



**IMAGING COVER SHEET**

NAIC #: 50039

NAIC Group Code: 000

Company Name: HOME SECURITY TITLE INSURANCE COMPANY

Company Type:  P&C  Life  HIC  Frat  Title  MEWA  HW  MPA  
 DOMESTIC  FOREIGN

Form Type: STATEMENTS

Sub-form Type: QUARTERLY

Transaction # (if applicable): \_\_\_\_\_

Effective Date: 09/30/2002

Additional Info: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Date Scanned: 11/7/02

Scanned By (initials): 

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**QUARTERLY STATEMENT**

**Of The**  
**Home Security**

**Title**  
**Insurance Company**

**of**  
**Ohio**

**TO THE**  
**Insurance Department**  
**OF THE**

**STATE OF OHIO**

**For the Quarter Ended**  
**September 30, 2002**

# QUARTERLY STATEMENT

For the Quarter Ended September 30, 2002

## OF THE CONDITION AND AFFAIRS OF THE

Home Security Title Insurance Company

Affix Bar Code Above

NAIC Group Code 0000 NAIC Company Code 50039 Employer's ID Number 54-1826470

Organized under the Laws of the State of Ohio, made to the  
INSURANCE DEPARTMENT OF THE STATE OF Ohio

### PURSUANT TO THE LAWS THEREOF

Incorporated October 24, 1996 Commenced Business April 15, 1997

Statutory Home Office 600 Superior Avenue, East, Suite 1300, Cleveland, Ohio 44114  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 533 S. St. Asaph Street  
(Street and Number)

Alexandria, Virginia 22314 (703) 683-5511  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 533 S. St. Asaph Street, Alexandria, Virginia 22314  
(Street and Number or P.O. Box) (City, or Town, State and Zip Code)

Primary Location of Books and Records 533 S. St. Asaph Street  
(Street and Number)

Alexandria, Virginia 22314 (703) 683-5511  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Quarterly Statement Contact Edwin Rector, Treasurer (703) 683-5511  
(Name) (Area Code) (Telephone Number) (Extension)

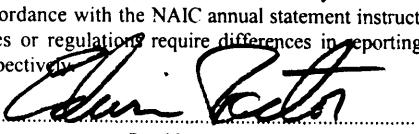
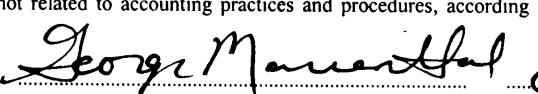
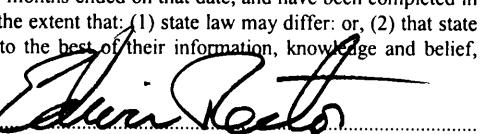
## OFFICERS

President Edwin Rector Vice Presidents George Marienthal  
Secretary George Marienthal  
Treasurer Edwin Rector

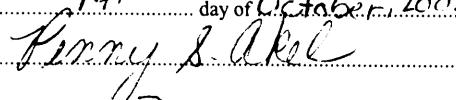
## DIRECTORS OR TRUSTEES

<u>Edwin Rector</u>	<u>Allen Hughes</u>
<u>George Marienthal</u>	
<u>Dorsey Edward Rowe</u>	
<u>Robert Gants</u>	

State of Ohio  
County of Franklin  
Edwin Rector, President, George Marienthal, Secretary, Edwin Rector, Treasurer of Home Security Title Insurance Company being duly sworn, each deposes and says that they are the above described officers of the said insurer, and that on the 31<sup>st</sup> day of December, 2002, all of the herein described assets were the absolute property of the said insurer, free and clear from any liens or claims thereon, except as herein stated, and that this statement is a full and true statement of all the assets and liabilities and of the condition and affairs of the said insurer as of the 31<sup>st</sup> day of December, 2002, and of its income and deductions therefrom for the 12 months ended on that date, and have been completed in accordance with the NAIC annual statement instructions and accounting practices and procedures manuals 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.

