

**ANNUAL STATEMENT**

**OF THE**

**STEWART**

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**TITLE INSURANCE COMPANY**

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**OF OREGON**

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**of** \_\_\_\_\_

**in the state of** \_\_\_\_\_

**OREGON**

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**TO THE**

**Insurance Department**

**OF THE**

**FOR THE YEAR ENDED**

**December 31, 2009**

**TITLE**

**2009**

# ANNUAL STATEMENT



50036200920100100

For the Year Ended December 31, 2009  
OF THE CONDITION AND AFFAIRS OF THE

## Stewart Title Insurance Company of Oregon

NAIC Group Code 0340 0340 NAIC Company Code 50036 Employer's ID Number 91-1800766  
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated/Organized: April 3, 1997 Commenced Business: July 29, 1997

Statutory Home Office: 2020 SW 4th Street Suite 190, Portland, OR 97201  
(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 77252-2029  
(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 713-625-8037  
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address: N/A

Statutory Statement Contact: Sharon Hollis 713-625-8040  
(Name) (Area Code) (Telephone Number) (Extension)  
shollis@stewart.com 713-629-2330  
(E-Mail Address) (Fax Number)

### OFFICERS

	Name	Title
1.	<u>John B. Mitchell</u>	<u>President</u>
2.	<u>Denise Carraux</u>	<u>Asst. Secretary</u>
3.	<u>Ken Anderson Jr.</u>	<u>Secretary-Treasurer</u>

### VICE-PRESIDENTS

Name	Title	Name	Title
<u>Alison R. Evers</u>	<u>Vice President</u>	<u>Linda Kay Stoddard</u>	<u>Vice President</u>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

### DIRECTORS OR TRUSTEES

<u>Stewart Morris Jr.</u>	<u>Michael B. Skalka</u>	<u>Robert P. Oakland</u>	<u>John B. Mitchell</u>
<u>Linda Kay Stoddard</u>	<u>Mark E. Pillette</u>	<u>Ronald C. Allen</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.

_____ (Signature) <u>Alison R. Evers</u> (Printed Name) 1. Vice-President (Title)	_____ (Signature) <u>Denise Carraux</u> (Printed Name) 2. Asst. Secretary (Title)	_____ (Signature) <u>Ken Anderson, Jr.</u> (Printed Name) 3. Secretary-Treasurer (Title)
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Subscribed and sworn to (or affirmed) before me on this \_\_\_\_\_ day of \_\_\_\_\_, 2010, by

- 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 Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	4,805,433		4,805,433	3,583,826
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ 0 encumbrances)				
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 436,952, Schedule E - Part 1), cash equivalents (\$ 0, Schedule E - Part 2), and short-term investments (\$ 3,699, Schedule DA)	440,651		440,651	1,693,260
6. Contract loans (including \$ 0 premium notes)				
7. Other invested assets (Schedule BA)				
8. Receivables for securities				
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	5,246,084		5,246,084	5,277,086
11. Title plants less \$ 0 charged off (for Title insurers only)	27,096		27,096	27,096
12. Investment income due and accrued	20,637	572	20,065	36,543
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	11,580	9,630	1,950	112,425
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)				
13.3 Accrued retrospective premiums				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers				
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts				
15. Amounts receivable relating to uninsured plans				
16.1 Current federal and foreign income tax recoverable and interest thereon				
16.2 Net deferred tax asset	120,452	109,084	11,368	17,779
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software				
19. Furniture and equipment, including health care delivery assets (\$ 0)				
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	31,102		31,102	
22. Health care (\$ 0) and other amounts receivable				
23. Aggregate write-ins for other than invested assets				
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	5,456,951	119,286	5,337,665	5,470,929
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	5,456,951	119,286	5,337,665	5,470,929

DETAILS OF WRITE-IN LINES				
0901. ....				
0902. ....				
0903. ....				
0998. Summary of remaining write-ins for Line 09 from overflow page				
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)				
2301. ....				
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)				

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Year	Prior Year
1. Known claims reserve (Part 2B, Line 3, Col. 4)		
2. Statutory premium reserve (Part 1B, Line 2.5, Col. 1)	1,790,522	2,270,576
3. Aggregate of other reserves required by law		
4. Supplemental reserve (Part 2B, Col. 4, Line 12)		
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)	1,290	28
7. Taxes, licenses and fees (excluding federal and foreign income taxes)		
8.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	136,797	81,411
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	2,875	11,635
19. Payable for securities		
20. Aggregate write-ins for other liabilities	160	77,455
21. Total liabilities (Lines 1 through 20)	1,931,644	2,441,105
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	500,000	500,000
24. Preferred capital stock		
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	2,544,359	2,544,359
28. Unassigned funds (surplus)	361,662	(14,535)
29. Less treasury stock, at cost:		
29.1 0 shares common (value included in Line 23 \$ 0)		
29.2 0 shares preferred (value included in Line 24 \$ 0)		
30. Surplus as regards policyholders (Lines 22 to 28 less 29) (Page 4, Line 32)	3,406,021	3,029,824
31. Totals (Page 2, Line 26, Col. 3)	5,337,665	5,470,929

DETAILS OF WRITE-INS		
0301. ....		
0302. ....		
0303. ....		
0398. Summary of remaining write-ins for Line 03 from overflow page		
0399. Totals (Lines 0301 through 0303 plus 0398) (Line 03 above)		
2001. Reinsurance Payable to Parent	160	77,455
2002. ....		
2003. ....		
2098. Summary of remaining write-ins for Line 20 from overflow page		
2099. Totals (Lines 2001 through 2003 plus 2098) (Line 20 above)	160	77,455
2201. ....		
2202. ....		
2203. ....		
2298. Summary of remaining write-ins for Line 22 from overflow page		
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)		
2501. ....		
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)		

## OPERATIONS AND INVESTMENT EXHIBIT

STATEMENT OF INCOME	1 Current Year	2 Prior Year
<b>OPERATING INCOME</b>		
1. Title insurance and related income (Part 1):		
1.1 Title insurance premiums earned (Part 1B, Line 3, Col.1)	1,312,152	8,487,004
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)		
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)		
2. Aggregate write-ins for other operating income		
3. Total Operating Income (Lines 1 through 2)	1,312,152	8,487,004
<b>DEDUCT:</b>		
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)	945,050	8,513,681
6. Aggregate write-ins for other operating deductions		
7. Total Operating Deductions	945,050	8,513,681
8. Net operating gain or (loss) (Lines 3 minus 7)	367,102	(26,677)
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	102,060	172,925
10. Net realized capital gains (losses) less capital gains tax of \$ 0 (Exhibit of Capital Gains (Losses))		285
11. Net investment gain (loss) (Lines 9 + 10)	102,060	173,210
<b>OTHER INCOME</b>		
12. Aggregate write-ins for miscellaneous income or (loss)		9,999
13. Net income, after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12)	469,162	156,532
14. Federal and foreign income taxes incurred	98,703	81,411
15. Net income (Lines 13 minus 14)	370,459	75,121
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)	3,029,824	2,873,991
17. Net income (from Line 15)	370,459	75,121
18. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0		
19. Change in net unrealized foreign exchange capital gain (loss)		
20. Change in net deferred income taxes	(27,410)	(12,259)
21. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)	33,148	(15,868)
22. Change in provision for unauthorized reinsurance (Page 3, Line 15, Cols. 2 minus 1)		
23. Change in supplemental reserves (Page 3, Line 4, Cols. 2 minus 1)		
24. Change in surplus notes		
25. Cumulative effect of changes in accounting principles		
26. Capital Changes:		
26.1 Paid in		
26.2 Transferred from surplus (Stock Dividend)		
26.3 Transferred to surplus		
27. Surplus Adjustments:		
27.1 Paid in		
27.2 Transferred to capital (Stock Dividend)		
27.3 Transferred from capital		
28. Dividends to stockholders		
29. Change in treasury stock (Page 3, Lines (29.1) and (29.2), Cols. 2 minus 1)		
30. Aggregate write-ins for gains and losses in surplus		108,839
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)	376,197	155,833
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)	3,406,021	3,029,824

DETAILS OF WRITE-IN LINES		
0201. ....		
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)		
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. Realized gain on other assets		9,999
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)		9,999
3001. Prior period adjustment to Statutory Premium Reserves		108,839
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)		108,839

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance	870,797	8,624,329
2. Net investment income	134,781	177,268
3. Miscellaneous income		
4. Total (Lines 1 through 3)	1,005,578	8,801,597
5. Benefit and loss related payments		
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	952,548	8,530,739
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	43,317	93,173
10. Total (Lines 5 through 9)	995,865	8,623,912
11. Net cash from operations (Line 4 minus Line 10)	9,713	177,685
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	1,725,000	2,507,197
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		10,000
12.6 Net gains (or losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	1,725,000	2,517,197
13. Cost of investments acquired (long-term only):		
13.1 Bonds	2,956,220	2,540,591
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	2,956,220	2,540,591
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(1,231,220)	(23,394)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(31,102)	
17. Net cash from financing and miscellaneous sources (Lines 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	(31,102)	
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(1,252,609)	154,291
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,693,260	1,538,969
19.2 End of year (Line 18 plus Line 19.1)	440,651	1,693,260

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

20.0001		
20.0002		
20.0003		

## OPERATIONS AND INVESTMENT EXHIBIT

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

	1  Direct Operations	Agency Operations		4  Current Year Total (Cols. 1 + 2 + 3)	5  Prior Year Total
		2  Non-Affiliated Agency Operations	3  Affiliated Agency Operations		
1. Direct premiums written		884,361		884,361	9,140,011
2. Escrow and settlement service charges		X X X	X X X		
3. Other title fees and service charges (Part 1C, Line 5)		X X X	X X X		
4. Totals (Lines 1 + 2 + 3)		884,361		884,361	9,140,011

### PART 1B – PREMIUMS EARNED EXHIBIT

	1  Current Year	2  Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	884,361	9,140,011
1.2 Assumed		
1.3 Ceded	52,263	548,368
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	832,098	8,591,643
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	2,270,576	2,274,776
2.2 Additions during the current year	61,905	639,801
2.3 Withdrawals during the current year	541,959	535,162
2.4 Other adjustments to statutory premium reserves		(108,839)
2.5 Balance at December 31 current year	1,790,522	2,270,576
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	1,312,152	8,487,004

### PART 1C – OTHER TITLE FEES AND SERVICE CHARGES

	1  Current Year	2  Prior Year
1. Title examinations	<b>NONE</b>	
2. Searches and abstracts		
3. Surveys		
4. Aggregate write-ins for service charges		
5. Totals		

DETAILS OF WRITE-IN LINES			
0401.	<b>NONE</b>		
0402.			
0403.			
0498. Summary of remaining write-ins for Line 04 from overflow page			
0499. Total (Lines 0401 through 0403 plus 0498) (Line 04 above)			

## OPERATIONS AND INVESTMENT EXHIBIT

### PART 2A – LOSSES PAID AND INCURRED

	1  Direct Operations	Agency Operations		4  Total Current Year  (Cols. 1 + 2 + 3)	5  Total Prior Year
		2  Non-Affiliated Agency Operations	3  Affiliated Agency Operations		
1. Losses and allocated loss adjustment expenses paid - direct business, less salvage	0	173,064	0	173,064	165,785
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage	0	0	0	0	0
3. Total (Line 1 plus Line 2)	0	173,064	0	173,064	165,785
4. Deduct: Recovered during year from reinsurance	0	173,064	0	173,064	165,785
5. Net payments (Line 3 minus Line 4)	0	0	0	0	0
6. Known claims reserve – current year (Page 3, Line 1, Column 1)	0	0	0	0	0
7. Known claims reserve – prior year (Page 3, Line 1, Column 2)	0	0	0	0	0
8. Losses and allocated Loss Adjustment Expenses incurred (Line 5 plus Line 6 minus Line 7)	0	0	0	0	0
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5)	0	0	0	0	0
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9)	0	0	0	0	0



