



50164200220136100

# ANNUAL STATEMENT

OF THE

THE BANKERS GUARANTEE TITLE & TRUST COMPANY

of FAIRLAWN

In the State of OHIO

TO THE

## Insurance Department

OF THE

STATE OF OHIO

FOR THE YEAR ENDED  
DECEMBER 31, 2002

2002

TITLE INSURANCE

2002

ANNUAL STATEMENT

For the Year Ended December 31, 2002
OF THE CONDITION AND AFFAIRS OF THE

THE BANKERS GUARANTEE TITLE & TRUST COMPANY

NAIC Group Code (Current Period) NAIC Company Code 50164 Employer's ID Number 34-008359

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

Country of Domicile UNITED STATES OF AMERICA

Incorporated: 8-11-1911 Commenced Business: 8-11-1911

Statutory Home Office: 2872 W. MARKET ST., FAIRLAW, OH 44333

Main Administrative Office: SAME

Mail Address: SAME

Primary Location of Books and Records: SAME

Internet Website Address:

Statement Contact: RICHARD L. PACE

rpace@bankersguarantee.com (E-Mail Address) 330-867-1935 (Fax Number)

Policyowner Relations Contact: RICHARD L. PACE 330-867-1600 X24

OFFICERS

President RICHARD L. PACE
Secretary PATRICIA K. SMITH
Treasurer PATRICIA K. SMITH
Actuary

Vice-Presidents

DIRECTORS OR TRUSTEES

J. D. CRAWFIS, III
RICHARD L. PACE
PATRICIA K. SMITH
RICHARD HERBERICH
JOHN P. DAVIS

State of OHIO
County of Summit 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.

Handwritten signatures of Richard L. Pace, Patricia K. Smith, and Patricia K. Smith.

(Signature)

(Signature)

(Signature)

RICHARD L. PACE

PATRICIA K. SMITH

PATRICIA K. SMITH

(Printed Name)
President

(Printed Name)
Secretary

(Printed Name)
Treasurer

Subscribed and sworn to before me this 26TH day of FEBRUARY, 2003

Kathleen Casey

Kathleen Casey, Notary Public
Residence - Summit County
Statewide Jurisdiction, Ohio
My Commission Expires Nov. 12, 2006

- a. Is this an original filing? YES [X] NO [ ]
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols 1 - 2)	4 Net Admitted Assets
1. Bonds				
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)				
2.2 Common stocks (Schedule D, Part 2, Section 2)	333,063	60,000	273,063	63
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	26,789,619		26,789,619	21,858,011
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)	55,299		55,299	55,299
5. Cash (\$ 250 Schedule E, Part 1) and short-term investments (\$ Schedule DA, Part 2)	1,645,016		1,645,016	581,428
6. Other invested assets				
7. Receivable for securities				
8. Subtotals, cash and invested assets (Lines 1 to 7)	28,822,997		28,762,991	22,494,801
9. Title plants (Schedule H), less \$ , charged off				
10. Title insurance premiums and fees receivable				
11. Funds held by or deposited with reinsured companies				
12. Reinsurance recoverables on loss and loss adjustment expense payments (Schedule F, Part 2, Col. 8)				
13. Federal and foreign income tax recoverable and interest thereon (including \$ net deferred tax asset				
14. Guaranty funds receivable or on deposit				
15. Electronic data processing equipment and software				
16. Interest, dividends and real estate income due and accrued	47,407		47,407	41,571
17. Net adjustments in assets and liabilities due to foreign exchange rates				
18. Receivable from parent, subsidiaries and affiliates	455,890	455,890	—	—
19. Other assets nonadmitted (Exhibit 1)	2,484,268	2,484,268	—	—
20. Aggregate write-ins for other than invested assets	15,389,101		15,389,101	13,541,808
21. TOTALS (Lines 8 to 20)	47,199,663	3,000,158	44,199,505	36,078,180