    
President Secretary Treasurer

Subscribed and sworn to before me this  
19<sup>th</sup> day of October, 2002

  
Penny S. Aker  
Notary Public  
Cuyahoga County  
State of Ohio  
Comm. expires June 22, 2007

A. Is this an original filing?  
B. If no:

Yes [  ] No [  ]

1. State the amendment number \_\_\_\_\_  
2. Date filed \_\_\_\_\_  
3. Number of pages attached \_\_\_\_\_

QUARTERLY STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company  
**ASSETS**

	Current Statement Date				
	1 Ledger Assets	2 Non-Ledger Including Excess of Market (or Amortized) Over Book Values	3 Assets Not Admitted Including Excess of Book Over Market (or Amortized) Values	4 Net Admitted Assets (Cols. 1+2-3)	5 December 31, Prior Year Net Admitted Assets
1. Bonds (less \$.....0..... liability for asset transfers with put options	0			0	0
2. Stocks:					
2.1 Preferred stocks	0			0	0
2.2 Common stocks	0			0	0
3. Mortgage loans on real estate:					
a. First liens	292,000		27,600	264,400	264,400
b. Other than first liens	39,000		39,000	0	0
4. Real estate:					
4.1 Properties occupied by the company (less \$ ..... encumbrances)	0			0	0
4.2 Other properties (less \$ ..... encumbrances)	0			0	0
5. Cash (\$570,780 and short-term investments \$100,000)	670,780		17,593	653,187	592,932
6. Other invested assets	0		0	0	0
7. Receivable for securities	\$0		0	0	0
8. Subtotals, cash and invested assets (Lines 1 to 7)	\$1,001,780		84,193	\$917,587	\$857,332
9. Title plant less \$ ..... charged off	0			0	0
10. Title insurance premiums and fees receivable	0			0	0
11. Funds held by or deposited with reinsured companies	0			0	0
12. Reinsurance recoverables on loss and loss adjustment expense payments	0			0	0
13. Federal income tax recoverable	0			0	0
14. Guaranty Funds Receivable or on deposit	0			0	0
15. Electronic data processing equipment	0			0	0
16. Interest, dividends and real estate income due and accrued	0			0	0
17. Net adjustment in assets and liabilities due to foreign exchange rates	0			0	0
18. Receivable from parent, subsidiaries and affiliates	0	0		0	0
19. Other assets nonadmitted	0		0	0	0
20. Aggregate write-ins for other than invested assets <i>ER</i>	\$1,001,780			0	0
21. Totals (Lines 8 to 20)			\$84,193	\$917,587	\$857,332
<b>DETAILS OF WRITE-INS</b>					
1801	0				
1802	0				
1803	0				
1898. Summary of remaining write-ins for Line 18 from overflow page	0				
1899. Totals (Lines 1801 thru 1803 plus 1898) (Line 18 above)	0	0	0	0	0

A. The above assets include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserve. Bonds \$....0..., Short-term Investments \$100,000, Mortgages \$..0.., Cash \$ ..0.., Total \$ 100,000

**SEGREGATED FUNDS HELD FOR OTHERS BY THE COMPANY**  
**(Set apart in special accounts and excluded from company assets and liabilities)**

B. Custodial funds in the amount of \$ 0 not included in the foregoing statement were held pursuant to the governing agreements of custody. These funds consist of \$ 0 in cash on deposit and \$ .....0..... in other forms of security.

LIABILITIES, SURPLUS AND OTHER FUNDS	1 Current Period	2 Prior Year Ended December 31, 2001
1. Known claims reserve	0	0
2. Statutory premium reserve	1,363	1,446
3. Aggregate of other reserves required by law	0	0
4. Supplemental reserves	0	0
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers	0	0
6. Other expenses (excluding taxes, licenses and fees)	0	0
7. Taxes, licenses and fees (excluding federal and foreign income taxes)	0	0
8. Federal and foreign income taxes (excluding deferred taxes)	0	0
9. Borrowed money	0	0
10. Interest, including \$ on borrowed money	0	0
11. Dividends declared and unpaid	0	0
12. Premiums and other consideration received in advance	0	0
13. Unearned interest and real estate income received in advance	0	0
14. Funds held by company under reinsurance treaties	0	0
15. Amounts withheld or retained by company for account of others	0	0
16. Provision for unauthorized reinsurance	0	0
17. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Payable for securities	0	0
21. Aggregate write-ins for other liabilities		
22. Total liabilities (Lines 1 through 21)	1,363	1,446
23. Aggregate write-ins for special surplus funds	0	0
24A. Common capital stock	\$226,000	\$226,000
24B. Preferred capital stock	0	0
24C. Aggregate write-ins for other than special surplus funds	0	0
25A. Surplus notes	0	0
25B. Gross paid in and contributed surplus	\$459,232	\$459,232
25C. Unassigned funds (surplus)	\$230,992	\$170,654
25D. Less treasury stock, at cost:		
(1) .....shares common (value included in Line 24A \$.....)	0	0
(2) .....shares preferred (value included in Line 24B \$.....)	0	0
26. Surplus as regards policyholders (Lines 23 to 25C less 25D) (Page 4, Line 31)	\$916,224	\$855,886
27. Totals (Page 2, Line 21)	\$917,587	\$857,332
DETAILS OF WRITE-INS		
0301		
0302		
0303		
0398. Summary of remaining write-ins for Line 3 from overflow page		
0399. Totals (Lines 0301 thru 0303 plus 0398) (Line 3 above)	.....	.....
2101		
2102		
2103		
2198. Summary of remaining write-ins for Line 21 from overflow page		
2199. Totals (Lines 2101 thru 2103 plus 2198) (Line 21 above)	.....	.....
2301		
2302		
2303		
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	.....	.....
24C01		
24C02		
24C03		
24C98. Summary of remaining write-ins for Line 24C from overflow page		
24C99. Totals (Lines 24C01 thru 24C03 plus 24C98) (Line 24C above)	.....	.....