## OPERATIONS AND INVESTMENT EXHIBIT

### PART 2B – UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

	1 Direct Operations	Agency Operations		4 Total Current Year (Cols. 1 + 2 + 3)	5 Total Prior Year
		2 Non-Affiliated Agency Operations	3 Affiliated Agency Operations		
1. Loss and allocated LAE reserve for title and other losses of which notice has been received:					
1.1 Direct (Schedule P, Part 1, Line 12, Col. 17)	0	1,184,813	0	1,184,813	108,668
1.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 18)	0	0	0	0	0
2. Deduct reinsurance recoverable from authorized and unauthorized companies (Schedule P, Part 1, Line 12, Col. 19)	0	1,184,813	0	1,184,813	108,668
3. Known claims reserve (Line 1.1 plus Line 1.2 minus Line 2)	0	0	0	0	0
4. Incurred But Not Reported:					
4.1 Direct (Schedule P, Part 1, Line 12, Col. 20)	0	905,000	0	905,000	1,116,000
4.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 21)	0	0	0	0	0
4.3 Reinsurance ceded (Schedule P, Part 1, Line 12, Col. 22)	0	905,000	0	905,000	1,116,000
4.4 Net incurred but not reported	0	0	0	0	0
5. Unallocated LAE reserve (Schedule P, Part 1, Line 12, Col. 23)	X X X	X X X	X X X	0	X X X
6. Less discount for time value of money, if allowed (Sch. P, Part 1, Line 12, Col. 33)	X X X	X X X	X X X	0	X X X
7. Total Schedule P reserves (Lines 3 + 4.4 + 5 - 6) (Sch. P, Part 1, Line 12, Col. 35)	X X X	X X X	X X X	0	X X X
8. Statutory premium reserve at year end	X X X	X X X	X X X	1,790,522	X X X
9. Aggregate of other reserves required by law	X X X	X X X	X X X	0	X X X
10. Gross supplemental reserve (a) (Lines 7 - (3 + 8 + 9))	X X X	X X X	X X X	0	X X X
11. Unrecognized Schedule P transition obligation	X X X	X X X	X X X	0	X X X
12. Net recognized supplemental reserve (Lines 10 - 11)	X X X	X X X	X X X	0	X X X

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

## OPERATIONS AND INVESTMENT EXHIBIT PART 3 – EXPENSES

	Title and Escrow Operating Expenses				5 Unallocated Loss Adjustment Expenses	6 Other Operations	7 Investment Expenses	Totals	
	1 Direct Operations	Agency Operations		4 Total (Cols. 1 + 2 + 3)				8 Current Year (Cols. 4 + 5 + 6 + 7)	9 Prior Year
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations						
1. Personnel costs:									
1.1 Salaries	243	48,349		48,592				48,592	186,835
1.2 Employee relations and welfare	1	239		240				240	569
1.3 Payroll taxes	15	3,021		3,036				3,036	11,934
1.4 Other personnel costs		36		36				36	558
1.5 Total personnel costs	259	51,645		51,904				51,904	199,896
2. Amounts paid to or retained by title agents		797,255		797,255				797,255	8,226,064
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts									
3.2 Surveys									
3.3 Other		31		31				31	
4. Advertising									1,581
5. Boards, bureaus and associations	2	314		316				316	1,771
6. Title plant rent and maintenance	6	1,268		1,274				1,274	1,414
7. Claim adjustment services									
8. Amounts charged off, net of recoveries		666		666				666	248
9. Marketing and promotional expenses	1	159		160				160	2,631
10. Insurance	13	2,658		2,671				2,671	2,331
11. Directors' fees									
12. Travel and travel items	9	1,811		1,820				1,820	12,056
13. Rent and rent items	42	8,262		8,304				8,304	14,793
14. Equipment	24	4,819		4,843				4,843	11,856
15. Cost or depreciation of EDP equipment and software									
16. Printing, stationery, books and periodicals	14	2,744		2,758				2,758	4,808
17. Postage, telephone, messengers and express	5	1,095		1,100				1,100	2,048
18. Legal and auditing	221	43,881		44,102				44,102	11,410
19. Totals (Lines 1.5 to 18)	596	916,608		917,204				917,204	8,492,907
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes									10
20.2 Insurance department licenses and fees	27,846			27,846				27,846	20,672
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)									
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)	27,846			27,846				27,846	20,682
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for miscellaneous expenses						4,794		4,794	4,727
24. Total expenses incurred (Lines 19 + 20.5 + 21 + 22 + 23)	28,442	916,608		945,050		4,794	(a)	949,844	8,518,316
25. Less unpaid expenses - current year	21	4,143		4,164				4,164	11,663
26. Add unpaid expenses - prior year	58	11,605		11,663				11,663	29,721
27. TOTAL EXPENSES PAID (Lines 24 - 25 + 26)	28,479	924,070		952,549				957,343	8,536,374

DETAILS OF WRITE-IN LINES									
2301. Miscellaneous Expense									92
2302. Investment Fees							4,794	4,794	4,635
2303.									
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)							4,794	4,794	4,727

(a) Includes management fees of \$ 42,163 to affiliates and \$ 0 to non-affiliates.

## OPERATIONS AND INVESTMENT EXHIBIT

### PART 4 – NET OPERATING GAIN/LOSS EXHIBIT

	1	Agency Operations		4	5	Totals	
		2	3			6	7
	Direct Operations	Non-affiliated Agency Operations	Affiliated Agency Operations	Total (Cols. 1 + 2 + 3)	Other Operations	Current Year (Cols. 4 + 5)	Prior Year
1. Title insurance and related income (Part 1):							
1.1 Title insurance premiums earned (Part 1B, Line 3, Col. 1)		1,312,152		1,312,152		1,312,152	8,487,004
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)							
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)							
2. Aggregate write-ins for other operating income							
3. Total Operating Income (Lines 1.1 through 1.3 + 2)		1,312,152		1,312,152		1,312,152	8,487,004
DEDUCT:							
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)							
5. Operating expenses incurred (Part 3, Line 24, Cols. 1 to 3 + 6)	28,442	916,608		945,050		945,050	8,513,681
6. Aggregate write-ins for other operating deductions							
7. Total Operating Deductions (Lines 4 + 5 + 6)	28,442	916,608		945,050		945,050	8,513,681
8. Net operating gain or (loss) (Lines 3 minus 7)	(28,442)	395,544		367,102		367,102	(26,677)

10

DETAILS OF WRITE-IN LINES							
0201.							
0202.							
0203.							
0298. Summary of remaining write-ins for Line 02 from overflow page							
0299. Total (Lines 0201 through 0203 plus 0298) (Line 02 above)							
0601.							
0602.							
0603.							
0698. Summary of remaining write-ins for Line 06 from overflow page							
0699. Total (Lines 0601 through 0603 plus 0698) (Line 06 above)							

### EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 108,872	92,393
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a)	
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 21,090	14,461
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	129,962	106,854
11. Investment expenses		(g) 4,794
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		4,794
17. Net investment income (Line 10 minus Line 16)		102,060

DETAILS OF WRITE-IN LINES			
0901.	<b>NONE</b>		
0902.			
0903.			
0998. Summary of remaining write-ins for Line 09 from overflow page			
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 09 above)			
1501.	<b>NONE</b>		
1502.			
1503.			
1598. Summary of remaining write-ins for Line 15 from overflow page			
1599. Totals (Lines 1501 through 1503) plus 1598 (Line 15 above)			

- (a) Includes \$ 7,280 accrual of discount less \$ 16,893 amortization of premium and less \$ 40,081 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

### EXHIBIT OF CAPITAL GAINS (LOSSES)

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

DETAILS OF WRITE-IN LINES					
0901.	<b>NONE</b>				
0902.					
0903.					
0998. Summary of remaining write-ins for Line 09 from overflow page					
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 09 above)					

## EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2), and short-term investments (Schedule DA)			
6. Contract loans			
7. Other invested assets (Schedule BA)			
8. Receivables for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Lines 1 to 9)			
11. Title plants (for Title insurers only)			
12. Investment income due and accrued	572	7,202	6,630
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	9,630	15,149	5,519
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
13.3 Accrued retrospective premiums			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset	109,084	130,083	20,999
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets			
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivables from parent, subsidiaries and affiliates			
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets			
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	119,286	152,434	33,148
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Lines 24 and 25)	119,286	152,434	33,148

DETAILS OF WRITE-IN LINES			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 09 from overflow page			
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)			
2301.			
2302.			
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)			

## NOTES TO FINANCIAL STATEMENTS

### 1. Accounting Practices

- A. The financial statements of Stewart Title Insurance Company of Oregon are presented on the basis of accounting practices prescribed or permitted by the Oregon Department of Consumer & Business Services.

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

	<u>12/31/2009</u>	<u>12/31/2008</u>
Net Income, Oregon State Basis	370,459	75,121
State Prescribed Practices	0	0
State Permitted Practices:	0	0
Net Income, NAIC SAP	370,459	75,121
Statutory Surplus, Oregon State Basis	3,406,021	3,029,824
State Permitted Practices:		
Statutory Surplus, NAIC SAP	3,406,021	3,029,824

- 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 has a reinsurance agreement with its parent company, Stewart Title Guaranty Company, whereby all transactions from dollar one are reinsured by way of an Assumption Certificate Endorsement. Reinsurance in excess of \$25 Million shall be evidenced by a separate reinsurance agreement. Statutory Premium Reserves (SPR) are established to protect title insurance contract holders in the event of insolvency or dissolution of a title insurer. SPR is computed based on Oregon Revised Statute 733.090. Expenses incurred in connection with issuing the policies are charged to operations as an expense retained by agents.

The company uses the following accounting policies:

- 1) Short Term investments are stated at cost.
  - 2) Bonds not backed by any other loans are stated at amortized costs using the effective yield interest method.
2. Accounting Changes and Corrections of Errors - None
  3. Business Combinations and Goodwill - Not Applicable
  4. Discontinued Operations - Not Applicable
  5. Investments – The Company does not invest at this time in any type of assets except U.S. Government bonds and U.S. agency bonds.
  6. Joint Ventures, Partnerships and Limited Liability Companies - None
  7. Investment Income
    1. Due and accrued income is excluded from surplus on the following basis:
 

All investment income due and accrued with amounts that are over 90 days past due and all interest accrued on certificates of deposit.
    2. The total amount excluded was \$572

## NOTES TO FINANCIAL STATEMENTS

### 8. Derivative Instruments – None

### 9. Income Taxes

The Company has elected to admit deferred tax assets pursuant to paragraph of SSAP 10R for the current reporting period.

