090,517		4,533	4,533	24,059	08/27/2013	1FE
14040H-AQ-8	CAPITAL ONE FINL CORP Co:1 Lot:1	03/10/2010	Morgan Stanley			631,482	600,000.00	635,028	633,788		(3,742)		(3,742)		630,046		1,436	1,436	17,100	09/15/2011	2FE
14040H-AQ-8	CAPITAL ONE FINL CORP Co:1 Lot:2	03/10/2010	Morgan Stanley			420,988	400,000.00	423,352	422,525		(2,494)		(2,494)		420,031		957	957	11,400	09/15/2011	2FE
36962G-XS-8	General Elec Cap Corp Co:1 Lot:1	03/03/2010	JP Morgan			457,279	425,000.00	453,322	432,851		(609)		(609)		432,242		25,037	25,037	14,080	02/15/2012	1FE
36962G-XS-8	General Elec Cap Corp Co:1 Lot:2	03/03/2010	JP Morgan			26,899	25,000.00	26,666	25,462		(36)		(36)		25,426		1,473	1,473	828	02/15/2012	1FE
36962G-XS-8	General Elec Cap Corp Co:1 Lot:3	03/03/2010	JP Morgan			511,076	475,000.00	518,049	487,002		(934)		(934)		486,068		25,008	25,008	15,736	02/15/2012	1FE
36962G-XS-8	General Elec Cap Corp Co:1 Lot:4	03/03/2010	JP Morgan			537,975	500,000.00	531,070	509,906		(769)		(769)		509,137		28,838	28,838	16,564	02/15/2012	1FE
36962G-YY-4	GENERAL ELECTRIC CAP CORP Co:1	03/03/2010	JP Morgan			812,168	750,000.00	781,755	764,810		(973)		(973)		763,837		48,331	48,331	10,375	06/15/2012	1FE
36962G-YY-4	GENERAL ELECTRIC CAP CORP Co:1	03/03/2010	JP Morgan			162,434	150,000.00	152,211	151,174		(77)		(77)		151,098		11,336	11,336	2,075	06/15/2012	1FE
7591EA-AB-9	REGIONS BANK Co:1 Lot:1	01/06/2010	Morgan Keegan			1,348,984	1,300,000.00	1,345,227	1,330,304		(212)		(212)		1,330,092		18,892	18,892	3,756	12/09/2011	1FE
3899999	Total - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	6,770,870	6,325,000.00	6,727,602	6,616,211		(14,356)		(14,356)		6,601,856		169,014	169,014	132,814	X X X	X X X
8399997	Total - Bonds - Part 4				X X X	6,770,870	6,325,000.00	6,727,602	6,616,211		(14,356)		(14,356)		6,601,856		169,014	169,014	132,814	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	6,770,870	6,325,000.00	6,727,602	6,616,211		(14,356)		(14,356)		6,601,856		169,014	169,014	132,814	X X X	X X X
9999999	Totals					6,770,870	X X X	6,727,602	6,616,211		(14,356)		(14,356)		6,601,856		169,014	169,014	132,814	X X X	X X X

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

NONE Schedule DB - Part A - Section 1

NONE Schedule DB - Part B - Section 1

NONE Schedule DB - Part D

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								
Citibank, N.A					131,412	128,697	86,747	
Citibank, N.A					934,625	879,298	576,630	
JP Morgan Chase					27,605	27,605	22,698	
JP Morgan Chase						2,000,342	27,004,898	
Citibank, N.A					1,618,664	1,030,464	1,029,456	
Citibank, N.A					15,942,462	7,608,225	6,901,489	
JP Morgan Chase					412,922	404,165	404,912	
JP Morgan Chase					6,725,083	6,711,676	6,254,505	
JP Morgan Chase					3,475,254	2,872,663	3,578,409	
JP Morgan Chase					113,601	145,830	750,305	
JP Morgan Chase					477,466	1,349,754	2,280,764	
JP Morgan Chase					4,714,937	4,321,166	4,099,510	
JP Morgan Chase					47,523	57,999	40,026	
JP Morgan Chase					479,316	304,716	304,716	
Citibank, N.A					5,496	1	1	
Citibank, N.A					3,039,710	1,434,375	170,973	
Citibank, N.A					211,765	145,236	152,318	
Citibank, N.A					1,217,137	1,102,399	648,098	
HSBC Bank, USA					144,603	121,289	514,022	
Bank of America					698,889	1,302,942	1,258,676	
0199998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X					X
0199999	Total - Segregated Funds Held for Others	X X X	X X X		40,418,470	31,948,842	56,079,153	X
Open Depositories - Section (B) - General Funds								
State Street Bank					581,474	637,338	673,099	
Citibank, N.A			2797.000		1,638,177	444,561	4,755,858	
JP Morgan Chase					1,536	1,536	1,536	
JP Morgan Chase					11,727	11,727	14,390	
HSBC Bank, USA					33,194	14,277	90,706	
HSBC Bank, USA			922.000		645,219	660,493	655,811	
0299998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X	8,383	303,490	303,490	203,490	X
0299999	Total - General Funds	X X X	X X X	8,383	3,214,817	2,073,422	6,394,890	X
Open Depositories - Section (C) - Reinsurance Reserve Funds								
0399998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	X X X	X X X					X
0399999	Total - Reinsurance Reserve Funds	X X X	X X X					X
0499999	Total - Open Depositories	X X X	X X X	8,383	43,633,287	34,022,264	62,474,043	X
Suspended Depositories - Section (A) - Seg. Funds Held for Others								
0599998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X					X
0599999	Total - Segregated Funds Held for Others	X X X	X X X					X
Suspended Depositories - Section (B) - General Funds								
0699998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X					X
0699999	Total - General Funds	X X X	X X X					X
Suspended Depositories - Section (C) - Reinsurance Reserve Funds								
0799998	Deposits in () depositories which do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	X X X	X X X					X
0799999	Total - Reinsurance Reserve Funds	X X X	X X X					X
0899999	Total Suspended Depositories	X X X	X X X					X
0999999	Total Cash on Deposit	X X X	X X X	8,383	43,633,287	34,022,264	62,474,043	X
1099999	Cash in Company's Office	X X X	X X X	X X X	6,500	6,500	6,500	X
1199999	Total Cash	X X X	X X X	8,383	43,639,787	34,028,764	62,480,543	X

NONE Schedule E - Part 2