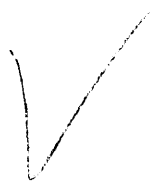


QUARTERLY STATEMENT



OF THE

GUARANTEE TITLE AND TRUST

COMPANY

of **CINCINNATI**

in the state of **OHIO**

TO THE

Insurance Department

OF THE

STATE OF

RECEIVED
NOV 15 2002
O.F.R.S.

FOR THE QUARTER ENDED
September 30, 2002

TITLE

2002

QUARTERLY STATEMENT



50180200220100103

AS OF September 30, 2002
OF THE CONDITION AND AFFAIRS OF THE

THE GUARANTEE TITLE AND TRUST COMPANY

NAIC Group Code 0000 0000 NAIC Company Code 50180 Employer's ID Number 31-4196950
(Current Period) (Prior Period)
Organized under the Laws of OHIO , State of Domicile or Port of Entry OHIO
Country of Domicile UNITED STATES
Incorporated: April 29, 1899 Commenced Business: April 29, 1899
Statutory Home Office: 8230 MONTGOMERY ROAD SUITE 201 CINCINNATI, OH 45236
Main Administrative Office: 8230 MONTGOMERY ROAD SUITE 201 CINCINNATI, OH 45236 513-794-4020
Mail Address: 8230 MONTGOMERY ROAD SUITE 201 CINCINNATI, OH 45236
Primary Location of Books and Records: 8230 MONTGOMERY ROAD SUITE 201 CINCINNATI, OH 45236 513-794-4020
Internet Website Address: N/A
Statement Contact: BETTE E. ZUREICK 513-794-4020 00000
bzureick@gttitle.com 513-794-4027
(E-Mail Address) (Fax Number)
Policyowner Relations Contact: 8230 MONTGOMERY ROAD SUITE 201 CINCINNATI, OH 45236 513-794-4020 00000

OFFICERS

President THOMAS HUPP MONGAN
Secretary MARY JO ENZWEILER
Treasurer WILLIAM JOSEPH DRIES
Actuary _____

Vice-Presidents

<u>MICHAEL THOMAS HARLOR</u>	<u>DEBRA MONGAN FINGERMAN</u>	<u>ELEANOR GLEASON</u>	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

DIRECTORS OR TRUSTEES

<u>THOMAS HUPP MONGAN</u>	<u>WILLIAM JOSEPH DRIES</u>	<u>WILLIAM CAMPBELL COOK</u>	<u>JON PHILIP HOGAN</u>
<u>JAMES J. ZENNI</u>	<u>DEBRA MONGAN FINGERMAN</u>	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

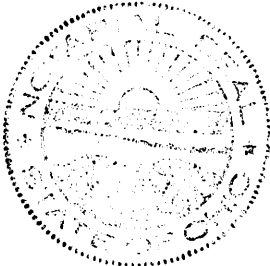
State of OHIO
County of HAMILTON ss

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.

(Signature)	(Signature)	(Signature)
<u>THOMAS HUPP MONGAN</u>	<u>MARY JO ENZWEILER</u>	<u>WILLIAM JOSEPH DRIES</u>
(Printed Name)	(Printed Name)	(Printed Name)
President	Secretary	Treasurer

Subscribed and sworn to before me this
13TH day of NOVEMBER, 2002

Notary Public (seal)



BETTE E. ZUREICK
Notary Public, State of Ohio
My Commission Expires Nov. 2, 2004

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols 1 - 2)	December 31, Prior Year Net Admitted Assets
1. Bonds	1,158,798	54,328	1,104,470	1,135,041
2. Stocks:				
2.1 Preferred stocks	207,837	20,374	187,463	194,684
2.2 Common stocks	1,346,024		1,346,024	1,646,837
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	200,000		200,000	528,564
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)	311,050		311,050	311,050
5. Cash (\$ 702,253) and short-term investments (\$ 0)	702,253		702,253	937,438
6. Other invested assets	553,413		553,413	550,000
7. Receivable for securities				
8. Subtotals, cash and invested assets (Lines 1 to 7)	4,479,375	74,702	4,404,673	5,303,614
9. Title plants, less \$ 0 , charged off	375,925		375,925	375,925
10. Title insurance premiums and fees receivable	33,937	172	33,765	4,852
11. Funds held by or deposited with reinsured companies				
12. Reinsurance recoverables on loss and loss adjustment expense payments				
13. Federal and foreign income tax recoverable and interest thereon (including \$ 0 net deferred tax asset)	2,355,377	2,355,377		
14. Guaranty funds receivable or on deposit				
15. Electronic data processing equipment and software	210,726	193,404	17,322	23,285
16. Interest, dividends and real estate income due and accrued	18,642		18,642	32,133
17. Net adjustments in assets and liabilities due to foreign exchange rates				
18. Receivable from parent, subsidiaries and affiliates	823,018	568,593	254,425	18,906
19. Other assets nonadmitted	227,018	227,018		
20. Aggregate write-ins for other than invested assets	417,313	65,473	351,840	3,171
21. TOTALS (Lines 8 to 20)	8,941,331	3,484,739	5,456,592	5,761,886

DETAILS OF WRITE-INS				
2001. DEPOSITS	24,060	24,060		
2002. PREPAID	26,953	26,953		
2003. OTHER ASSETS	366,300	14,460	351,840	3,171
2098. Summary of remaining write-ins for Line 20 from overflow page				
2099. Totals (Lines 2001 through 2003 + 2098) (Line 20 above)	417,313	65,473	351,840	3,171

A. The above assets include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserve:

Bonds \$ 0 , Short-term investments \$ 0 ,
Mortgages \$ 0 , Cash \$ 0 , Total \$ 0 .