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

	Ordinary	Capital	2009 Total	2008 Total	Change
Total gross deferred tax assets	120,452	0	120,452	147,862	(27,410)
Statutory valuation allowance adjustment	0	0	0	0	0
Adjusted gross deferred tax assets	120,452	0	120,452	147,862	(27,410)
Total gross deferred tax liabilities	0	0	0	0	0
Net deferred tax assets /(liabilities)	120,452	0	120,452	147,862	(27,410)
Total Deferred tax assets nonadmitted	(109,084)	0	(109,084)	(130,083)	20,999
Net admitted deferred tax assets / (liabilities)	11,368	0	11,368	17,779	(6,411)

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

	Ordinary	Capital	2009 Total	2008 Total	Change
Admitted under paragraph 10.a.	11,368	0	11,368	17,779	(6,411)
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.	11,368	0	11,368	17,779	(6,411)
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.	0	0	0	0	0
Total admitted adjusted gross deferred tax assets	11,368	0	11,368	17,779	(6,411)

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

	Ordinary	Capital	2009 Total	2008 Total	
Net deferred tax asset (liability)	120,452	0	120,452	147,862	
Tax-effect of unrealized gains and losses	0	0	0	0	
Net tax effect without unrealized gains and losses	120,452	0	120,452	147,862	
Change in deferred income tax				(27,410)	

#### 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:

	2009	2008
Current year tax expense (benefit)	136,797	80,621
Tax credits	0	0
Prior year adjustments	(38,094)	790
Current income taxes incurred	98,703	81,411

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

	2009	2008	Change
Deferred tax assets:			
Unearned Premium Reserve	120,452	147,862	(27,410)
Loss Reserve Discounting	0	0	0
Salvage & Subrogation	0	0	0
Provision for reinsurance	0	0	0
Unrealized <Gains> Losses	0	0	0
Pending Litigation Payable	0	0	0
Nonadmitted asset	0	0	0
Other	0	0	0
Total adjusted gross deferred tax assets	120,452	147,862	(27,410)
Nonadmitted deferred tax assets	(109,084)	(130,083)	20,999
Admitted deferred tax assets	11,368	17,779	(6,411)
Deferred tax liabilities:			
Investments	0	0	0
Unrealized <Gains> Losses	0	0	0
Provision for reinsurance	0	0	0
Other	0	0	0
Total deferred tax liabilities	0	0	0
Net admitted deferred tax asset (liability)	11,368	17,779	(6,411)

## NOTES TO FINANCIAL STATEMENTS

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

	2009	2008
Current income taxes incurred	98,703	81,411
Change in deferred income tax (without tax on unrealized gains and losses)	27,410	12,259
Total income tax reported	126,113	93,670
Income before taxes	469,161	156,532
Expected Income tax expense (benefit) at 35% statutory rate	164,206	54,786
Increase (decrease) in actual tax reported resulting from:		
a. Dividends received deduction	0	0
b. Nondeductible expenses for meals, penalties, and lobbying	0	0
c. Tax-exempt income	0	0
d. Deferred tax benefit on nonadmitted assets	0	0
e. Change in statutory valuation adjustment	0	0
f. Other	(38,094)	38,884
Total income tax reported	126,112	93,670
	(1)	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 losses are:

2008	\$	80,621
2007	\$	85,398

F. Consolidated federal income tax

- (1.) The Company's federal income tax return is consolidated with the following entities: Stewart Information Services Corporation, Ortem Investments, Inc., Stewart Title Guaranty Company and subsidiaries.
- (2.) The method of allocation is detailed in the Restated Federal Income Tax Return Settlement Agreement dated November 25, 2009. Such Agreement was filed with the Texas Insurance Commissioner on December 7, 2009, under Holding Company Section # 38223.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. None
- B. None
- C. None
- D. Amounts due from and amounts payable to parent company, Stewart Title Guaranty Company and other related parties at December 31, 2009 are \$31,102 and \$3,035, respectively. The terms of the settlement require that these amounts are settled by the 15<sup>th</sup> of the following month.
- E. None
- F. The Company receives management services from its parent, Stewart Title Guaranty, pursuant to Management Agreement, dated January 1, 1997. Such Agreement was filed with the Insurance Division of the Department of Commerce and Business Services during the year 1997.

The Company has entered into a service agreement with PropertyInfo Corporation, formerly Ultima Corporation, for certain computer and software services as described in the Service Agreement dated August 1, 2005. Such Agreement was filed with the Oregon Insurance Division on July 28, 2005. The Agreement was amended on October 23, 2007.

The Company has entered into a service agreement with Stewart Transaction Solutions – Northwest for technology support services as described in the Service Agreement dated June 20, 2007. Such Agreement was filed with the Oregon Insurance Division on June 4, 2007.

The Company has entered into a service agreement with The Abstract and Title Company for title plant support services as described in the Service Agreement dated July 1, 2009. Such Agreement was filed with the Oregon Insurance Division on August 27, 2009.

- G. All outstanding shares of the company are owned by the Stewart Title Guaranty Company, an insurance company domiciled in the state of Texas.
- H. Not Applicable



## NOTES TO FINANCIAL STATEMENTS

- I. Not Applicable
- J. Not Applicable
11. Debt - None
12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and other Post-retirement Benefit Plans - Not Applicable
13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations.
1. The Company has 10,000,000 shares of common stock authorized, 500,000 issued and outstanding. The par value per share is \$ 1.
- Dividend Restrictions: A domestic insurer shall not pay an extraordinary dividend or make any other extraordinary distribution to shareholders without prior approval of the director. An extraordinary dividend or distribution includes any dividend or distribution of cash or other property whose fair market value, together with that of other dividends or distribution made within the period for 12 consecutive months ending on the date on which the proposed dividend or other distribution is scheduled to be paid or made, exceeds the greater of (1): Ten percent of the combined capital and surplus of the insurer as of the 31<sup>st</sup> day of December immediately preceding; or (2) Net income for the 12-month period ending on the 31<sup>st</sup> day of December immediately preceding. Dividends may only be paid from earned surplus (excluding unrealized capital gains or reevaluation of assets) unless the director approves prior to payment.
- 2-8 Not Applicable
9. The portion of unassigned funds (surplus) represented or reduced by each of the following items:
- |                                     |           |
|-------------------------------------|-----------|
| a. Unrealized gains and losses - \$ | -0-       |
| b. Nonadmitted assets values - \$   | (119,286) |
| 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. Contingencies
- A. Contingent Commitments - None
- B. Assessments - None
- C. Gain Contingencies - None
- D. Claim related extra contractual and bad faith stemming from lawsuits - None
- E. All other contingencies - None
15. Leases - None
16. Financial Instruments with Off-Balance Sheet Risk - None
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities
- A. Transfers of Receivables Reported as Sales – None
- B. Transfer and Servicing of Financial Assets – None
- C. Wash Sales – 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. None
- B. None
- C. None
- D – I None

## NOTES TO FINANCIAL STATEMENTS

### 21. Events Subsequent

1) The Company has moved all their business to Stewart Title Guaranty Company, our parent, in anticipation of a proposed merger into our parent.

2)

	Net admitted assets reported as of 12/31/2009	Adjustments			Adjusted value of remaining 12/31/2009 as of 01/31/2010
		January 2010 activity			
		Sales	Realized Gain/(Loss)	Unrealized Gain/(Loss)	
Bonds	4,805,433	0	0	0	4,805,433
Stocks					
Preferred	0	0	0	0	0
Common	0	0	0	0	0
Mortgage Loans	0	0	0	0	0
Other invested assets	0	0	0	0	0
	<u>4,805,433</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,805,433</u>
		(1)	(2)		

Total Capital and Surplus reported on annual statement. (Health: page 3, line 31; P & C: page 3, line 35; Life: page 3, line 38; Title: page 3, line 30) (3) 3,406,021

Change in 12/31/09 surplus as a result of realized and unrealized gains/(losses) occurring January 2010 related to assets owned as of 12/31/09. ((1) + (2)) (4) 0

Total Capital and Surplus restated for investment fluctuations during January 2010 related to assets owned as of 12/31/09. ((3) + (4)) 3,406,021

Percentage change in 12/31/09 surplus resulting from January 2010 realized and unrealized gains/losses on assets owned as of 12/31/09. ((4) / (3)) 0.00%

### 22. 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

23. Retrospectively Rated Contracts – Not applicable.

24. Change in Incurred Losses and Loss Adjustment Expenses - Not applicable

25. Intercompany Pooling Arrangements - None

26. Structured Settlements – None

27. Supplemental Reserve – The Company does not use discounting in the calculation of its supplemental reserves.

# GENERAL INTERROGATORIES

## PART 1 – COMMON INTERROGATORIES

### GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes  No
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes  No  N/A
- 1.3 State Regulating? OREGON
- 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
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2007
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 09/09/2008
- 3.4 By what department or departments?  
 Oregon Department of Consumer and Business Services  
 .....  
 .....  
 .....
- 3.5 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
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes  No  N/A
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes  No
- 4.12 renewals? Yes  No
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes  No
- 4.22 renewals? Yes  No
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes  No
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
	00000	
	00000	
	00000	

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

## GENERAL INTERROGATORIES

6.2 If yes, give full information:

.....  
 .....  
 .....

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [ ] No [X]

7.2 If yes,

7.21 State the percentage of foreign control.

\_\_\_\_\_

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....	.....

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [ ] No [X]

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

.....  
 .....  
 .....

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

Yes [ ] No [X]

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

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

KPMG, LLP, 700 Louisiana Street, Houston, Texas 77002

.....  
 .....

10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Paul J. Struzzierrri, FCAS of Milliman USA, 1325 Franklin Ave., Garden City, New York 11530 No affiliation

.....  
 .....

11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [ ] No [X]

11.11 Name of real estate holding company

\_\_\_\_\_

11.12 Number of parcels involved

0

11.13 Total book/adjusted carrying value

\$ \_\_\_\_\_ 0

11.2 If yes, provide explanation:

.....  
 .....  
 .....

## GENERAL INTERROGATORIES

**12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

.....  
 .....  
 .....

12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [ ] No [X]

12.3 Have there been any changes made to any of the trust indentures during the year?

Yes [ ] No [X]

12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes?

Yes [ ] No [ ] N/A [X]

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

- 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 [ ]

13.11 If the response to 13.1 is no, please explain:

.....  
 .....  
 .....

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

Yes [ ] No [X]

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

.....  
 .....  
 .....

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

Yes [ ] No [X]

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

.....  
 .....  
 .....

## BOARD OF DIRECTORS

14. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof?

Yes [X] No [ ]

15. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?

Yes [X] No [ ]

16. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person?

Yes [X] No [ ]

## FINANCIAL

17. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?

Yes [ ] No [X]

18.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

18.11 To directors or other officers	\$	0
18.12 To stockholders not officers	\$	0
18.13 Trustees, supreme or grand (Fraternal only)	\$	0

## GENERAL INTERROGATORIES

- 18.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- |  |   |    |   |
|--|---|----|---|
|  | 18.21 To directors or other officers              | \$ | 0 |
|  | 18.22 To stockholders not officers                | \$ | 0 |
|  | 18.23 Trustees, supreme or grand (Fraternal only) | \$ | 0 |
- 19.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes  No
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- |  |                            |    |   |
|--|----------------------------|----|---|
|  | 19.21 Rented from others   | \$ | 0 |
|  | 19.22 Borrowed from others | \$ | 0 |
|  | 19.23 Leased from others   | \$ | 0 |
|  | 19.24 Other                | \$ | 0 |
- 20.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes  No
- 20.2 If answer is yes:
- |  |  |    |   |
|--|--|----|---|
|  | 20.21 Amount paid as losses or risk adjustment | \$ | 0 |
|  | 20.22 Amount paid as expenses                  | \$ | 0 |
|  | 20.23 Other amounts paid                       | \$ | 0 |
- 21.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes  No
- 21.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 31,102