OPERATIONS AND INVESTMENT EXHIBIT Statement of Income	1 Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31, 2001
<b>OPERATING INCOME</b>			
1. Title insurance and related income			
a. Title insurance premiums earned	0	50	50
b. Escrow and settlement services	0	0	0
c. Other title fees and service charges	0	0	0
2. Aggregate write-ins for other operating income	0	0	0
3. Total Operating Income (Lines 1 through 2)	0	50	50
DEDUCT			
4. Losses and loss adjustment expenses incurred	0	0	0
5. Operating expenses incurred	64	0	0
6. Aggregate write-ins for other operating deductions	0	0	0
7. Total Operating Deductions	64	0	5
8. Net operating gain or (loss) (Lines 3 minus 7)	-64	50	45
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	0	55,907	95,050
10. Net realized capital gains and (losses)	0	782	-2,085
11. Net investment gain or (loss) (Lines 9+10)	0	56,689	92,965
<b>OTHER INCOME</b>			
12. Aggregate write-ins for miscellaneous income or (loss)	0	0	0
13. Net income, before federal income taxes (Lines 8+11+12)	73,735	56,739	93,010
14. Federal income taxes incurred	0	0	0
15. Net income (Lines 13 minus 14)	73,735	56,739	93,010
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
16. Surplus as regards policyholders, December 31 prior year	855,886	833,663	833,653
<b>GAINS AND (LOSSES) IN SURPLUS</b>			
17. Net income (from Line 15)	73,735	56,739	93,010
18. Net unrealized capital gains or (losses)	0	0	0
19. Change in net unrealized foreign exchange adjustment	0	0	0
20. Change in net deferred tax	0	0	0
21. Change in non-admitted assets	-13,397	-39,000	-70,777
22. Change in provision for unauthorized reinsurance	0	0	0
23. Change in foreign exchange adjustment	0	0	0
24. Change in excess of supplemental reserves	0	0	0
25. Capital Changes:			
a. Paid in	0	0	0
b. Transferred from surplus (Stock Dividend)	0	0	0
c. Transferred to surplus	0	0	0
26. Surplus Adjustments:			
a. Paid in		0	0
b. Transferred to capital (Stock Dividend)	0	0	0
c. Transferred from capital	0	0	0
27. Dividends to stockholders (cash)	0	0	0
28. Change in treasury stock	0	0	0
29. Aggregate write-ins for gains and losses in surplus	0	0	0
30. Change in surplus as regards policyholders (Lines 17 through 28)	60,338	17,739	22,233
31. Surplus as regards policyholders, as of statement date (Lines 16 plus 29)	\$916,224	\$851,392	\$855,886
<b>DETAILS OF WRITE-INS</b>			
0201			
0202			
0203			
0298. Summary of remaining write-ins from overflow page			
0299. Totals (Lines 0201 thru 0203 plus 0298) (Line 2 above)			
0601			
0606			
0603			
0698. Summary of remaining write-ins from overflow page			
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)			
1201			
1202			
1203			
1298. Summary of remaining write-ins from overflow page			
1299. Totals (Lines 1201 thru 1203 plus 1298) (Line 12 above)			
2801			
2802			
2803			
2898. Summary of remaining write-ins from overflow page			
2899. Totals (Lines 2801 thru 2803 plus 2898) (Line 28 above)			