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 \$ 12,650,650 not included in the foregoing statement were held pursuant to the governing agreements of custody. These funds consist of \$ 12,650,650 in cash on deposit and \$ 0 in other forms of security.

LIABILITIES, SURPLUS AND OTHER FUNDS			1	2
			Current Statement Date	December 31 Prior Year
1.	Known claims reserve		176,943	200,481
2.	Statutory premium reserve		3,672,702	3,432,217
3.	Aggregate of other reserves required by law			
4.	Supplemental reserve			
5.	Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers			
6.	Other expenses (excluding taxes, licenses and fees)		481,150	724,107
7.	Taxes, licenses and fees (excluding federal and foreign income taxes)		141,051	87,916
8.	Federal and foreign income taxes (including \$ 0 on realized capital gains (losses) (including \$ 0 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		18,750	14,176
15.	Provision for unauthorized reinsurance			
16.	Net adjustment in assets and liabilities due to foreign exchange rates			
17.	Drafts outstanding			
18.	Payable to parent, subsidiaries and affiliates			
19.	Payable for securities			
20.	Aggregate write-ins for other liabilities			
21.	Total liabilities (Lines 1 through 20)		4,490,596	4,458,897
22.	Aggregate write-ins for special surplus funds			
23.	Common capital stock		278,100	278,100
24.	Preferred capital stock		7,000,000	7,000,000
25.	Aggregate write-ins for other than special surplus funds			
26.	Surplus notes			
27.	Gross paid in and contributed surplus		6,511,002	6,511,002
28.	Unassigned funds (surplus)		(12,823,106)	(12,486,113)
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)		965,996	1,302,989
31.	Totals		5,456,592	5,761,886

DETAILS OF WRITE-INS				
0301.				
0302.				
0303.				
0398.	Summary of remaining write-ins for Line 3 from overflow page			
0399.	Totals (Lines 0301 through 0303 plus 0398)(Line 3 above)			
2001.				
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)			
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 to Date	2 Prior Year to Date	3 Prior Year Ended December 31
OPERATING INCOME			
1. Title insurance and related income:			
1.1 Title insurance premiums earned	6,069,700	5,481,660	8,175,905
1.2 Escrow and settlement services	941,961	2,187,935	1,588,341
1.3 Other title fees and service charges	1,231,864	556,315	2,238,711
2. Aggregate write-ins for other operating income			
3. Total Operating Income (Lines 1 through 2)	8,243,525	8,225,910	12,002,957
DEDUCT:			
4. Losses and loss adjustment expenses incurred	312,000	668,000	880,000
5. Operating expenses incurred	8,549,786	8,772,612	12,051,176
6. Aggregate write-ins for other operating deductions			
7. Total Operating Deductions	8,861,786	9,440,612	12,931,176
8. Net operating gain or (loss) (Lines 3 minus 7)	(618,261)	(1,214,702)	(928,219)
INVESTMENT INCOME			
9. Net investment income earned	226,821	173,108	280,997
10. Net realized capital gains and (losses)	(48,737)	202,630	211,125
11. Net investment gain or (loss) (Lines 9 + 10)	178,084	375,738	492,122
OTHER INCOME			
12. Aggregate write-ins for miscellaneous income or (loss)	1,462		8,038
13. Net income, before federal income taxes (Lines 8 + 11 + 12)	(438,715)	(838,964)	(428,059)
14. Federal and foreign income taxes incurred	(75,000)	(163,000)	(62,000)
15. Net income (Lines 13 minus 14)	(363,715)	(675,964)	(366,059)
CAPITAL AND SURPLUS ACCOUNT			
16. Surplus as regards policyholders, December 31 prior year	1,302,989	2,062,654	2,062,654
GAINS AND (LOSSES) IN SURPLUS			
17. Net income (from Line 15)	(363,715)	(675,964)	(366,059)
18. Net unrealized capital gains or (losses)	(23,750)	(212,359)	61,999
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income taxes			
21. Change in nonadmitted assets	50,472	(67,418)	(455,605)
22. Change in provision for unauthorized reinsurance			
23. Change in supplemental reserves			
24. Change in surplus notes			
25. Cumulative effect of changes in accounting principles			
26. Capital Changes:			
26.1 Paid in			
26.2 Transferred from surplus (Stock Dividend)			
26.3 Transferred to surplus			
27. Surplus Adjustments:			
27.1 Paid in			
27.2 Transferred to capital (Stock Dividend)			
27.3 Transferred from capital			
28. Dividends to stockholders			
29. Change in treasury stock			
30. Aggregate write-ins for gains and losses in surplus			
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)	(336,993)	(955,741)	(759,665)
32. Surplus as regards policyholders as of statement date (Lines 16 plus 31)	965,996	1,106,913	1,302,989