## INVESTMENT

- 22.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 22.3) Yes  No
- 22.2 If no, give full and complete information relating thereto:  
 Held by U.S. Bank for safekeeping  
 .....  
 .....  
 .....
- 22.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 16 where this information is also provided)  
 .....  
 .....  
 .....
- 22.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes  No  N/A
- 22.5 If answer to 22.4 is yes, report amount of collateral. \$ 0
- 22.6 If answer to 22.4 is no, report amount of collateral. \$ 0
- 23.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 19.1 and 22.3.) Yes  No
- 23.2 If yes, state the amount thereof at December 31 of the current year:
- |  |  |    |   |
|--|--|----|---|
|  | 23.21 Subject to repurchase agreements                 | \$ | 0 |
|  | 23.22 Subject to reverse repurchase agreements         | \$ | 0 |
|  | 23.23 Subject to dollar repurchase agreements          | \$ | 0 |
|  | 23.24 Subject to reverse dollar repurchase agreements  | \$ | 0 |
|  | 23.25 Pledged as collateral                            | \$ | 0 |
|  | 23.26 Placed under option agreements                   | \$ | 0 |
|  | 23.27 Letter stock or securities restricted as to sale | \$ | 0 |
|  | 23.28 On deposit with state or other regulatory body   | \$ | 0 |
|  | 23.29 Other  | \$ | 0 |

## GENERAL INTERROGATORIES

23.3 For category (23.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		0
		0
		0

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

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

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

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

26. 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

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

1 Name of Custodian(s)	2 Custodian's Address
U.S. National Bank Association	P.O. Box A-16745, Minneapolis, MN 55480

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

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

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

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

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

26.05 Identify all investment advisors, 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 Number(s)	2 Name(s)	3 Address
106975	Vaughan Nelson Scarborough	600 Travis Street, Suite 6300, Houston, TX 77002
000000	Michael B. Skalka	1980 Post Oak Boulevard, Houston TX 77056
000000	John B. Mitchell	2020 S.W. 4th Avenue, Portland, OR 97201
000000	Robert P. Oakland	18000 International Blvd., Sea Tac, WA 98188

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

## GENERAL INTERROGATORIES

27.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....	.....	0
.....	.....	0
.....	.....	0
<b>27.2999 TOTAL</b>		<b>0</b>

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....	.....	0	.....
.....	.....	0	.....
.....	.....	0	.....

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
28.1 Bonds	4,805,433	4,832,352	26,919
28.2 Preferred stocks	0	0	0
28.3 Totals	4,805,433	4,832,352	26,919

28.4 Describe the sources or methods utilized in determining the fair values:

Fair values for bonds were obtained from our investment advisors, Vaughan Nelson Scarborough who use an outside pricing service, Bloomberg  
 .....  
 .....

29.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes  No

29.2 If yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes  No

29.3 If no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
 .....  
 .....  
 .....

30.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes  No

30.2 If no, list exceptions:  
 .....  
 .....

### OTHER

31.1 Amount of payments to Trade associations, service organizations and statistical or Rating Bureaus, if any? \$ 21,100



## GENERAL INTERROGATORIES

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

1 Name	2 Amount Paid
Oregon Title Insurance Rating Organization	21,100
.....	0
.....	0

32.1 Amount of payments for legal expenses, if any? \$ 31,725

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

1 Name	2 Amount Paid
Schwabe Williamson & Wyatt, PC	31,725
.....	0
.....	0

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

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

1 Name	2 Amount Paid
.....	0
.....	0
.....	0

## GENERAL INTERROGATORIES

### PART 2 – TITLE INTERROGATORIES

1. Did any persons while an officer, director, trustee, or employee receive directly or indirectly, during the period covered by this statement, any compensation in addition to his/her regular compensation on account of the reinsurance transactions of the reporting entity? Yes [ ] No [X]
2. Largest net aggregate amount insured in any one risk. \$ \_\_\_\_\_ 0
- 3.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk or portion thereof, reinsured? Yes [ ] No [X]
- 3.2 If yes, give full information  
 .....  
 .....  
 .....
4. If the reporting entity has assumed risk from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [ ] No [X]
- 5.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? Yes [ ] No [X]
- 5.2 If yes, give full information  
 .....  
 .....  
 .....
6. Uncompleted building construction loans:
- |                               |  |            |
|-------------------------------|--|------------|
| 6.1 Amount already loaned     |  | \$ _____ 0 |
| 6.2 Balance to be advanced    |  | \$ _____ 0 |
| 6.3 Total amount to be loaned |  | \$ _____ 0 |
- 7.1 Does the reporting entity issue bonds secured by certificates of participation in building construction loans prior to the completion of the buildings? Yes [ ] No [X]
- 7.2 If yes, give total amount of such bonds or certificates of participation issued and outstanding. \$ \_\_\_\_\_ 0
8. What is the aggregate amount of mortgage loans owned by the reporting entity that consist of co-ordinate interest in first liens? \$ \_\_\_\_\_ 0
- 9.1 Reporting entity assets listed on Page 2 include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserves:
- |                                       |  |                    |
|---------------------------------------|--|--------------------|
| 9.11 Bonds                            |  | \$ _____ 1,793,169 |
| 9.12 Short-term investments           |  | \$ _____ 0         |
| 9.13 Mortgages                        |  | \$ _____ 0         |
| 9.14 Cash                             |  | \$ _____ 0         |
| 9.15 Other admissible invested assets |  | \$ _____ 0         |
| 9.16 Total                            |  | \$ _____ 1,793,169 |
- 9.2 List below segregate funds held for others by the reporting entity, set apart in special accounts and excluded from entity assets and liabilities. (These funds are also included in Schedule E – Part 1D Summary, and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers).
- |   |  |            |
|---|--|------------|
| 9.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of: |  | \$ _____ 0 |
| These funds consist of:   |  |            |
| 9.22 In cash on deposit   |  | \$ _____ 0 |
| 9.23 Other forms of security  |  | \$ _____ 0 |

**FIVE – YEAR HISTORICAL DATA**

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

	1	2	3	4	5
	2009	2008	2007	2006	2005
<b>Source of Direct Title Premiums Written (Part 1A)</b>					
1. Direct operations (Part 1A, Line 1, Col. 1)			567,888		
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)	884,361	9,140,011	10,237,613	10,647,009	10,723,385
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)					
4. Total	884,361	9,140,011	10,805,501	10,647,009	10,723,385
<b>Operating Income Summary (Page 4 &amp; Part 1)</b>					
5. Premiums earned (Part 1B, Line 3)	1,312,152	8,487,004	9,836,516	9,698,609	9,697,656
6. Escrow and settlement service charges (Part 1A, Line 2)					
7. Title examinations (Part 1C, Line 1)					
8. Searches and abstracts (Part 1C, Line 2)					
9. Surveys (Part 1C, Line 3)					
10. Aggregate write-ins for service charges (Part 1C, Line 4)					
11. Aggregate write-ins for other operating income (Page 4, Line 2)					
12. Total operating income (Page 4, Line 3)	1,312,152	8,487,004	9,836,516	9,698,609	9,697,656
<b>Statement of Income (Page 4)</b>					
13. Net operating gain or (loss) (Line 8)	367,102	(26,677)	36,707	(113,078)	(170,732)
14. Net investment gain or (loss) (Line 11)	102,060	173,210	175,981	133,573	88,331
15. Total other income (Line 12)		9,999			
16. Federal and foreign income taxes incurred (Line 14)	98,703	81,411	85,398	7,775	(1,716)
17. Net income (Line 15)	370,459	75,121	127,290	12,720	(80,685)
<b>Balance Sheet (Pages 2 and 3)</b>					
18. Title insurance premiums and fees receivable (Page 2, Line 13, Col. 3)	1,950	112,425	117,002	88,951	106,759
19. Total admitted assets excluding segregated accounts (Page 2, Line 24, Col. 3)	5,337,665	5,470,929	5,308,129	4,726,660	4,301,802
20. Known claims reserve (Page 3, Line 1)					
21. Statutory premium reserve (Page 3, Line 2)	1,790,522	2,270,576	2,274,776	1,977,281	1,668,097
22. Total liabilities (Page 3, Line 21)	1,931,644	2,441,105	2,434,138	2,119,279	1,801,393
23. Capital paid up (Page 3, Lines 23 + 24)	500,000	500,000	500,000	500,000	500,000
24. Surplus as regards policyholders (Page 3, Line 30)	3,406,021	3,029,824	2,873,991	2,607,381	2,500,409
<b>Cash Flow (Page 5)</b>					
25. Net cash from operations (Line 11)	9,713	177,685	496,235	339,611	430,857
<b>Percentage Distribution of Cash, Cash-Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 10, Col. 3) x 100.0</b>					
26. Bonds (Line 1)	91.6	67.9	69.8	59.6	55.3
27. Stocks (Lines 2.1 & 2.2)					
28. Mortgage loans on real estate (Line 3.1 and 3.2)					
29. Real estate (Lines 4.1, 4.2 & 4.3)					
30. Cash, cash equivalents and short-term investments (Line 5)	8.4	32.1	30.2	40.4	44.7
31. Contract loans (Line 6)					
32. Other invested assets (Line 7)					
33. Receivable for securities (Line 8)					
34. Aggregate write-ins for invested assets (Line 9)					
35. Subtotals cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
36. Affiliated bonds (Sch. D Summary, Line 12, Col. 1)					
37. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)					
38. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)					
39. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
40. Affiliated mortgage loans on real estate					
41. All other affiliated					
42. Total of above Lines 36 to 41					
43. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 42 above divided by Page 3, Line 30, Col. 1 x 100.0)					

## FIVE – YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2009	2008	2007	2006	2005
<b>Capital and Surplus Accounts (Page 4)</b>					
44. Net unrealized capital gains or (losses) (Line 18)					
45. Change in nonadmitted assets (Line 21)	33,148	(15,868)	29,153	(8,608)	108,744
46. Dividends to stockholders (Line 28)					
47. Change in surplus as regards policyholders for the year (Line 31)	376,197	155,833	266,610	106,972	455,184
<b>Losses Paid and Incurred (Part 2A)</b>					
48. Net payments (Line 5, Col. 4)					
49. Losses and allocated LAE incurred (Line 8, Col. 4)					
50. Unallocated LAE incurred (Line 9, Col. 4)					
51. Losses and loss adjustment expenses incurred (Line 10, Col. 4)					
<b>Operating Expenses to Total Operating Income (Part 3)(%)</b> (Line item divided by Page 4, Line 3 x 100.0)					
52. Personnel costs (Part 3, Line 1.5, Col. 4)	4.0	2.4	1.5	1.4	1.2
53. Amounts paid to or retained by title agents (Part 3, Line 2, Col. 4)	60.7	96.9	93.7	98.8	99.5
54. All other operating expenses (Part 3, Lines 24 minus 1.5 minus 2, Col. 4)	7.3	1.0	4.4	1.0	1.1
55. Total (Lines 52 to 54)	72.0	100.3	99.6	101.2	101.8
<b>Operating Percentages (Page 4)</b> (Line item divided by Page 4, Line 3 x 100.0)					
56. Losses and loss adjustment expenses incurred (Line 4)					
57. Operating expenses incurred (Line 5)	72.0	100.3	99.6	101.2	101.8
58. Aggregate write-ins for other operating deductions (Line 6)					
59. Total operating deductions (Line 7)	72.0	100.3	99.6	101.2	101.8
60. Net operating gain or (loss) (Line 8)	28.0	(0.3)	0.4	(1.2)	(1.8)
<b>Other Percentages</b> (Line item divided by Part 1B, Line 1.4 x 100.0)					
61. Losses and loss expenses incurred to net premiums written (Page 4, Line 4)					
62. Operating expenses incurred to net premiums written (Page 4, Line 5)	113.6	99.1	96.7	98.0	97.9

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [ ] No [ X ]

If no, please explain:

Not applicable

.....  
 .....  
 .....