QUARTERLY STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company

<b>CASH FLOW</b>		<b>1</b> Current Year to Date	<b>2</b> Prior Year Ended December 31
1. Premiums and other charges collected		0	50
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)		0	0
3. Total operating expenses paid		64	0
4. Cash from operations (Line 1 minus Line 2 minus Line 3)		0	50
5. Investment income (net of investment expense)		\$73,735	\$92,183
6. Other income received (expenses paid)		0	0
7. Federal income taxes (paid) recovered		0	0
8. Net cash from operations (Lines 4 thru 7)		\$73,735	\$92,233
9. Proceeds from investments sold, matured or repaid:			
9.1 Bonds		0	0
9.2 Stocks		0	\$279,665
9.3 Mortgage loans		0	0
9.4 Real estate		0	0
9.5 Other invested assets		0	0
9.6 Net gains or (losses) on cash and short-term investments		0	0
9.7 Miscellaneous proceed		0	0
9.8 Total investment proceeds (Lines 9.1 thru 9.7)		\$0	\$279,665
10. Other cash provided:			
10.1 Net transfers from affiliates		0	0
10.2 Borrowed funds received		0	0
10.3 Capital paid in		0	0
10.4 Surplus paid in		0	0
10.5 Other sources		0	0
10.6 Total other cash provided (Lines 10.1 thru 10.5)		0	0
11. Total (Line 8 plus Line 9.8 plus Line 10.6)		\$73,671	\$371,898
12. Cost of investments acquired (long-term only):			
12.1 Bonds		0	0
12.2 Stocks		0	0
12.3 Mortgage loans		0	39,000
12.4 Real estate		0	0
12.5 Other invested assets		0	0
12.6 Miscellaneous applications		0	0
12.7 Total investments acquired (Lines 12.1 thru 12.6)		0	39,000
13. Other cash applied:			
13.1 Dividends to stockholders paid		0	0
13.2 Net transfers to affiliates		0	0
13.3 Borrowed funds repaid		0	0
13.4 Other applications		0	0
13.5 Total other cash applied (Lines 13.1 thru 13.4)		0	0
14. Total (Line 12.7 plus Line 13.5)		0	0
15. Net change in cash and short-term investments (Line 11 minus Line 14)		\$73,671	\$332,898
<b>RECONCILIATION</b>			
16. Cash and short-term investments:			
16.1 Beginning of year		\$597,109	\$264,211
16.2 End of period (Line 16 plus Line 16.1)		\$670,780	\$597,109

QUARTERLY STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company

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## **NOTES TO FINANCIAL STATEMENTS**

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**STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company**

**GENERAL INTERROGATORIES**

(The responses to these interrogatories should be based on changes that have occurred since the prior year end.)

1.1 Did the Company implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements? Yes [ ] No [x]

1.2 If "yes", explain: .....

2.1 Did the Company experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [x]

2.2 If "yes", explain: .....

3.1 Were any of the stocks, bonds, or other assets of the Company loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [x]

3.2 If "yes", give full and complete information relating thereto:.....

4.1 Has there been any change in the company's own preferred or common stock? Yes [ ] No [x]

4.2 If "yes", explain:

5.1 State as of what date the latest financial examination of the company was made or is being made. June, 2001

5.2 State the as of date of the latest financial examination report that is available from either the state of domicile or the Company. This date should be the date of the examined balance sheet and not the date the report was completed or released. June, 2001

5.3 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 Company. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). February, 2002

5.4 By what department or departments? .....

6.1 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 company? Yes [ ] No [x]

6.2 If "yes," date of change:  
If not previously filed, furnish herewith a certified copy of the instrument as amended.

7. Have there been any substantial changes in the organizational chart since year end? Yes [ ] No [x]  
If "yes", attach an organizational chart.

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

9. Amount of real estate and mortgages held in other invested assets in Schedule BA: n/a

10. If the Company is a member of a pooling arrangement, did the agreement or the Company's participation change? Yes [ ] No [x]  
If "yes", attach an explanation.

11. Has the Company reinsured any risk with any other company and agreed to release such company from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [ ] No [ ] N/A [x]  
If "yes", attach an explanation.

12. Have any of the Company's primary reinsurance contracts been canceled? Yes [ ] No [x]  
If "yes," give full and complete information thereto.

**STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company**

13. Are any of the liabilities for unpaid losses and loss adjustment expenses discounted to present value at a rate of interest greater than zero?  
 If "yes," complete the following schedule:

Yes [ ] No [ x ]

			Total Discount			Discount Taken During Period		
Line of Business	Maximum Interest	Disc. Rate	1 Unpaid Losses	2 Unpaid LAE	3 Total	4 Unpaid Losses	5 Unpaid LAE	6 Total
Total								

14.1 Has the company been a party to a merger or consolidation during the period covered by this statement.? Yes [ ] No [ x ]  
 14.2 If yes, provide name of company, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any company that has ceased to exist as a result of the merger or consolidation.

Name of Company	NAIC Company Code	State of Domicile

15.1 Has this company had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [ x ]  
 (You need not report an action either formal or informal, if a confidentiality clause is part of the agreement.)

15.2 If yes, give full information:

16.1 Does the company have any investments in parent, subsidiaries and affiliates? Yes [ ] No [ x ]

16.2 If yes, please complete the following

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
1. Bonds	\$	\$
2. Preferred Stock	\$	\$
3. Common Stock	\$	\$
4. Short-Term Investments	\$	\$
5. Mortgages, Loans or Real Estate	\$	\$
6. All Other	\$	\$
7. Total Investment in Parent, Subsidiaries and Affiliates (Subtotals Lines 1 to 6 above)	\$	\$
8. Total Investment in Parent included in lines 1 to 6 above	\$	\$
9. Receivable from Parent not included in Lines 1 to 6 above	\$	\$

17.1 Does the Reporting entity have any hedging transactions reported on Schedule B? Yes [ ] No [ x ]

17.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
 Yes [ ] No [ ]

## SCHEDULE A - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	0	0	0	0
2. Increase (decrease) by adjustment	0	0	0	0
3. Cost of acquired	0	0	0	0
4. Cost of additions to and permanent improvements	0	0	0	0
5. Total profit (loss) on sales	0	0	0	0
6. Increase (decrease) by foreign exchange adjustment	0	0	0	0
7. Amount received on sales	0	0	0	0
8. Book/adjusted carrying value at end of current period	0	0	0	0
9. Total valuation allowance	0	0	0	0
10. Subtotal (lines 8 plus 9)	0	0	0	0
11. Total nonadmitted amounts	0	0	0	0
12. Statement value, current period (Page 2, real estate lines, current period)	0	0	0	0

## SCHEDULE B - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest of mortgage owned, beginning of period	331,000	331,000	331,000	331,000
2. Amount loaned during period	0	0	0	0
2.1 Actual cost at time of acquisition	331,000	331,000	331,000	331,000
2.2 Additional investment made after acquisition	0	0	0	0
3. Accrual of discount and mortgage interest points and commitment fees	0	0	0	0
4. Increase (decrease) by adjustment	0	0	0	0
5. Total profit (loss) on sale	0	0	0	0
6. Amounts paid on account or in full during the period	0	0	0	0
7. Amortization of premium	0	0	0	0
8. Increase (decrease) by foreign exchange adjustment	0	0	0	0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	331,000	331,000	331,000	331,000
10. Total valuation allowance	0	0	0	0
11. Subtotal (Lines 9 plus 10)	331,000	331,000	331,000	331,000
12. Total nonadmitted amounts	66,600	66,600	66,600	66,600
13. Statement value of mortgages owned at end of current period	264,400	264,400	264,400	264,400

## SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, beginning of period	0	0	0	0
2. Cost of acquisitions during period:	0	0	0	0
2.1 Actual cost at time of acquisition	0	0	0	0
2.2 Additional investment made after acquisition	0	0	0	0
3. Accrual of discount	0	0	0	0
4. Increase (decrease) by adjustment	0	0	0	0
5. Total profit (loss) on sale	0	0	0	0
6. Amounts paid on account or in full during the period	0	0	0	0
7. Amortization of premium	0	0	0	0
8. Increase (decrease) by foreign exchange adjustment	0	0	0	0
9. Book/adjusted carrying value of long-term invested assets at end of current period	0	0	0	0
10. Total valuation allowance	0	0	0	0
11. Subtotal (Lines 9 plus 10)	0	0	0	0
12. Total nonadmitted amounts	0	0	0	0
13. Statement value of mortgages owned at end of current period	0	0	0	0

**SCHEDULE D - PART 1B**  
 Showing the Acquisitions, Dispositions and Non-Trading Activity  
 During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Statement Value Beginning of Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1								
2. Class 2								
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. Total Bonds								
<b>PREFERRED STOCK</b>								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock								