DETAILS OF WRITE-INS			
0201.			
0202.			
0203.			
0298. Summary of remaining write-ins from overflow page			
0299. Totals (Lines 0201 through 0203 plus 0298) (Line 2 above)			
0601.			
0602.			
0603.			
0698. Summary of remaining write-ins from overflow page			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)			
1201. MISC INC	1,462		8,038
1202.			
1203.			
1298. Summary of remaining write-ins from overflow page			
1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)	1,462		8,038
3001. REVERSAL OF FL SPR			
3002.			
3003.			
3098. Summary of remaining write-ins from overflow page			
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)			

CASH FLOW		1	2
		Current Year to Date	Prior Year Ended December 31
1.	Premiums and other charges collected	8,455,620	12,278,057
2.	Loss and loss adjustment expenses paid (net of salvage and subrogation)	335,538	877,769
3.	Total operating expenses paid	8,735,037	11,827,526
4.	Cash from operations (Line 1 minus Line 2 minus Line 3)	(614,955)	(427,238)
5.	Investment income (net of investment expense)	131,481	202,721
6.	Other income received (expenses paid)	1,462	8,038
7.	Federal income taxes (paid) recovered		
8.	Net cash from operations (Lines 4 to 7)	(482,012)	(216,479)
9.	Proceeds from investments sold, matured or repaid:		
9.1	Bonds	168,250	182,805
9.2	Stocks	468,839	797,861
9.3	Mortgage loans	328,564	6,725
9.4	Real estate		
9.5	Other invested assets		
9.6	Net gains or (losses) on cash and short-term investments		
9.7	Miscellaneous proceeds		
9.8	Total investment proceeds (Lines 9.1 to 9.7)	965,653	987,391
10.	Other cash provided:		
10.1	Net transfers from affiliates		17,504
10.2	Borrowed funds received		
10.3	Capital paid in		
10.4	Surplus paid in		
10.5	Other sources		427,977
10.6	Total other cash provided (Lines 10.1 to 10.5)		445,481
11.	Total (Line 8 plus Line 9.8 plus Line 10.6)	483,641	1,216,393
12.	Cost of investments acquired (long-term only):		
12.1	Bonds	148,546	237,108
12.2	Stocks	113,591	461,199
12.3	Mortgage loans		475,903
12.4	Real estate	3,413	
12.5	Other invested assets		
12.6	Miscellaneous applications		
12.7	Total investments acquired (Lines 12.1 to 12.6)	265,550	1,174,210
13.	Other cash applied:		
13.1	Dividends to stockholders paid		
13.2	Net transfers to affiliates	231,731	
13.3	Borrowed funds repaid		
13.4	Other applications	221,545	
13.5	Total other cash applied (Lines 13.1 to 13.4)	453,276	
14.	Total (Line 12.7 plus Line 13.5)	718,826	1,174,210
15.	Net change in cash and short-term investments (Line 11 minus Line 14)	(235,185)	42,183
RECONCILIATION			
16.	Cash and short-term investments:		
16.1	Beginning of year	937,438	895,255
16.2	End of period (Line 15 plus Line 16.1)	702,253	937,438

NOTES TO FINANCIAL STATEMENTS

1. BASIS OF PRESENTATION

The accompanying financial statements of the company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Ohio.

2. BASIS OF VALUATION OF INVESTED ASSETS

- A. Asset values generally stated as follows: cash at cost; bonds at amortized cost; securities at lower of cost or market; mortgage loans on real estate are stated at the aggregate unpaid balance.
- B. The company depreciates all of its property and equipment using the straight line method over the estimated useful lives of the assets.

3. FEDERAL INCOME TAX ALLOCATIONS

- A. The company's Federal Income Tax return is consolidated with its parent corporation, Mongan Financial Corporation, Inc.
- B. The method of allocation between the companies is subject to written agreement, approved by the Board of Directors.

4. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

- A. All outstanding shares of the company are owned by Mongan Financial Corporation, Inc.
- B. The company has executed a management contract with Mongan Financial Corporation, Inc. which provides for payment of a fee of \$20,000 per month.

5. EMPLOYEE RETIREMENT PLAN

- A. The company provides a 401-k plan for employees.
- B. The company participates with affiliated company in a contributory plan for which no contributions have been made.

6. CAPITAL AND SURPLUS

- A. Dividends are determined by the Board of Directors, subject to prior approval of the Director of the Ohio Department of Insurance.
- B. The company has \$7,000,000 of 10% non-cumulative preferred stock outstanding.

7. LEASES

The company has outstanding leases which do not have a material effect on the financial statement.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity 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 reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicilie, as required by the Model Act?

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

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

Yes [] No [X]
- 3.2 If yes, date of change:

If not previously filed, furnish herewith a certified copy of the instrument as amended.
4. Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes [] No [X]

If yes, attach an organizational chart.
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]
- 5.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

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

If yes, attach an explanation.
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

06/30/2000
- 7.2 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.

03/21/2001
- 7.3 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).

03/21/2001
- 7.4 By what department or departments? OHIO DEPAARTMENT OF INSURANCE
- 8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes [] No [X]
- 8.2 If yes, give full information

GENERAL INTERROGATORIES (Continued)

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

INVESTMENT

- 9.1 Has there been any change in the reporting entity's own preferred or common stock?