**NONE    Schedule E - Part 1A**

**NONE    Schedule E - Part 1B**

**NONE    Schedule E - Part 1C**

**SCHEDULE E – PART 1D – SUMMARY**

<b>Segregated Funds Held for Others</b>			
Type	1 Non-Interest Earning	2 Interest Earning	3 Total (Cols. 1 + 2)
1. Open depositories	0	0	0
2. Suspended depositories	0	0	0
3. Total segregated cash funds held for others (General Interrogatories-Part 2, Line 9.22)	0	0	0
4. Other forms of security held for others (General Interrogatories-Part 2, Line 9.23)	0	0	0
5. Total all segregated funds held for others (General Interrogatories-Part 2, Line 9.21)	0	0	0
<b>Company Funds on Hand and on Deposit</b>			
<b>General Funds</b>			
6. Open depositories			436,752
7. Suspended depositories			0
8. Total general funds			436,752
<b>Reinsurance Reserve Funds</b>			
9. Open depositories			0
10. Suspended depositories			0
11. Total reinsurance reserve funds			0
<b>Total Company Funds</b>			
12. Open depositories			436,752
13. Suspended depositories			0
14. Total company funds on deposit (Lines 8 & 11)			436,752
15. Company funds on hand			200
16. Total company funds on hand and on deposit			436,952

**SCHEDULE E – PART 1E – SUMMARY OF INTEREST EARNED**

Interest Earned On	1 Interest Earned By Company	2 Average Monthly Balance of Non-Earning Deposits	3 Average Monthly Balance of Earning Deposits
<b>Segregated Funds Held for Others</b>			
17. Open depositories	0	0	0
18. Suspended depositories	0	0	0
19. Total segregated funds held for others	0	0	0
<b>Company Funds on Deposit</b>			
20. Open depositories	12,907	380,270	458,333
21. Suspended depositories	0	0	0
22. Total company funds on deposit	12,907	380,270	458,333
<b>Total All Funds on Deposit</b>			
23. Open depositories	12,907	380,270	458,333
24. Suspended depositories	0	0	0
25. Total all funds on deposit	12,907	380,270	458,333

## SCHEDULE E - PART 1F - FUNDS ON DEPOSIT - INTERROGATORIES

1. Does the reporting entity require, at least annually, letters of representation from its directors and officers concerning conflicts of interest in relation to:
- 1.1 The supply of goods or paid provision of personal services to a reporting entity depository listed in Schedule E – Part 1, or its parent, subsidiaries, or any of its affiliates? Yes  No
  
  - 1.2 Real estate agreements, including, but not limited to lease, rental, mortgage, or purchase agreements with the reporting entity depository listed in Schedule E – Part 1, or its parent, subsidiaries, or any of its affiliates? Yes  No
  
  - 2.1 Is the reporting entity aware of any real estate agreements, including, but not limited to lease, rental, mortgage, or purchase agreements, existing between the reporting entity, its Parent, Subsidiaries, or any of its Affiliates, and any depository listed in Schedule E – Part 1, or its parent, subsidiaries or any of its affiliates? Yes  No
  
  - 2.2 If yes, give details below.  
.....  
.....  
.....  
.....  
.....  
.....
3. Does the reporting entity maintain sufficient records of funds held as escrow or security deposits and reported in Exhibit Capital Gains (Losses) and Schedule E – Part 1A that will enable it to identify the funds on an individual basis? Yes  No

### SCHEDULE F – PART 1

Assumed Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domiciliary Jurisdiction	5 Reinsurance Assumed Liability	6 Assumed Premiums Received	7 Reinsurance Payable on Paid Losses and Loss Adjustment Expenses	8 Reinsurance Payable on Known Case Losses and LAE Reserves	9 Assumed Premiums Receivable	10 Funds Held by or Deposited With Reinsured Companies	11 Letters of Credit Posted	12 Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit	13 Amount of Assets Pledged or Collateral Held in Trust
<b>NONE</b>												
9999999	Totals											



## SCHEDULE F – PART 2

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Ceded Liability	7 Ceded Reinsurance Premiums Paid	8 Reinsurance Recoverable on Paid Losses and Loss Adjustment Expenses	9 Reinsurance Recoverable on Known Case Losses and LAE Reserves	Reinsurance Payable		12 Net Amount Recoverable From Reinsurers (Cols. 8 + 9 – 10 - 11)	13 Funds Held by Company Under Reinsurance Treaties
									10 Ceded Balances Payable	11 Other Amounts Due to Reinsurers		
74-0924290	50121	Stewart Title Guaranty Company	TX		232,006	52		1,185			1,185	
0299999	Total Authorized - Affiliates - U.S. Non-Pool				232,006	52		1,185			1,185	
0499999	Total Authorized - Affiliates				232,006	52		1,185			1,185	
9999999	Totals				232,006	52		1,185			1,185	

**NONE    Schedule F - Part 3**

### SCHEDULE H - PART 1

Showing All Title Plants Owned at December 31 of Current Year and Basis of Valuation

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Acquired	6 Actual Cost	7 Book Value	8 Book Value Valuation Basis (a)	9 Increase by Adjustment in Book Value	10 Decrease by Adjustment in Book Value
		3 From	4 To						
28	Wholly Owned	01/03/1978	12/31/2009	09/10/1999	27,096	27,096	Construction costs		
9999999 Totals						27,096	27,096	X X X	

26

(a) If the basis is other than cost, provide explanation to reason for deviating from the cost basis: .....

## SCHEDULE H - PART 2

Showing All Title Plants Acquired During the Year

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Acquired	6 How Acquired	7 Name of Seller	8 Acquisition/ Construction Cost to Company During Year	9 Book Value at December 31 of Current Year	10 Percentage Ownership as of December 31	11 Title Plant Not 100% Owned (Does Company Participate in Maintenance Cost? Yes or No)
		3 From	4 To							
<b>NONE</b>										
999999 Totals									X X X	X X X

### SCHEDULE H - PART 3

Showing All Title Plants Sold or Otherwise Disposed of During the Year

1 Permanent Identification Number	2 Form of Ownership	Title Plant Covering Period		5 Date Sold	6 Name of Purchaser	7 Cost to Company	8 Increase by Adjustment in Book Value During Year	9 Decrease by Adjustment in Book Value During Year	10 Book Value at Date of Sale	11 Consideration	12 Profit and (Losses) on Sale	
		3 From	4 To									
<b>NONE</b>												
9999999 Totals												

28

### SCHEDULE H – VERIFICATION BETWEEN YEARS

1. Book value, December 31, prior year	27,096	5. Decrease by adjustment in book value:	
2. Increase by adjustment in book value:		5.1 Totals, Part 1, Col. 10	
2.1 Totals, Part 1, Col. 9		5.2 Totals, Part 3, Col. 9	
2.2 Totals, Part 3, Col. 8		6. Consideration received on sales, Part 3, Col. 11	
3. Cost of acquisition, Part 2, Col. 8		7. Net profit (loss) on sales, Part 3, Col. 12	
4. Totals	27,096	8. Book value, December 31, current year	27,096

## SCHEDULE H - PART 4

Showing Total Title Assets Held Directly or by Subsidiaries

Type of Title Plant Ownership	1 Title Plant Value Current Year	2 Title Plant Value Prior Year
1. Direct investment in title plant assets	27,096	27,096
2. Title plant assets held by subsidiaries (proportionate to ownership)		
3. Total (Line 1 plus Line 2)	27,096	27,096

## SCHEDULE P – PART 1 – SUMMARY

(\$000 omitted)

Years in Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments					
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments		
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded
1. Prior	X X X	7,108			548	6,560	24		24	83		83
2. 2000	647	2,617			96	2,521	73		73	203		203
3. 2001	1,022	4,473			268	4,205	15		15	25		25
4. 2002	1,641	7,329			449	6,880	22		22	17		17
5. 2003	2,464	11,065			664	10,401	15		15	2		2
6. 2004	2,113	9,241			554	8,687	16		16	1		1
7. 2005	2,631	10,723			643	10,080	53		53	8		8
8. 2006	3,361	10,647			639	10,008	204		204	91		91
9. 2007	3,589	10,805			671	10,134	69		69	1		1
10. 2008	3,082	9,140			548	8,592	75		75	3		3
11. 2009	232	884			52	832						
12. Totals	X X X	84,032			5,132	78,900	566		566	434		434

	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid
					Known Claim Reserves			IBNR Reserves			
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded	
1. Prior				8				18		18	
2. 2000				6	1		1	11		11	
3. 2001				6				20		20	
4. 2002				7				33		33	
5. 2003				4				60		60	
6. 2004				4				74		74	
7. 2005				6	43		43	112		112	
8. 2006				11	119		119	126		126	
9. 2007				7	25		25	224		224	
10. 2008				5	997		997	203		203	
11. 2009								24		24	
12. Totals				64	1,185		1,185	905		905	

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 of Coverage ((Cols. 29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col. 6)				
1. Prior			125		125		1.759	X X X				
2. 2000		1	288		288		11.005					
3. 2001			60		60		1.341					
4. 2002			72		72		0.982					
5. 2003			77		77		0.696					
6. 2004		1	91		91		0.985					
7. 2005		2	216		216		2.014					
8. 2006		4	540		540		5.072					
9. 2007		6	319		319		2.952					
10. 2008		5	1,278		1,278		13.982					
11. 2009			24		24		2.715					
12. Totals		19	3,090		3,090		X X X	X X X	X X X		X X X	

## SCHEDULE P – PART 1A – POLICIES WRITTEN DIRECTLY

(\$000 omitted)

Years in Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments					
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments		
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded
1. Prior	X X X											
2. 2000												
3. 2001												
4. 2002												
5. 2003												
6. 2004												
7. 2005												
8. 2006												
9. 2007	696	568			61	507						
10. 2008												
11. 2009												
12. Totals	X X X	568			61	507						

Years in Which Policies Were Written	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid
					Known Claim Reserves			IBNR Reserves			
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded	
1. Prior											
2. 2000											
3. 2001											
4. 2002											
5. 2003											
6. 2004											
7. 2005											
8. 2006											
9. 2007											
10. 2008											
11. 2009											
12. Totals											

Years in Which Policies Were Written	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 of Coverage ((Cols. 29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col. 6)				
1. Prior								X X X				
2. 2000												
3. 2001												
4. 2002												
5. 2003												
6. 2004												
7. 2005												
8. 2006												
9. 2007												
10. 2008												
11. 2009												
12. Totals								X X X	X X X	X X X	X X X	



## SCHEDULE P – PART 1B – POLICIES WRITTEN THROUGH AGENTS

(\$000 omitted)

Years in Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments					
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments		
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded
1. Prior	X X X	7,108			548	6,560	24		24	83		83
2. 2000	647	2,617			96	2,521	73		73	203		203
3. 2001	1,022	4,473			268	4,205	15		15	25		25
4. 2002	1,641	7,329			449	6,880	22		22	17		17
5. 2003	2,464	11,065			664	10,401	15		15	2		2
6. 2004	2,113	9,241			554	8,687	16		16	1		1
7. 2005	2,631	10,723			643	10,080	53		53	8		8
8. 2006	3,361	10,647			639	10,008	204		204	91		91
9. 2007	2,893	10,237			610	9,627	69		69	1		1
10. 2008	3,082	9,140			548	8,592	75		75	3		3
11. 2009	232	884			52	832						
12. Totals	X X X	83,464			5,071	78,393	566		566	434		434

	13 Salvage and Subrogation Received	14 Unallocated Loss Expense Payments	15 Total Net Loss and Expense Paid (Cols. 7+8+10+11-9-12+14)	16 Number of Claims Reported (Direct)	Loss and Allocated Loss Adjustment Expenses Unpaid						23 Unallocated Loss Expense Unpaid
					Known Claim Reserves			IBNR Reserves			
					17 Direct	18 Assumed	19 Ceded	20 Direct	21 Assumed	22 Ceded	
1. Prior				8				18		18	
2. 2000				6	1		1	11		11	
3. 2001				6				20		20	
4. 2002				7				33		33	
5. 2003				4				60		60	
6. 2004				4				74		74	
7. 2005				6	43		43	112		112	
8. 2006				11	119		119	126		126	
9. 2007				7	25		25	224		224	
10. 2008				5	997		997	203		203	
11. 2009								24		24	
12. Totals				64	1,185		1,185	905		905	