**SCHEDULE DA - PART 1**

Short-Term Investments Owned End of Current Quarter

	1 Book Value	2 Par Value	3 Statement Value	4 Cost to Company	5 Amount of Interest Received Current Quarter	6 Paid for Accrued Interest
802999999 Totals	\$100,000	xxx	\$100,000	\$100,000	\$1,669	n/a

**SCHEDULE DA - PART 2 - VERIFICATION**

Short-term Investments Owned

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended 12/01
1. Book value of short-term investments, beginning of period	\$100,000	\$100,000	\$100,000	\$51,567
2. Cost of short-term investments acquired	0	0	0	100,000
3. Increase by adjustment in book value	0	0	0	0
4. Profit on disposal of short-term investments	0	0	0	0
5. Subtotals (Sum of Lines 2 through 4)	0	0	0	100,000
6. Consideration received on disposal of short-term investments	0	0	0	51,567
7. Decrease by adjustment in book value	0	0	0	0
8. Loss on disposal of short-term investments	0	0	0	0
9. Subtotals (Sum of Lines 6 through 8)	100,000	100,000	100,000	51,567
10. Book value of short-term investments, end of period	100,000	100,000	100,000	100,000
11. Income collected	1,637	1,660	1,669	6,015

# **SCHEDULE DB - PART F - SECTION 1**

Summary of Replicated (Synthetic) Assets Open

## **SCHEDULE DB - PART F - SECTION 2**

Reconciliation of Replicated (Synthetic) Assets Open

**SCHEDULE F - CEDED REINSURANCE**

Showing all new reinsurers current year to date.

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

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

All insurer members of a Holding Company Group that has acquired and/or disposed of any domestic insurer(s) since filing the last annual or quarterly statement, shall prepare a common schedule for inclusion in each of the individual quarterly statements

**PART 1 - ORGANIZATIONAL CHART**

**NONE**

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

1 States, et.	1a Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama .....	AL						
2. Alaska .....	AK						
3. Arizona .....	AZ						
4. Arkansas .....	AR						
5. California .....	CA						
6. Colorado .....	CO						
7. Connecticut .....	CT						
8. Delaware .....	DE						
9. District of Columbia .....	DC						
10. Florida .....	FL						
11. Georgia .....	GA						
12. Hawaii .....	HI						
13. Idaho .....	ID						
14. Illinois .....	IL						
15. Indiana .....	IN						
16. Iowa .....	IA						
17. Kansas .....	KS						
18. Kentucky .....	KY						
19. Louisiana .....	LA						
20. Maine .....	ME						
21. Maryland .....	MD						
22. Massachusetts .....	MA						
23. Michigan .....	MI						
24. Minnesota .....	MN						
25. Mississippi .....	MS						
26. Missouri .....	MO						
27. Montana .....	MT						
28. Nebraska .....	NE						
29. Nevada .....	NV						
30. New Hampshire .....	NH						
31. New Jersey .....	NJ						
32. New Mexico .....	NM						
33. New York .....	NY						
34. North Carolina .....	NC						
35. North Dakota .....	ND						
36. Ohio .....	OH	Yes	0	0	0	0	0
37. Oklahoma .....	OK						
38. Oregon .....	OR						
39. Pennsylvania .....	PA						
40. Rhode Island .....	RI						
41. South Carolina .....	SC						
42. South Dakota .....	SD						
43. Tennessee .....	TN						
44. Texas .....	TX						
45. Utah .....	UT						
46. Vermont .....	VT						
47. Virginia .....	VA						
48. Washington .....	WA						
49. West Virginia .....	WV						
50. Wisconsin .....	WI						
51. Wyoming .....	WY						
52. American Samoa .....	AS						
53. Guam .....	GU						
54. Puerto Rico .....	PR						
55. U.S. Virgin Islands .....	VI						
56. Canada .....	CN						
57. Aggregate other alien .....	OT	xxxx	0	0	0	0	0
98. Totals .....	(a)	xxxx	0	0	0	0	0
<b>DETAILS OF WRITE-INS</b>							
5701.		xxxx					
5702.		xxxx					
5703.		xxxx					
5798. Sum of remaining write-ins for Line 57 from overflow page		xxxx					
5799. Totals (Lines 5701-5703+ 5798)(Line 57 above)		xxxx					