Yes ☐ No ☒
- 9.2 If yes, explain
- 10.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes ☐ No ☒
- 10.2 If yes, give full and complete information relating thereto:
11. Amount of real estate and mortgages held in other invested assets in Schedule BA:

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

\$
- 13.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes ☒ No ☐
- 13.2 If yes, please complete the following:

	1	2
	Prior Year-End Statement Value	Current Quarter Statement Value
13.21 Bonds	\$	\$
13.22 Preferred Stock	\$	\$
13.23 Common Stock	\$ 785,795	\$ 666,186
13.24 Short-Term Investments	\$	\$
13.25 Mortgages, Loans or Real Estate	\$	\$
13.26 All Other	\$ 550,000	\$ 553,413
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26)	\$ 1,335,795	\$ 1,219,599
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	\$	\$
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above	\$ 18,906	\$ 254,425

- 14.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes ☐ No ☒
- 14.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes ☐ No ☒

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

Yes ☒ No ☐

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

1	2
Name of Custodian(s)	Custodian Address
SALOMON SMITH BARNEY	312 WALNUT, CINCINNATI, OHIO 45202
PROVIDENT SECURITIES	1 EAST 4TH ST, CINCINNATI, OHIO 45202
OAK BROOK BANK	1400 WEST SIXTEENTH ST., OAK BROOK, IL 60523

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

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

- 15.3 Have there been any changes, including name changes, in the custodian(s) identified in 15.1 during the current year?

Yes ☐ No ☒
- 15.4 If yes, give full and complete information relating thereto:

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

15.5 Identify all investment advisors, brokers/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	2	3
Central Registration Depository	Name(s)	Address
SALOMON SMITH BARNEY	CALAMOS INVESTMENTS	312 WALNUT, CINCINNATI, OH 45202

GENERAL INTERROGATORIES
(continued)

PART 2 - TITLE

1.

If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?
If yes, attach an explanation.

Yes [] No [] N/A [X]
2.

Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?
If yes, attach an explanation.

Yes [] No [X]
- 3.1

Have any of the reporting entity's primary reinsurance contracts been canceled?

Yes [] No [X]
- 3.2

If yes, give full and complete information thereto
- 4.1

Are any of the liabilities for unpaid losses and loss adjustment expenses discounted to present value at a rate of interest greater than zero.

Yes [] No [X]
- 4.2

If yes, complete the following schedule:

1	2	3	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Loses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
TOTAL										

SCHEDULE A - VERIFICATION

	1	2	3	4
	First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	311,050	311,050	311,050	
2. Increase (decrease) by adjustment				311,050
3. Cost of acquired				
4. Cost of additions to and permanent improvements				
5. Total profit (loss) on sales				
6. Increase (decrease) by foreign exchange adjustment:				
7. Amount received on sales				
8. Book/adjusted carrying value at end of current period	311,050	311,050	311,050	311,050
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)	311,050	311,050	311,050	311,050
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)	311,050	311,050	311,050	311,050

SCHEDULE B - VERIFICATION

	1	2	3	4
	First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period	528,564	528,564	200,000	59,386
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisitions				475,903
3. Accrual of discount and mortgage interest points and commitment fees				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period		328,564		6,725
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	528,564	200,000	200,000	528,564
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	528,564	200,000	200,000	528,564
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period	528,564	200,000	200,000	528,564

SCHEDULE BA - VERIFICATION
Other Invested Assets Included in Schedule BA

	1	2	3	4
Description	First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, beginning of period	550,000	550,000	553,413	861,050
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions		3,413		
2.2 Additional investment made after acquisitions				
3. Accrual of discount				
4. Increase (decrease) by adjustment				(311,050)
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book/adjusted carrying value of long-term invested assets at end of current period	550,000	553,413	553,413	550,000
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	550,000	553,413	553,413	550,000
12. Total nonadmitted amounts				
13. Statement value of long term invested assets at end of current period	550,000	553,413	553,413	550,000

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	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
BONDS								
1. Class 1	925,237	34,175	4,416	12,651	918,691	925,237	967,647	908,544
2. Class 2	120,814	10,916	20,517	3,357	111,293	120,814	114,570	103,960
3. Class 3	46,263	19,966	5,996	(11,718)	61,744	46,263	48,515	72,370
4. Class 4	28,202		4,365	(5,139)	28,106	28,202	18,698	38,607
5. Class 5		9,299		69	9,344		9,368	19,874
6. Class 6								
7. Total Bonds	1,120,516	74,356	35,294	(780)	1,129,178	1,120,516	1,158,798	1,143,355
PREFERRED STOCK								
8. Class 1	20,256			250	20,281	20,256	20,506	18,089
9. Class 2	118,281	9,786	4,952	1	111,659	118,281	123,116	83,166
10. Class 3	49,095	6,174	3,284	(7,425)	49,095	49,095	44,560	55,543
11. Class 4	67,985		16,926	(31,404)	48,329	67,985	19,655	55,561
12. Class 5								
13. Class 6								
14. Total Preferred Stock	255,617	15,960	25,162	(38,578)	229,364	255,617	207,837	212,359
15. Total Bonds & Preferred Stock	1,376,133	90,316	60,456	(39,358)	1,358,542	1,376,133	1,366,635	1,355,714