	24 Total Net Loss and LAE Unpaid (Cols. 17+18+20+21-19-22+23)	25 Number of Claims Outstanding (Direct)	Losses and Allocated Loss Expenses Incurred				Loss and LAE Ratio		32 Net Loss & LAE Per \$1000 of Coverage ((Cols. 29+14+23)/Col. 1)	33 Discount For Time Value of Money	34 Inter-company Pooling Participation Percentage	35 Net Reserves After Discount (Cols. 24-33)
			26 Direct (Cols. 7+10+17+20)	27 Assumed (Cols. 8+11+18+21)	28 Ceded (Cols. 9+12+19+22)	29 Net	30 Direct Basis ((Cols. 14+23+26/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col. 6)				
1. Prior			125		125		1.759	X X X				
2. 2000		1	288		288		11.005					
3. 2001			60		60		1.341					
4. 2002			72		72		0.982					
5. 2003			77		77		0.696					
6. 2004		1	91		91		0.985					
7. 2005		2	216		216		2.014					
8. 2006		4	540		540		5.072					
9. 2007		6	319		319		3.116					
10. 2008		5	1,278		1,278		13.982					
11. 2009			24		24		2.715					
12. Totals		19	3,090		3,090		X X X	X X X	X X X		X X X	

## SCHEDULE P – PART 2

### POLICY YEAR INCURRED LOSS AND ALAE

Years in Which Policies Were Written	Incurred Losses and Allocated Expenses at Year End (\$000 OMITTED)									
	Including Known Claims and IBNR on Unreported Claims									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior										
2. 1990										
3. 1991										
4. 1992										
5. 1993										
6. 1994										
7. 1995										
8. 1996										
9. 1997										
10. 1998	1	1		1						
11. 1999	123	95	68	83	93	116	141	136	131	125
12. 2000	61	132	236	231	234	250	258	277	280	288
13. 2001	XXX	103	153	114	99	87	80	71	63	60
14. 2002	XXX	XXX	163	197	138	125	109	92	79	72
15. 2003	XXX	XXX	XXX	215	196	169	145	115	89	77
16. 2004	XXX	XXX	XXX	XXX	199	196	172	140	109	91
17. 2005	XXX	XXX	XXX	XXX	XXX	302	258	259	249	216
18. 2006	XXX	XXX	XXX	XXX	XXX	XXX	340	423	461	540
19. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	340	282	319
20. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	309	1,278
21. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24

### SCHEDULE P – PART 2A – POLICY YEAR PAID LOSS AND ALAE

Years in Which Policies Were Written	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009		
1. Prior												
2. 1990												
3. 1991												
4. 1992												
5. 1993												
6. 1994												
7. 1995												
8. 1996												
9. 1997												
10. 1998												1
11. 1999	8	8	8	16	30	67	100	105	107	107	3	3
12. 2000	2	74	177	187	193	216	231	259	263	276	3	1
13. 2001	XXX		21	33	42	40	40	40	40	40	3	3
14. 2002	XXX	XXX		63	38	39	39	39	39	39	5	1
15. 2003	XXX	XXX	XXX		22	22	20	20	16	17	3	1
16. 2004	XXX	XXX	XXX	XXX		12	21	16	16	17	2	1
17. 2005	XXX	XXX	XXX	XXX	XXX	11	22	52	56	61	4	
18. 2006	XXX	XXX	XXX	XXX	XXX	XXX	20	124	227	295	5	2
19. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6	14	70	1	
20. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	49	78		
21. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

## SCHEDULE P – PART 2B

### POLICY YEAR LOSS AND ALAE CASE BASIS RESERVES

Years in Which Policies Were Written	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior										
2. 1990										
3. 1991										
4. 1992										
5. 1993										
6. 1994										
7. 1995										
8. 1996										
9. 1997										
10. 1998										
11. 1999	6	1			20	8	7	3		
12. 2000	3	8	23	7	18	14	10		7	1
13. 2001	XXX		57	14						
14. 2002	XXX	XXX	24	7		1				
15. 2003	XXX	XXX	XXX	7	6	9	5			
16. 2004	XXX	XXX	XXX	XXX	1	1	1			
17. 2005	XXX	XXX	XXX	XXX	XXX		20		50	43
18. 2006	XXX	XXX	XXX	XXX	XXX	XXX	50	102	49	119
19. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX		2	25
20. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	997
21. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

## SCHEDULE P – PART 2C

### POLICY YEAR BULK RESERVES ON KNOWN CLAIMS

Years in Which Policies Were Written	Bulk Reserves on Known Claims at Year End (\$000 OMITTED)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior										
2. 1990										
3. 1991										
4. 1992										
5. 1993										
6. 1994										
7. 1995										
8. 1996										
9. 1997										
10. 1998										
11. 1999										
12. 2000										
13. 2001	XXX									
14. 2002	XXX	XXX								
15. 2003	XXX	XXX	XXX							
16. 2004	XXX	XXX	XXX	XXX						
17. 2005	XXX	XXX	XXX	XXX	XXX					
18. 2006	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

## SCHEDULE P – PART 2D

### POLICY YEAR IBNR RESERVES

Years in Which Policies Were Written	IBNR Reserves on Unreported Claims at Year End (\$000 OMITTED)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2009
1. Prior										
2. 1990										
3. 1991										
4. 1992										
5. 1993										
6. 1994										
7. 1995										
8. 1996										
9. 1997										
10. 1998	1	1		1						
11. 1999	109	86	60	67	43	42	34	28	24	18
12. 2000	56	50	36	37	26	20	17	18	10	11
13. 2001	X X X	103	74	67	57	48	40	31	23	20
14. 2002	X X X	X X X	139	127	100	84	70	53	40	33
15. 2003	X X X	X X X	X X X	208	168	138	120	95	72	60
16. 2004	X X X	X X X	X X X	X X X	198	183	150	124	94	74
17. 2005	X X X	X X X	X X X	X X X	X X X	291	216	207	143	112
18. 2006	X X X	X X X	X X X	X X X	X X X	X X X	270	197	185	126
19. 2007	X X X	X X X	X X X	X X X	X X X	X X X	X X X	334	266	224
20. 2008	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	259	203
21. 2009	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	24

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

Years in Which Losses Were Incurred	Losses and Allocated Expenses at Year End (\$000 OMITTED)									
	Incurred Loss and ALAE on Known Claims and Bulk Reserves on Known Claims									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior	1	1	0	0	0	0	0	0	0	0
2. 2000	18	18	19	10	10	10	10	10	10	10
3. 2001	XXX	72	76	70	70	70	70	70	66	66
4. 2002	XXX	XXX	216	172	189	206	216	231	246	253
5. 2003	XXX	XXX	XXX	82	46	46	46	40	38	38
6. 2004	XXX	XXX	XXX	XXX	56	79	78	77	74	74
7. 2005	XXX	XXX	XXX	XXX	XXX	29	21	10	11	11
8. 2006	XXX	XXX	XXX	XXX	XXX	XXX	145	206	210	302
9. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	121	113	113
10. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	167	159
11. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,157

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

Years in Which Losses Were Incurred	Cumulative Paid Losses and Allocated Expenses at Year End (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009		
1. Prior	0	0	0	0	0	0	0	0	0	0	0	0
2. 2000	10	10	10	10	10	10	10	10	10	10	0	0
3. 2001	XXX	72	76	70	70	70	70	70	66	66	2	2
4. 2002	XXX	XXX	120	166	171	192	206	231	239	252	5	3
5. 2003	XXX	XXX	XXX	53	39	40	40	40	38	38	5	1
6. 2004	XXX	XXX	XXX	XXX	35	71	70	74	74	74	3	2
7. 2005	XXX	XXX	XXX	XXX	XXX	24	21	10	11	11	3	1
8. 2006	XXX	XXX	XXX	XXX	XXX	XXX	75	116	166	197	4	2
9. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	109	113	113	5	2
10. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	109	116	2	0
11. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	122	0	0

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

Years in Which Losses Were Incurred	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior	1	1	0	0	0	0	0	0	0	0
2. 2000	8	8	8	0	0	0	0	0	0	0
3. 2001	XXX	0	0	0	0	0	0	0	0	0
4. 2002	XXX	XXX	96	6	18	14	10	0	7	1
5. 2003	XXX	XXX	XXX	29	6	6	6	0	0	0
6. 2004	XXX	XXX	XXX	XXX	21	8	8	3	0	0
7. 2005	XXX	XXX	XXX	XXX	XXX	5	0	0	0	0
8. 2006	XXX	XXX	XXX	XXX	XXX	XXX	70	90	44	105
9. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12	0	0
10. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	58	43
11. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,035

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

Years in Which Losses Were Incurred	Bulk Reserves on Known Claims at Year End (\$000 OMITTED)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
1. Prior	0	0	0	0	0	0	0	0	0	0
2. 2000	0	0	0	0	0	0	0	0	0	0
3. 2001	XXX	0	0	0	0	0	0	0	0	0
4. 2002	XXX	XXX	0	0	0	0	0	0	0	0
5. 2003	XXX	XXX	XXX	0	0	0	0	0	0	0
6. 2004	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2005	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2006	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

## SCHEDULE P INTERROGATORIES

- 1.1 Title insurance losses should include all losses on any transaction for which a title insurance premium, rate or charge was made or contemplated. Escrow losses for which the company is contractually obligated should be included. Losses arising from defalcations for which the reporting entity is contractually obligated should be included. Are the title insurance losses reported in Schedule P defined in conformance with the above definition? Yes  No
- 1.2 If not, describe the types of losses reported.
- 1.3 If the types or basis of reporting has changed over time, please explain the nature of such changes
- .....
- .....
- 2.1 Are paid loss and allocated loss adjustment expenses reduced on account of salvage or subrogation in accordance with the instructions? Yes  No
- 2.2 If not, describe the basis of reporting.
- 2.3 If the basis of reporting has changed over time, please explain the nature of such changes
- .....
- .....
- 3.1 Are sales of salvage at prices different from their book value recorded in accordance with the instructions? Yes  No
- 3.2 If not, describe the basis of reporting.
- 3.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- .....
- .....
- 4.1 Are the case basis reserves reported gross of anticipated salvage and subrogation in accordance with the instructions? Yes  No
- 4.2 If not, please explain.
- 4.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- .....
- .....
- 5.1 Do any of the reserves reported in Schedule P contain a provision for reserve discount, contingency margin, or any other element not providing for an estimation of ultimate liability? Yes  No
- 5.2 If so, please explain.
- .....
- 6.1 Does the company IBNR reserves in Schedule P reconcile to the IBNR reserves prepared on a GAAP basis? Yes  No
- 6.2 If not, please explain.
- .....
- 7.1 Are allocated loss adjustment expenses recorded in accordance with the instructions? Yes  No
- 7.2 If not, please explain which items are not in conformity.
- .....
- .....
- 7.3 If the basis of reporting has changed over time, please explain the nature of such changes.
- .....
- .....
- 8.1 The unallocated loss adjustment expenses paid during the most recent calendar year should be distributed to the various policy years in which the policy was issued as follows: (1) 10% to the most recent policy year, (2) 20% to the next most recent policy year, (3) 10% to the succeeding policy year, (4) 5% to each of the next two succeeding policy years, and (5) the balance to all policy years, including the most recent policy year, in proportion to the amount of loss payments paid for each policy year during the most recent calendar year. Are they so reported? Yes  No
- 8.2 If estimates were used prior to 1996, please explain the basis of such estimates.
- .....
- .....
9. Indicate the basis of determining claim counts:
- 9.1 Are policies having multiple claims shown in Schedule P as a single claim? Yes  No
- 9.2 Are claims closed without payment removed from the claim count? Yes  No
- 9.3 If the definition of claim count has changed over time, please explain the nature of such changes.
- .....
- .....
- 10.1 Have there been any portfolio reinsurance transfers or other accounting conventions that have caused a mismatch of premiums, other income, loss or ALAE? Yes  No
- 10.2 If so, please explain.
- .....
- 11.1 Have there been any excess of loss or stop loss reinsurance treaties or other accounting conventions that have caused a mismatch of premiums, other loss or ALAE? Yes  No
- 11.2 If so, please explain.
- .....
- 12.1 Have there been any major mergers or acquisitions, either with respect to an insurer or an agent, that had a material impact on operations or claims development? Yes  No
- 12.2 If so, please explain.
- .....
- 13.1 Were any estimates or allocations used to complete this data request? Yes  No
- 13.2 If so, please explain the nature of the estimate or allocation, the assumptions made and the data used to support your assumptions.
- .....
- .....
14. Are there any especially significant events, coverage, retention or accounting changes which have occurred which must be considered when making an analysis of the information provided? Yes  No

## SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

### Allocated by States and Territories

States, Etc.	1 Active Status	2 Premium Rate (b)	Direct Premiums Written			6 Other Income	7 Direct Premiums Earned	8 Direct Losses Paid	9 Direct Losses Incurred	10 Direct Losses Unpaid
			3 Direct Operations	Agency Operations						
				4 Non-affiliated Agencies	5 Affiliated Agencies					
1. Alabama	AL	N								
2. Alaska	AK	N								
3. Arizona	AZ	N								
4. Arkansas	AR	N								
5. California	CA	N								
6. Colorado	CO	N								
7. Connecticut	CT	N								
8. Delaware	DE	N								
9. District of Columbia	DC	N								
10. Florida	FL	N								
11. Georgia	GA	N								
12. Hawaii	HI	N								
13. Idaho	ID	N								
14. Illinois	IL	N								
15. Indiana	IN	N								
16. Iowa	IA	N								
17. Kansas	KS	N								
18. Kentucky	KY	N								
19. Louisiana	LA	N								
20. Maine	ME	N								
21. Maryland	MD	N								
22. Massachusetts	MA	N								
23. Michigan	MI	N								
24. Minnesota	MN	N								
25. Mississippi	MS	N								
26. Missouri	MO	N								
27. Montana	MT	N								
28. Nebraska	NE	N								
29. Nevada	NV	N								
30. New Hampshire	NH	N								
31. New Jersey	NJ	N								
32. New Mexico	NM	N								
33. New York	NY	N								
34. North Carolina	NC	N								
35. North Dakota	ND	N								
36. Ohio	OH	N								
37. Oklahoma	OK	N								
38. Oregon	OR	L	A1	884,361			1,312,152	173,064		
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	X X X							
59. Totals	(a) 1	X X X		884,361			1,312,152	173,064		

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

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

(b) Insert "A1" if gross all-inclusive rate, "R" if gross risk rate; "O" if other and indicate rate type utilized:

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

### PART 1 - ORGANIZATIONAL CHART

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	WA	68-0304246	Stewart Transaction Solutions, Northwest
0000		00000	UT	46-0467452	Bonneville Superior Title Co. (STC)
0000		00000	VG	98-0371673	Stewart Latin America, Inc.(STC)



## SCHEDULE Y

### PART 2 – SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parents, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
50036	91-1800766	Stewart Title Insurance Company of Oregon					(89,877)	(52,263)			(142,140)	
50121	74-0924290	Stewart Title Guaranty Company					85,480	52,263			137,743	
00000	20-5764898	PropertyInfo Corporation					3,797				3,797	
00000	74-0923770	Stewart Title Company					600				600	
9999999	Control Totals								XXX			

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	Response
<b>MARCH FILING</b>	
1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	YES .....
2. Will an actuarial opinion be filed by March 1?	YES .....

<b>APRIL FILING</b>	
3. Will Management's Discussion and Analysis be filed by April 1?	YES .....
4. Will the Supplemental Schedule of Business Written by Agency be filed with the state of domicile by April 1?	YES .....
5. Will the Supplemental Investment Risk Interrogatories be filed by April 1?	YES .....

<b>JUNE FILING</b>	
6. Will an audited financial report be filed by June 1?	YES .....
7. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1?	YES .....

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

<b>MARCH FILING</b>	
8. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?	NO .....

**Explanation:**

Not applicable .....

.....

**Bar Code:**



## SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	3,561,479	67.89	3,561,479	67.89
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	1,243,954	23.71	1,243,954	23.71
1.22 Issued by U.S. government sponsored agencies				
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations				
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC				
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA				
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)				
2.2 Unaffiliated non-U.S. securities (including Canada)				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated				
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (including \$ 0 of property acquired in satisfaction of debt)				
5.3 Property held for sale (including \$ 0 property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities				
8. Cash, cash equivalents and short-term investments	440,651	8.40	440,651	8.40
9. Other invested assets				
10. Total invested assets	5,246,084	100.00	5,246,084	100.00

**NONE    Schedule A and B Verification**

## SCHEDULE BA - VERIFICATION BETWEEN YEARS

### Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 16		
3.2 Totals, Part 3, Column 12		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13	<b>NONE</b>	
5.2 Totals, Part 3, Column 9		
6. Total gain (loss) on disposals, Part 3, Column 19		
7. Deduct amounts received on disposals, Part 3, Column 16		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17		
9.2 Totals, Part 3, Column 14		
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 15		
10.2 Totals, Part 3, Column 11		
11. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

## SCHEDULE D - VERIFICATION BETWEEN YEARS

### Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year		3,583,826
2. Cost of bonds and stocks acquired, Part 3, Column 7		2,956,220
3. Accrual of discount		7,280
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12		
4.2 Part 2, Section 1, Column 15		
4.3 Part 2, Section 2, Column 13		
4.4 Part 4, Column 11		
5. Total gain (loss) on disposals, Part 4, Column 19		
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7		1,725,000
7. Deduct amortization of premium		16,893
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15		
8.2 Part 2, Section 1, Column 19		
8.3 Part 2, Section 2, Column 16		
8.4 Part 4, Column 15		
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14		
9.2 Part 2, Section 1, Column 17		
9.3 Part 2, Section 2, Column 14		
9.4 Part 4, Column 13		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		4,805,433
11. Deduct total nonadmitted accounts		
12. Statement value at end of current period (Line 10 minus Line 11)		4,805,433

## SCHEDULE D - SUMMARY BY COUNTRY

### Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b>					
Governments (Including all obligations guaranteed by governments)	1. United States	4,805,433	4,832,352	4,822,292	4,760,000
	2. Canada				
	3. Other Countries				
	4. Totals	4,805,433	4,832,352	4,822,292	4,760,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals				
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals				
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals				
Industrial and Miscellaneous, Credit Tenant Loans and Hybrid Securities (unaffiliated)	8. United States				
	9. Canada				
	10. Other Countries				
	11. Totals				
Parent, Subsidiaries and Affiliates	12. Totals				
	<b>13. Total Bonds</b>	4,805,433	4,832,352	4,822,292	4,760,000
<b>PREFERRED STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. Totals				
Parent, Subsidiaries and Affiliates	18. Totals				
	<b>19. Total Preferred Stocks</b>				
<b>COMMON STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. Totals				
Parent, Subsidiaries and Affiliates	24. Totals				
	<b>25. Total Common Stocks</b>				
	26. Total Stocks				
	27. Total Bonds and Stocks	4,805,433	4,832,352	4,822,292	

## SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 Class 1	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	
<b>2. All Other Governments</b>											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>											
3.1 Class 1											
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals											
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, etc., Guaranteed</b>											
4.1 Class 1											
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals											
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Class 1											
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals											

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### SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1	(d) 4,299,156	506,277				4,805,433	100.000	X X X	X X X	4,805,433	
10.2 Class 2	(d)							X X X	X X X		
10.3 Class 3	(d)							X X X	X X X		
10.4 Class 4	(d)							X X X	X X X		
10.5 Class 5	(d)					(c)		X X X	X X X		
10.6 Class 6	(d)					(c)		X X X	X X X		
10.7 Totals	4,299,156	506,277				(b) 4,805,433	100.000	X X X	X X X	4,805,433	
10.8 Line 10.7 as a % of Col. 6	89.464	10.536				100.000	X X X	X X X	X X X	100.000	
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1	1,025,005	2,558,821				X X X	X X X	3,583,826	100.000	3,583,826	
11.2 Class 2						X X X	X X X				
11.3 Class 3						X X X	X X X				
11.4 Class 4						X X X	X X X				
11.5 Class 5						X X X	X X X	(c)			
11.6 Class 6						X X X	X X X	(c)			
11.7 Totals	1,025,005	2,558,821				X X X	X X X	(b) 3,583,826	100.000	3,583,826	
11.8 Line 11.7 as a % of Col. 8	28.601	71.399				X X X	X X X	100.000	X X X	100.000	
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	X X X
12.2 Class 2											X X X
12.3 Class 3											X X X
12.4 Class 4											X X X
12.5 Class 5											X X X
12.6 Class 6											X X X
12.7 Totals	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	X X X
12.8 Line 12.7 as a % of Col. 6	89.464	10.536				100.000	X X X	X X X	X X X	100.000	X X X
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	89.464	10.536				100.000	X X X	X X X	X X X	100.000	X X X
<b>13. Total Privately Placed Bonds</b>											
13.1 Class 1										X X X	
13.2 Class 2										X X X	
13.3 Class 3										X X X	
13.4 Class 4										X X X	
13.5 Class 5										X X X	
13.6 Class 6										X X X	
13.7 Totals										X X X	
13.8 Line 13.7 as a % of Col. 6							X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							X X X	X X X	X X X	X X X	

S07

(a) Includes \$ 0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ 0 current year, \$ 0 prior year of bonds with Z designations and \$ 0 current year, \$ 0 prior year of bonds with Z\* designations. The letter 'Z' means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.