**PART 1 - LOSS EXPERIENCE**

	Current Year to Date				5 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Written	2 Other Income (Page 4, Lines 1b +1c + 2)	3 Direct Losses Incurred	4 Direct Loss Percentage Cols. 3 / (1+2)	
1. Direct Operations	0	0	0	0	0
2. Agency operations:					
a. Non-affiliated agency operations	0	0	0	0	0
b. Affiliated agency operations	0	0	0	0	0
3. Totals	0	0	0	0	0

**PART 2 - DIRECT PREMIUMS WRITTEN**

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Direct operations	0	0	\$50.00
2. Agency operations:			
a. Non-affiliated agency operations	0	0	0
b. Affiliated agency operations	0	0	0
3. Totals	0	0	\$50.00

**SUPPLEMENTAL EXHIBITS AND SCHEDULES  
INTERROGATORIES**

1. The SVO Compliance Certification is a required filing for all companies. Will the SVO Compliance Certification be filed with this Department with this statement? Yes [ ] No [ x ]  
If no, please explain: There is no compliance officer at this time.  
If response is no, affix bar code here:

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**OVERFLOW PAGE FOR WRITE-INS**

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**STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company**

**SCHEDULE A - PART 2** **Estate Accounts During the Current Quarter**

## SCHEDULE A - PART 2

## Showing all Real Estate ACQUIRED During the Current Quarter

**SCHEDULE A - PART 3**  
Showing all Real Estate SOLD During the Quarter, including Payments during the Final Year on "Sales under Contract"

**STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company**

## **SCHEDULE B - PART 1**

**SCHEDULE B - PAR** | Showing all Mortgage Loans ACQUIRED During the Current Quarter

## **SCHEDULE B - PART 2**

STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company

**SCHEDULE BA - PART 1**  
Showing Other Long-Term Invested Assets ACQUIRED During the Current Quarter

Number of Units and Description	Location			Name of Vendor	Year Acquired	Actual Cost	Amount of Encumbrances	Book Value Less Encumbrances	Increase (Decrease) by Adjustment in Book Value During Year	Statement Value
	2 City	3 State	4							
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	xx	.....	.....	.....	.....	.....
99999999	Tots									

**SCHEDULE BA - PART 2**  
Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Current Quarter

Number of Units and Description	Location			Name of Purchaser or Nature of Disposition	Year Acquired	Book Value Less Encumbrances, Prior Year End	Increase (Decrease) by Adjustment in Book Value During Current Value	Book Value Less Encumbrances at Disposition	Consideration Received	Profit (Loss) on Sale
	2 City	3 State	4							
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
99999999	Tots									

**SCHEDULE D - PART 3**  
 Showing All Long-term Bonds and Stock Acquired by the Company During the Current Quarter

CUSIP	Description	2 Date Acquired	3 Name of Vendor	4 Number of Shares of Stock	5 Actual Cost	6 Par Value	7 Paid for Accrued Interest and Dividends	8 NAIC Designation (a)
72999999	Totals							

(a) For all common stock bearing the NAIC designation "U" provide the number of such issues \_\_\_\_\_

**SCHEDULE D - PART 3**  
 Showing All Long-term BONDS and STOCK Sold, Redeemed, or Otherwise Disposed of  
 by the Company During the Current Quarter

CUSIP	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book Value at Date of Disposal	Profit on Disposal	Loss on Disposal	Interest and Dividends Received Current Year to Date	NAIC Designation (a)
	<b>NONE</b>											
7299999	Totals											

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues \_\_\_\_\_

**SCHEDULE DB - PART A - SECTION 1**  
 Showing All Options, Caps and Floors Owned at Current Statement Date

a Type (a)	b Description	1	2	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost	8 Book Value	9 Statement Value	10 Market Value	11 Increase/ (Decrease) by Adjustment in Book Value	12 Used to Adjust Basis of Hedged Item	13 Other Investment Income
		Number of Contracts or Notional Amount	Market Value											
		<b>NONE</b>												
179999	Subtotal - Hedging Transactions													
199999	Subtotal - Other Derivative Transactions													
999999	Totals													

Has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ] If not, attach a description with this statement.  
 (a) indicate type of transaction: (H = Hedging or O = Other)

**SCHEDULE DB - PART B - SECTION 1**  
 Showing All Options, Caps and Floors Written and In-Force at Current Statement Date

a Type (a)	b Description	1	2	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance	6 Exchange or Counterparty	7 Consideration Received	8 Book Value	9 Statement Value	10 Market Value	11 Increase/ (Decrease) by Adjustment in Book Value During the Year	12 Used to Adjust Basis	13 Other Investment Income
		Number of Contracts or Notional Amount	Market Value											
		<b>NONE</b>												
1799999	Subtotal - Hedging Transactions													
1999999	Subtotal - Other Derivative Transactions													
1899999	Subtotal - Income Generation Transactions													
9999999	Totals													