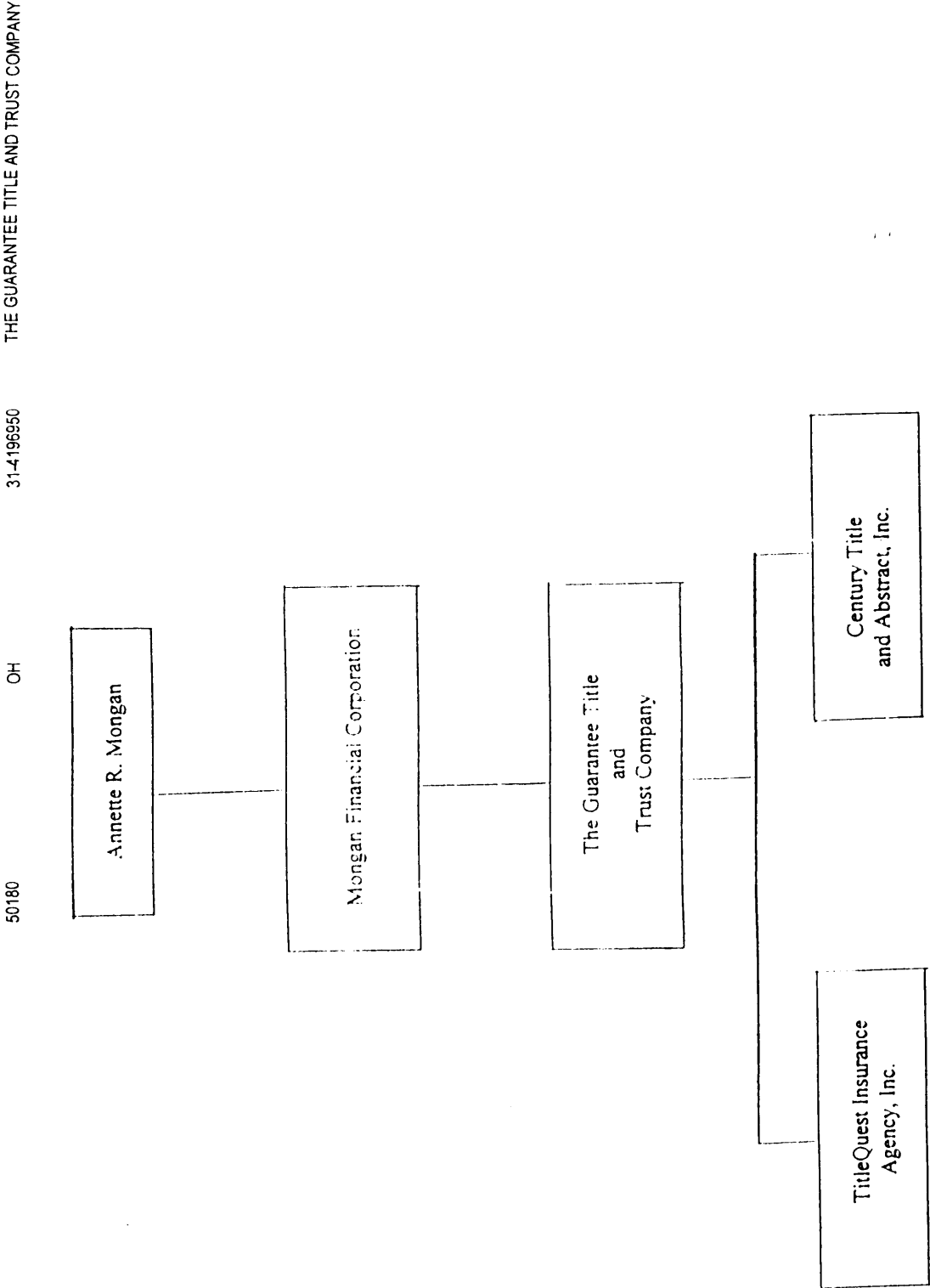
NONE	Schedule DA Parts 1 and 2
NONE	Schedule DB Part F Section 1
NONE	Schedule DB Part F Section 2
NONE	Schedule F

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN
Current Year to Date - Allocated by States and Territories