DETAILS OF WRITE-INS			
2001. FUND SEGREGATED FOR OTHERS	15,389,101		15,389,101
2002.			
2003.			
2098. Summary of remaining write-ins for Line 20 from overflow page			
2099. Totals (Lines 2001 through 2003 + 2098) (Line 20 above)	15,389,101		15,389,101

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

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

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Known claims reserve (Part 2B, Line 3, Col. 4)		
2. Statutory premium reserve (Part 1B, Line 2.5, Col. 1)	< 4,4567	< 2,6447
3. Aggregate of other reserves required by law	63,094	63,094
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) <b>ACCTS PAYABLE</b>	44,662	339,342
7. Taxes, licenses and fees (excluding federal and foreign income taxes)		
8. Federal and foreign income taxes (including \$ on realized capital gains (losses))		
(including \$ net deferred tax liability)	43,782	< 15,9727
9. Borrowed money \$ and interest thereon \$	13,167,875	6,435,678
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 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	15,396,239	13,542,598
21. Total liabilities (Lines 1 through 20)	28,710,196	20,362,096
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	631,250	631,250
24. Preferred capital stock		
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes <b>ROUNDING</b>	24	< 57
27. Gross paid in and contributed surplus	5,456,495	5,456,495
28. Unassigned funds (surplus)	9,401,540	9,628,344
29. Less treasury stock, at cost:		
29.1 shares common (value included in Line 23 \$ )		
29.2 shares preferred (value included in Line 24 \$ )		
30. Surplus as regards policyholders (Lines 22 to 28 less 29)(Page 4, Line 32)	15,489,309	15,716,084
31. Totals (Page 2, Line 21, Col. 3)	44,199,505	36,078,180

**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. <b>LOAN ESCROW</b>	6,138	790
2002. <b>SEGREGATED FUNDS HELD FOR OTHERS</b>	15,389,101	13,541,808
2003.		
2098. Summary of remaining write-ins for Line 20 from overflow page		
2099. Totals (Lines 2001 through 2003 plus 2098) (Line 20 above)	15,395,239	13,542,598
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)		

<b>OPERATIONS AND INVESTMENT EXHIBIT STATEMENT OF INCOME</b>		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)		36,644	38,396
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		2,113,391 <sup>51</sup>	3,269,830
3. Total Operating Income (Lines 1 through 2)		2,150,092	3,308,226
<b>DEDUCT:</b>			
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)		0	-
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)		39,180	27,690
6. Aggregate write-ins for other operating deductions		2,102,837	2,958,430
7. Total Operating Deductions		2,142,617	2,986,120
8. Net operating gain or (loss) (Lines 3 minus 7)		7,475	322,106
<b>INVESTMENT INCOME</b>			
9. Net investment income earned (Exhibit of Net investment Income, Line 17)		1,071,339	19,000
10. Net realized capital gains and (losses) (Exhibit of Capital Gains (Losses))			
11. Net investment gain or (loss) (Lines 9 + 10)		1,071,339	19,000
<b>OTHER INCOME</b>			
12. Aggregate write-ins for miscellaneous income or (loss)	GAIN ON DEF. COMP 279,226	279,051	
13. Net income, before federal income taxes (Lines 8 + 11 + 12)	LOSS ON FIXED ASSETS < 2,175 >	1,355,865	341,106
14. Federal and foreign income taxes incurred		225,597	198,227
15. Net income (Lines 13 minus 14)		1,130,268	142,879
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)		15,716,084	16,290,808
<b>GAINS AND (LOSSES) IN SURPLUS</b>			
17. Net income (from Line 15)		1,130,268	142,879
18. Net unrealized capital gains or losses			
19. Change in net unrealized foreign exchange capital gain (loss)			
20. Change in net deferred income tax			
21. Change in nonadmitted assets (Exhibit 1, Line 6, Col. 3)	2001 < 2,649,678 - 3,000,158 >	2002 < 350,480 >	< 288,426 >
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		< 1,126,781 >	< 438,088 >
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		120,218	8,911
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)		< 226,775 >	< 574,724 >
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)		15,489,309	15,716,084