STATEMENT AS OF September 30, 2002 OF THE Home Security Title Insurance Company

**SCHEDULE DB - PART C - SECTION 1**

Showing All Collar, Swap and Forward Agreements Open at December 31 of Current Year

a Type (a)	b Description	1	2	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index Rec. (Pay)	5 Date of Opening Position or Agreement	6 Exchange or Counterparty	7 Cost or (Consideratio n Received)	8	9	10	11 Increase/ (Decrease) by Adjustment in Book Value During the Year	12 Used to Adjust Basis of Hedged Item	13 Other Investmen t Income	14 Potential Exposure	
		Notional Amount	Statement Value	Market Value	Book Value	Statement Value	Market Value	Book Value	Statement Value	Market Value	Book Value	Statement Value	Market Value	Book Value	Statement Value	Market Value
	<b>NONE</b>															
1799999	Subtotal - Hedging Transactions															
1999999	Subtotal - Other Derivative Transactions															
9999999	Totals															

Has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ] If not, attach a description with this statement.

**SCHEDULE DB - PART D - SECTION 1**

Showing All Futures Contracts Open December 31 of Current Year

a Type (a)	b Description	1	2	3	4	5	6	7	8 Variation Margin Information	9 Potential Exposure		
		Number of Contracts	Date of Maturity	a Original Value	b Current Value	c Variation Margin	Date of Opening Position	Exchange or Counterparty	Cash Deposit	a Recognized	b Used to Adjust Basis of Hedged Item	c Deferred
	<b>NONE</b>											
1799999	Subtotal - Hedging Transactions											
1999999	Subtotal - Other Derivative Transactions											
9999999	Totals											

Has a comprehensive description of the hedge program been made available to the domiciliary state? Yes [ ] No [ ] If not, attach a description with this statement.

(a) Indicate type of transaction. (H = Hedging or O = Other).

## SCHEDULE E - CASH

## Month End Depository Balances

1 Depository	2 Rate of Interest	3 Amount of Interest Received During Current Quarter	4 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter		
				5 First Month	6 Second Month	7 Third Month
<b>OPEN DEPOSITORIES</b> Section (A) - Segregated Funds Held for Others						
Total Segregated Funds		\$0	0	0	0	0
0199998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0199999 Total Segregated Funds Held for Others	xxx	\$0	0	\$30,000	\$15,000	\$15,000
Section (B) - General Funds						
C&L Bank	6.5%	786	0	47,975	46,239	48,506
First Union Bank of La.	7.0%	1,970	0	108,478	109,132	109,780
Oakland State Bank	6.85%	1,718	0	100,000	100,000	100,000
Unified Bank	6.80%	1,720	0	100,000	100,000	100,000
1 <sup>st</sup> National Bk & Trust of Georgetown	7.0%	1,765	0	100,000	100,000	100,000
1 <sup>st</sup> Natl. Bk., Chelsea	6.7%	1,688	0	99,991	99,991	99,991
GE Bank	1.0%	3	0	211	212	213
Fed Med Bank	1.0%	10	0	2,971	2,971	10,190
Dreyfus Bank	0.9%	37	0	11,632	14,502	2,313
0299998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0299999 Total General Funds	xxx	\$9,697	0	\$564,202	\$567,045	\$570,780
Section (C) - Reinsurance Reserve Funds						
0399998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0399999 Total Reinsurance Reserve Funds	xxx					
0499999 Total Open Depositories	xxx					
<b>SUSPENDED DEPOSITORIES</b> Section (A) - Segregated Funds Held for Others						
0599998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0599999 Total Segregated Funds Held for Others	xxx					
Section (B) - General Funds						
0699998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0699999 Total General Funds	xxx					
Section (C) - Reinsurance Reserve Funds						
0799998 Deposits in ___ depositories which do not exceed the allowable limit in any one depository (see instructions)	xxx					
0799999 Total Reinsurance Reserve Funds	xxx					
0899999 Total Suspended Depositories	xxx					
0999999 Total Cash on Deposit						
1099999 Cash in Company's Office	xxx	xxx	xxx			
1199999 Total Cash	xxx					