States, etc.		1 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	NO						
2. Alaska	AK	NO						
3. Arizona	AZ	NO						
4. Arkansas	AR	NO						
5. California	CA	NO						
6. Colorado	CO	NO						
7. Connecticut	CT	NO						
8. Delaware	DE	NO						
9. Dist. Columbia	DC	NO						
10. Florida	FL	NO	44,740	520,229	246,770	201,780	86,943	111,000
11. Georgia	GA	NO						
12. Hawaii	HI	NO						
13. Idaho	ID	NO						
14. Illinois	IL	YES	541,320	466,048	2,143	1,169		
15. Indiana	IN	YES	598,421	726,097	48,522	(185,102)		71,500
16. Iowa	IA	NO						
17. Kansas	KS	NO						
18. Kentucky	KY	NO						
19. Louisiana	LA	NO						
20. Maine	ME	NO						
21. Maryland	MD	NO						
22. Massachusetts	MA	NO						
23. Michigan	MI	YES	673,500	954,811	85,912	29,157	90,000	124,000
24. Minnesota	MN	NO						
25. Mississippi	MS	NO						
26. Missouri	MO	NO						
27. Montana	MT	NO						
28. Nebraska	NE	NO						
29. Nevada	NV	NO						
30. New Hampshire	NH	NO						
31. New Jersey	NJ	NO						
32. New Mexico	NM	NO						
33. New York	NY	NO						
34. North Carolina	NC	NO						
35. North Dakota	ND	NO						
36. Ohio	OH	YES	2,158,839	1,713,998	(217,308)	75,204		32,000
37. Oklahoma	OK	NO						
38. Oregon	OR	NO						
39. Pennsylvania	PA	YES	2,303,298	1,490,274	169,499	375,742		29,800
40. Rhode Island	RI	NO						
41. So. Carolina	SC	NO						
42. So. Dakota	SD	NO						
43. Tennessee	TN	NO						
44. Texas	TX	NO						
45. Utah	UT	NO						
46. Vermont	VT	NO						
47. Virginia	VA	NO						
48. Washington	WA	NO						
49. West Virginia	WV	NO						
50. Wisconsin	WI	NO						
51. Wyoming	WY	NO						
52. American Samoa	AS	NO						
53. Guam	GU	NO						
54. Puerto Rico	PR	NO						
55. U.S. Virgin Is.	VI	NO						
56. Canada	CN	NO						
57. Aggregate Other Alien	OT	X X X						
58. Totals	(a)	5	6,320,118	5,871,457	335,538	497,950	176,943	368,300
DETAILS OF WRITE-INS								
5701.		X X X						
5702.		X X X						
5703		X X X						
5798. Summary of remaining write-ins for Line 57 from overflow page		X X X						
5799. TOTALS (Lines 5701 thru 5703 plus 5798) (Line 57 above)		X X X						

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

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



PART 1 - LOSS EXPERIENCE

	Current Year to Date				5 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Written	2 Other Income (Page 4, Lines 1.2 + 1.3 + 2)	3 Direct Losses Incurred	4 Direct Loss Percentage Cols. 3 / (1 + 2)	
1. Direct operations	1,004,801	2,173,825	117,397	3.693	0.060
2. Agency operations:					
2.1 Non-affiliated agency operations	4,641,817		23,191	0.500	21.750
2.2 Affiliated agency operations	673,500		171,412	25.451	14.960
3. Totals	6,320,118	2,173,825	312,000	3.673	7.750

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Direct operations	276,199	1,004,801	2,518,763
2. Agency operations:			
2.1 Non-affiliated agency operations	1,909,976	4,641,817	2,400,869
2.2 Affiliated agency operations	251,635	673,500	951,825
3. Totals	2,437,810	6,320,118	5,871,457

SUPPLEMENTAL EXHIBITS AND SCHEDULES
INTERROGATORIES

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 bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	<u>RESPONSE</u>
1. Will the SVO Compliance Certification be filed with this statement?	<u>YES</u>
<u>EXPLANATION:</u>	
<u>BAR CODE:</u>	

NONE Schedule A Part 2 and 3

NONE Schedule B Part 1 and 2

NONE Schedule BA Part 1 and 2

SCHEDULE D - PART 3

Showing all Long-term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
364760-AJ-7	GAP SR CV NOTES	07/03/2002	SALOMON SMITH BARNEY		10,379	9,000.00	170	3
460690-AQ-3	INTERPUBLIC GROUP COS CONV	07/12/2002	SALOMON SMITH BARNEY		9,721	12,000.00		1
480081-AD-0	JONES APPAREL GROUP	07/02/2002	SALOMON SMITH BARNEY		10,916	20,000.00		2
585055-AB-2	MEDTRONIC INC CV	09/24/2002	SALOMON SMITH BARNEY		14,313	14,000.00		6
65332V-BC-6	NEXTEL COMMUNICATIONS	07/30/2002	SALOMON SMITH BARNEY		5,174	9,000.00		88
65332V-BC-6	NEXTEL COMMUNICATIONS	08/29/2002	SALOMON SMITH BARNEY		4,125	6,000.00		5
U75000-AG-1	ROCHE HOLDINGS INC CONV	09/03/2002	SALOMON SMITH BARNEY		10,141	19,000.00		1
784635-AD-6	SPX CORP ZERP	08/20/2002	SALOMON SMITH BARNEY		5,670	9,000.00		3
784635-AD-6	SPX CORP CV ZERO CPN	09/25/2002	SALOMON SMITH BARNEY		3,917	6,000.00		3
4599999	Total Bonds Industrial and Miscellaneous			X X X	74,356	104,000.00	264	X X X
6099997	Total Bonds Part 3			X X X	74,356	104,000.00	264	X X X
6099999	Total Bonds			X X X	74,356	104,000.00	264	X X X
285661-20-3	ELECTRONIC DATA SYSTEMS	08/02/2002	SALOMON SMITH BARNEY	180,000	6,174			3
345395-20-6	FORD MOTOR CAP TR OC	08/30/2002	SALOMON SMITH BARNEY	210,000	9,786			2
6399999	Total Preferred Stock Industrial and Miscellaneous			X X X	15,960	X X X		X X X
6599997	Total Preferred Stock Part 3			X X X	15,960	X X X		X X X
6599999	Total Preferred Stock			X X X	15,960	X X X		X X X
7199999	Total Preferred and Common Stock			X X X	15,960	X X X		X X X
7299999	Totals				90,316	X X X	264	X X X