(c) Includes \$ 0 current year, \$ 0 prior year of bonds with 5\* designations and \$ 0 current year, \$ 0 prior year of bonds with 6\* designations. '5\*' means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. '6\*' means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) 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 D - PART 1A - SECTION 2

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments</b>											
1.1 Issuer Obligations	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	
<b>2. All Other Governments</b>											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>											
3.1 Issuer Obligations											
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals											
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Issuer Obligations											
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals											
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Issuer Obligations											
5.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined											
5.6 Other											
5.7 Totals											

### SCHEDULE D - PART 1A - SECTION 2 (Continued)

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations											
6.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
6.5 Defined											
6.6 Other											
6.7 Totals											
<b>7. Credit Tenant Loans</b>											
7.1 Issuer Obligations											
7.2 Single Class Mortgage-Backed Securities											
7.7 Totals											
<b>8. Hybrid Securities</b>											
8.1 Issuer Obligations											
8.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
8.3 Defined											
8.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
8.5 Defined											
8.6 Other											
8.7 Totals											
<b>9. Parent, Subsidiaries and Affiliates</b>											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
9.5 Defined											
9.6 Other											
9.7 Totals											

### SCHEDULE D - PART 1A - SECTION 2 (Continued)

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>10. Total Bonds Current Year</b>											
10.1 Issuer Obligations	4,299,156	506,277				4,805,433	100.000	X X X	X X X	4,805,433	
10.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES								X X X	X X X		
10.3 Defined								X X X	X X X		
10.4 Other								X X X	X X X		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
10.5 Defined								X X X	X X X		
10.6 Other								X X X	X X X		
10.7 Totals	4,299,156	506,277				4,805,433	100.000	X X X	X X X	4,805,433	
10.8 Line 10.7 as a % of Col. 6	89.464	10.536				100.000	X X X	X X X	X X X	100.000	
<b>11. Total Bonds Prior Year</b>											
11.1 Issuer Obligations	1,025,005	2,558,821				X X X	X X X	3,583,826	100.000	3,583,826	
11.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES						X X X	X X X				
11.3 Defined						X X X	X X X				
11.4 Other						X X X	X X X				
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
11.5 Defined						X X X	X X X				
11.6 Other						X X X	X X X				
11.7 Totals	1,025,005	2,558,821				X X X	X X X	3,583,826	100.000	3,583,826	
11.8 Line 11.7 as a % of Col. 8	28.601	71.399				X X X	X X X	100.000	X X X	100.000	
<b>12. Total Publicly Traded Bonds</b>											
12.1 Issuer Obligations	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	X X X
12.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											X X X
12.3 Defined											X X X
12.4 Other											X X X
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
12.5 Defined											X X X
12.6 Other											X X X
12.7 Totals	4,299,156	506,277				4,805,433	100.000	3,583,826	100.000	4,805,433	X X X
12.8 Line 12.7 as a % of Col. 6	89.464	10.536				100.000	X X X	X X X	X X X	100.000	X X X
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	89.464	10.536				100.000	X X X	X X X	X X X	100.000	X X X
<b>13. Total Privately Placed Bonds</b>											
13.1 Issuer Obligations										X X X	
13.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES										X X X	
13.3 Defined										X X X	
13.4 Other										X X X	
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
13.5 Defined										X X X	
13.6 Other										X X X	
13.7 Totals										X X X	
13.8 Line 13.7 as a % of Col. 6							X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							X X X	X X X	X X X	X X X	

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## SCHEDULE DA - VERIFICATION BETWEEN YEARS

### Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-Term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	200,000			200,000	
2. Cost of short-term investments acquired	7,150,000			7,150,000	
3. Accrual of discount					
4. Unrealized valuation increase (decrease)					
5. Total gain (loss) on disposals					
6. Deduct consideration received on disposals	7,346,301			7,346,301	
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)	3,699			3,699	
11. Deduct total nonadmitted amounts					
12. Statement value at end of current period (Line 10 minus Line 11)	3,699			3,699	

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: Class One MM fund

- NONE    Schedule DB - Part A and B Verification**
- NONE    Schedule DB - Part C, D and E Verification**
- NONE    Schedule DB - Part F - Section 1**
- NONE    Schedule DB - Part F - Section 2**
- NONE    Schedule E Verification**
- NONE    Schedule A - Part 1**
- NONE    Schedule A - Part 2**
- NONE    Schedule A - Part 3**
- NONE    Schedule B - Part 1**
- NONE    Schedule B - Part 2**
- NONE    Schedule B - Part 3**
- NONE    Schedule BA - Part 1**
- NONE    Schedule BA - Part 2**
- NONE    Schedule BA - Part 3**

### SCHEDULE D - PART 1

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

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	Change in Book/Adjusted Carrying Value					Interest				Dates		
		3 Code	4 F o r e i g n	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value		11 Book / Adjusted Carrying Value	12 Unrealized Valuation Increase / (Decrease)	13 Current Year's (Amortization) / Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	21 Acquired	22 Maturity
3133XQ-QQ-8	FEDERAL HOME LOAN BANK				1FE	197,010	1.033	204,813	200,000	198,314		1,171			2.625	2.560	MN	583	5,250	11/20/2008	05/20/2011
3128X0-P6-0	FEDERAL HOME LOAN MORTGAGE				1FE	381,431	1.006	377,977	375,000	375,639		(2,991)			4.000	3.970	MS	4,417	15,000	01/14/2008	03/17/2010
31359M-XH-1	FEDERAL NATIONAL MORTGAGE A				1FE	429,331	1.003	426,801	425,000	425,406		(3,248)			3.875	3.860	FA	6,222	16,469	10/16/2008	02/15/2010
31398A-SC-7	FEDERAL NATIONAL MORTGAGE A				1FE	243,542	1.017	248,675	245,000	244,595		746			3.000	2.960	JJ	3,512	7,350	07/31/2008	07/12/2010
912828-EQ-9	UNITED STATES TREASURY NOTE				1	100,469	1.040	104,094	100,000	100,099		(98)			4.375	4.220	JD	194	4,375	12/28/2005	12/15/2010
912828-EX-4	UNITED STATES TREASURY NOTE				1	316,488	1.017	313,137	300,000	307,963		(6,701)			4.500	4.310	FA	4,500	13,500	09/23/2008	02/28/2011
912828-EQ-9	UNITED STATES TREASURY NOTE				1	97,738	1.040	103,311	100,000	99,345		654			4.375	4.220	JD	194	4,375	06/12/2007	12/15/2010
912828-JC-5	UNITED STATES TREASURY NOTE				1	2,956,220	1.004	2,953,157	2,915,000	2,954,062		(2,158)			2.875	2.840	JD		41,903	12/22/2009	06/30/2010
912828-HU-7	UNITED STATES TREASURY NOTE				1	100,063	1.000	100,387	100,000	100,010		(42)			1.750	1.740	MS	442	1,750	09/29/2008	03/31/2010
0199999	U.S. Government - Issuer Obligations					4,822,292	X X X	4,832,352	4,760,000	4,805,433		(12,667)			X X X	X X X	X X X	20,064	109,972	X X X	X X X
0399999	Subtotals - U.S. Governments					4,822,292	X X X	4,832,352	4,760,000	4,805,433		(12,667)			X X X	X X X	X X X	20,064	109,972	X X X	X X X
7799999	Totals - Issuer Obligations					4,822,292	X X X	4,832,352	4,760,000	4,805,433		(12,667)			X X X	X X X	X X X	20,064	109,972	X X X	X X X
8399999	Total Bonds					4,822,292	X X X	4,832,352	4,760,000	4,805,433		(12,667)			X X X	X X X	X X X	20,064	109,972	X X X	X X X

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**NONE**    **Schedule D - Part 2 - Section 1**

**NONE**    **Schedule D - Part 2 - Section 2**



### SCHEDULE D - PART 3

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

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
912828-JC-5	UNITED STATES TREASURY NOTE		12/22/2009	Bank of America		2,956,220	2,915,000.00	40,081
0399999	Subtotal - Bonds - U. S. Government				X X X	2,956,220	2,915,000.00	40,081
8399997	Subtotal - Bonds - Part 3				X X X	2,956,220	2,915,000.00	40,081
8399999	Total - Bonds				X X X	2,956,220	2,915,000.00	40,081
9999999	Totals				X X X	2,956,220	X X X	40,081

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### SCHEDULE D - PART 4

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

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year'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.							
3133XG-NJ-9	FEDERAL HOME LOAN BANK		09/18/2009	MATURED		100,000	100,000.00	100,000	100,000						100,000					5,000	09/18/2009
3134A4-US-1	FEDERAL HOME LOAN MOR		07/15/2009	MATURED		500,000	500,000.00	494,940	498,530		1,470		1,470		500,000					21,250	07/15/2009
31398A-RR-5	FEDERAL NATIONAL MORTG		06/04/2009	CALLED		200,000	200,000.00	199,220	199,441		559		559		200,000					3,125	06/04/2010
3136F9-LP-6	FEDERAL NATIONAL MORTG		04/28/2009	CALLED		500,000	500,000.00	496,250	497,500		2,500		2,500		500,000					7,500	04/28/2010
912828-CE-8	UNITED STATES TREASURY		04/15/2009	MATURED		100,000	100,000.00	98,250	99,820		180		180		100,000					1,562	04/15/2009
912828-HJ-2	UNITED STATES TREASURY		11/30/2009	MATURED		150,000	150,000.00	150,082	150,037		(37)		(37)		150,000					4,688	11/30/2009
912828-HJ-2	UNITED STATES TREASURY		11/30/2009	MATURED		175,000	175,000.00	177,256	176,618		(1,618)		(1,618)		175,000					5,469	11/30/2009
0399999	Subtotal - Bonds - U.S. Governments				X X X	1,725,000	1,725,000.00	1,715,998	1,721,946		3,054		3,054		1,725,000					48,594	X X X
8399997	Subtotal - Bonds - Part 4				X X X	1,725,000	1,725,000	1,715,998	1,721,946		3,054		3,054		1,725,000					48,594	X X X
8399999	Total - Bonds				X X X	1,725,000	1,725,000.00	1,715,998	1,721,946		3,054		3,054		1,725,000					48,594	X X X
9999999	Totals					1,725,000	X X X	1,715,998	1,721,946		3,054		3,054		1,725,000					48,594	X X X

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**NONE**    **Schedule D - Part 5**

**NONE**    **Schedule D - Part 6 - Section 1 and 2**

## SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book / Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				13 Par Value	14 Actual Cost	Interest					21 Paid for Accrued Interest		
		3 Code	4 F o r e i g n					9 Unrealized Valuation Increase / (Decrease)	10 Current Year's (Amortization) / Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Total Foreign Exchange Change in B./A.C.V.			15 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	16 Non-Admitted Due And Accrued	17 Rate of	18 Effective Rate of	19 When Paid		20 Amount Received During Year	
31846V-80-7	First American Treasury Obligation			12/14/2009	FAF Advisors		3,699					3,699	3,699						MON		
8999999	Class One Money Market Mutual Funds						3,699					X X X	3,699			X X X	X X X	X X X			
9199999	TOTALS						3,699					X X X	3,699			X X X	X X X	X X X			

- NONE    Schedule DB - Part A - Section 1 and 2**
- NONE    Schedule DB - Part A - Section 3 and Part B - Section 1**
- NONE    Schedule DB - Part B - Section 2 and 3**
- NONE    Schedule DB - Part C - Section 1 and 2**
- NONE    Schedule DB - Part C - Section 3 and Part D - Section 1**
- NONE    Schedule DB - Part D - Section 2 and 3**
- NONE    Schedule DB - Part E - Section 1**

### SCHEDULE E - PART 1 - CASH

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
OPEN DEPOSITORIES						
U.S. Bank Pacific Continental Umpqua Bank	Portland, OR Beaverton, OR Portland, OR		2,343 3,137	48 524	236,752 100,000 100,000	
0199998 Deposits in ( ) depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	X X X	X X X	14,056			X X X
0199999 Totals - Open Depositories	X X X	X X X	19,536	572	436,752	X X X
SUSPENDED DEPOSITORIES						
0299998 Deposits in ( ) depositories that do not exceed the allowable limit in any one depository (See Instructions) - Suspended Depositories	X X X	X X X				X X X
0299999 Totals - Suspended Depositories	X X X	X X X				X X X
0399999 Total Cash on Deposit	X X X	X X X	19,536	572	436,752	X X X
0499999 Cash in Company's Office	X X X	X X X	X X X	X X X	200	X X X
0599999 Total Cash	X X X	X X X	19,536	572	436,952	X X X

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

1. January	1,472,671	4. April	1,004,623	7. July	590,450	10. October	624,281
2. February	1,542,790	5. May	996,576	8. August	599,300	11. November	617,186
3. March	997,234	6. June	585,085	9. September	596,289	12. December	436,752

**NONE**    **Schedule E - Part 2**

**NONE**    **Schedule E - Part 3**

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