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues 0

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
049513-AC-8	ATMEL CORP CV	08/22/2002	SALOMON SMITH BARNEY		1,874	5,000.00	3,291	3,400				(1,256)	(1,256)			3
049513-AC-8	ATMEL CORP CV	08/22/2002	SALOMON SMITH BARNEY		4,122	11,000.00	9,171	9,332				(5,210)	(5,210)			3
207142-AB-6	CONEXANT SYS SR SUB NT CV	08/27/2002	SALOMON SMITH BARNEY		4,365	12,000.00	8,959	9,514				(5,149)	(5,149)			4
285661-AB-0	ELECTRONIC DATA SYS CV SR NOTE	07/24/2002	SALOMON SMITH BARNEY		4,416	6,000.00	4,837	4,859				(443)	(443)			1
652482-AZ-3	NEWS AMERICA CONV	07/12/2002	SALOMON SMITH BARNEY		10,175	22,000.00	11,213	11,410				(1,235)	(1,235)			2
834182-AL-1	SOLETRON CONV	08/27/2002	SALOMON SMITH BARNEY		10,342	25,000.00	11,500	11,621				(1,279)	(1,279)			2
4599999	Subtotal - Bonds - Industrial and Miscellaneous			X X X	35,294	81,000.00	48,971	50,136				(14,572)	(14,572)		X X X	X X X
6099997	Subtotal - Bonds - Part 4			X X X	35,294	81,000.00	48,971	50,136				(14,572)	(14,572)		X X X	X X X
6099999	Total Bonds			X X X	35,294	81,000.00	48,971	50,136				(14,572)	(14,572)		X X X	X X X
00103V-30-5	AES TRUST VII	08/27/2002	SALOMON SMITH BARNEY	225,000	1,744		17,114	17,114				(15,370)	(15,370)		169	4
00103V-30-5	AES TRUST VII	08/27/2002	SALOMON SMITH BARNEY	150,000	1,163		4,651	4,651				(3,488)	(3,488)			4
13134R-30-0	CALPINE CAP III CONV PFD	09/17/2002	SALOMON SMITH BARNEY	285,000	2,746		16,027	16,027				(13,281)	(13,281)			4
59156R-20-7	METLIFE CAPITAL TRUST	07/09/2002	SALOMON SMITH BARNEY	80,000	4,952		2,166	2,166				7,099	7,099			2
6299999	Subtotal - Preferred Stock - Banks, Trust and Insurance Companies			X X X	10,605	X X X	39,958	39,958				(25,040)	(25,040)	X X X	169	X X X
441079-40-7	HOST MARIOTT FINCL TR	09/25/2002	SALOMON SMITH BARNEY	300,000	11,273		10,538	10,538				736	736			4
549463-30-5	LUCENT TECH 8% CV	08/21/2002	SALOMON SMITH BARNEY	9,000	3,284		10,707	10,707				(7,424)	(7,424)		360	3
6399999	Subtotal - Preferred Stock - Industrial and Miscellaneous			X X X	14,557	X X X	21,245	21,245				(6,688)	(6,688)	X X X	360	X X X
6599997	Subtotal - Preferred Stock - Part 4			X X X	25,162	X X X	61,203	61,203				(31,728)	(31,728)	X X X	529	X X X
6599999	Total Preferred Stock			X X X	25,162	X X X	61,203	61,203				(31,728)	(31,728)	X X X	529	X X X
831804-10-9	SALOMON SMITH BARNEY MM	9/30/2002	SALOMON SMITH BARNEY	120,030,000	120,030		120,030	120,030								A
6799999	Subtotal - Common Stock - Banks, Trust and Insurance Companies			X X X	120,030	X X X	120,030	120,030						X X X		X X X
7099997	Subtotal - Common Stock - Part 4			X X X	120,030	X X X	120,030	120,030						X X X		X X X
7099999	Total Common Stock			X X X	120,030	X X X	120,030	120,030						X X X		X X X
7199999	Total Preferred and Common Stock			X X X	145,192	X X X	181,233	181,233				(31,728)	(31,728)	X X X	529	X X X
7299999	Totals				180,486	X X X	230,204	231,369				(46,300)	(46,300)		529	X X X

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues 0

NONE	Schedule DB Part A and B Section 1
NONE	Schedule DB Part C and D Section 1

SCHEDULE E - PART 1 - CASH
Month End Depository Balances

1	2	3	4	Book Balance at End of Each Month During Current Quarter			8
Depository	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	5 First Month	6 Second Month	7 Third Month	*
Open Depositories - Section (A)-Segregated Funds Held for Others							
FIRSTAR COLUMBUS OH		2,914		1,001,656	867,023	1,335,372	
KEYBANK CINCINNATI OH				404,309	97,949	52,691	
FIFTH/THIRD BANK CINCINNATI OH				778,234	1,970,761	3,246,396	
MADISON COMMUNITY BANK ANDERSON IN				473,347	647,611	657,308	
FIRST INDIANA BANK INDIANAPOLIS IN				509,733	111,014	676,362	
FIRST MERCHANT BANK NOBLESVILLE IN				2,499,606	1,835,101	4,864,657	
SUNTRUST BANK SW FL TALLAHASSEE FL				1,424,492	1,230,637	781,864	
BANK CALUMENT HAMMOND IN		807		2,317,347	1,094,991	1,036,000	
0199998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0199999 Total Segregated Funds Held For Others	X X X	3,721		9,408,724	7,855,087	12,650,650	X X X
Open Depositories - Section (B) - General Funds							
BANK ONE NA COLUMBUS OH				1,400	1,400	1,400	
FIRSTAR COLUMBUS OH				100	100	100	
PROVIDENT BANK CINCINNATI OH				173,009	124,167	183,253	
KEYBANK CINCINNATI OH				3,000	3,000	3,000	
SUNTRUST BANK SW FL TALLAHASSEE FL				1,100	1,100	1,100	
FIRST INDIANA BANK INDIANAPOLIS IN				100	100	100	
NATIONAL CITY OF INDIANA INDIANAPOLIS IN				4,000	4,000	4,000	
MADISON COMMUNITY BANK ANDERSON IN				3,600	3,600	3,600	
FIRST MERCHANT BANK NOBLESVILLE IN				2,100	2,100	2,100	
BANK CALUMET HAMMOND IN				1,600	1,600	1,600	
OLD NATIONAL BANK MUNCIE IN						2,000	
BANK OF AMERICA CD NAPLES FL		773		100,000	100,000	100,000	
KEYBANK CD CINCINNATI OH		4,990		300,000	300,000	300,000	
FL CASH DEPOSIT TALLAHASSEE FL		1,349		100,000	100,000	100,000	
0299998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0299999 Total General Funds	X X X	7,112		690,009	641,167	702,253	X X X
Open Depositories - Section (C) - Reinsurance Reserve Funds							
0399998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0399999 Total Reinsurance Reserve Funds	X X X						X X X
0499999 Total Open Depositories	X X X	10,833		10,098,733	8,496,254	13,352,903	X X X
Suspended Depositories - Section (A) - Seg. Funds Held for Others							
0599998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0599999 Total Segregated Funds held for others	X X X						X X X
Suspended Depositories - Section (B) - General Funds							
0699998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0699999 Total General Funds	X X X						X X X
Suspended Depositories - Section (C) - Reinsurance Reserve Funds							
0799998 Deposits in (0) depositories which do not exceed the allowable limit in any one depository (see instructions)	X X X						X X X
0799999 Total Reinsurance Reserve Funds	X X X						X X X
0899999 Total Suspended Depositories	X X X						X X X
0999999 Total cash on Deposit	X X X	10,833		10,098,733	8,496,254	13,352,903	X X X
1199999 TOTAL CASH	X X X	10,833		10,098,733	8,496,254	13,352,903	X X X



THE GUARANTEE TITLE AND TRUST COMPANY

50180

50180200247000103

Company Name

NAIC Code

SVO COMPLIANCE CERTIFICATION

The undersigned is an officer of the insurer responsible for reporting investments to the SVO and/or with performing all filings with appropriate state regulatory officials and the NAIC and is therefore required to be familiar with the requirements of such filings. The undersigned officer certifies that, to the best of his or her knowledge, information, and belief, all prices or NAIC designations for the securities reported in this statement have been obtained directly from the SVO except as specifically identified below. The officer further certifies that, to the best of his or her knowledge, information, and belief, since the last filing of a quarterly or annual statement:

- 1. All securities previously valued by the insurer and identified by a Z suffix have now been submitted to the SVO for a valuation or disposed of by sale or otherwise with the result that all prices and NAIC Designations reported in this statement have been provided by the SVO, except for new purchases identified in Schedule D and DA with a Z suffix or items submitted but not yet processed by the SVO.
- 2. Any newly purchased securities now identified with a Z suffix will be submitted to the SVO within 120 days of purchase.
- 3. All necessary information on securities that have been previously designated NR (not rated due to lack of current information) by the SVO have either been submitted to the SVO by the insurer for a valuation or disposed of by the insurer.
- 4. All material issuer events (as defined below) have been reported to the SVO."

A material issuer event is a generic or transaction specific credit event of which the insurer is currently aware, which by its nature would signify to a reasonably prudent insurer that a material change in the credit quality or price of the investment or security has occurred.

As an illustration, and not by way of limitation, the following shall be deemed to constitute material issuer events:

- a. Recapitalizations or capital restructuring whether within or without Chapter 11 of the U.S. Bankruptcy Code;
- b. Nonpayment, deferral, or payment in kind through waiver of any principal or contractual interest payment;
- c. Any change in the maturity of a security;
- d. Changes in the lender's collateral position, including releases of collateral, or the taking of a collateral position whether by operation of negative pledge covenant or otherwise;
- e. Events of a like character or of a like effect, which would be considered material to an investment professional.
- f. Exceptions

WILLIAM J. DRIES

Name of Investment Officer

William J. Dries

Signature of Investment Officer

VICE-PRESIDENT/CFO

Title of Signatory

11/13/2002

Date