<b>DETAILS OF WRITE-INS</b>			
0201. MORTGAGE OPERATIONS		2,113,391	3,269,830
0202.			
0203.			
0298. Summary of remaining write-ins for Line 2 from overflow page			
0299. Totals (Lines 0201 through 0203 plus 0298) (Line 2 above)		2,113,391	3,269,830
0601. MORTGAGE OPERATIONS		2,102,837	2,958,430
0602.			
0603.			
0698. Summary of remaining write-ins for Line 6 from overflow page			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)		2,102,837	2,958,430
1201. AUDIT ADJUSTMENT AFTER INS REPORT		164,522	75,183
1202. CHANGE IN DEF FIT		< 44,335 >	< 66,267 >
1203. ROUNDING		31	< 5 >
1298. Summary of remaining write-ins for Line 12 from overflow page			
1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)		120,218	8,911
3001.			
3002.			
3003.			
3098. Summary of remaining write-ins for Line 30 from overflow page			
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)			

<b>CASH FLOW</b>	1 Current Year	2 Prior Year
1. Premiums and other charges collected	36,701	38,396
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)		
3. Total operating expenses paid	39,780	27,690
4. Cash from operations (Line 1 minus Line 2 minus Line 3)	< 3,079 >	10,706
5. Investment income (net of investment expense)	1,071,339	19,000
6. Other income received (expenses paid)	287,605	311,400
7. Federal income taxes (paid) recovered	< 165,843 >	< 198,227 >
8. Net cash from operations (Lines 4 to 7)	1,190,022	142,879
9. Proceeds from investments sold, matured or repaid:		
9.1 Bonds		
9.2 Stocks		
9.3 Mortgage loans		
9.4 Real estate		
9.5 Other invested assets		23,544
9.6 Net gains or (losses) on cash and short-term investments		
9.7 Miscellaneous proceeds	125,656	8,911
9.8 Total investment proceeds (Lines 9.1 to 9.7)	125,656	32,455
10. Other cash provided:		
10.1 Net transfers from affiliates		
10.2 Borrowed funds received	6,732,197	6,228,578
10.3 Capital paid in		
10.4 Surplus paid in		
10.5 Other sources		
10.6 Total other cash provided (Lines 10.1 to 10.5)	6,732,197	6,228,578
11. Total (Line 8 plus Line 9.8 plus Line 10.6)	8,047,875	6,403,912
12. Cost of investments acquired (long-term only):		
12.1 Bonds		
12.2 Stocks	273,000	
12.3 Mortgage loans	4,931,608	5,040,579
12.4 Real estate		130,226
12.5 Other invested assets	5,836	
12.6 Miscellaneous applications		
12.7 Total investments acquired (Lines 12.1 to 12.6)	5,210,444	5,143,805
13. Other cash applied:		
13.1 Dividends to stockholders paid	1,126,781	438,088
13.2 Net transfers to affiliates		
13.3 Borrowed funds repaid		14,838
13.4 Other applications	647,062	288,426
13.5 Total other cash applied (Lines 13.1 to 13.4)	1,773,843	741,352
14. Total (Line 12.7 plus Line 13.5)	6,984,287	5,885,157
15. Net change in cash and short-term investments (Line 11 minus Line 14)	1,063,588	518,755
<b>RECONCILIATION</b>		
16. Cash and short-term investments:		
16.1 Beginning of year	581,428	62,673
16.2 End of year (Line 15 plus Line 16.1)	1,645,016	581,428

## 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		34,832		34,832	
2. Escrow and settlement service charges		XXX	XXX		
3. Other title fees and service charges (Part 1C, Line 5)		XXX	XXX		
4. Totals (Lines 1 + 2 + 3)		34,832		34,832	

### PART 1B - PREMIUMS EARNED EXHIBIT

	1 Current Year	2 Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	34,832	
1.2 Assumed	-	
1.3 Ceded	-	
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	34,832	
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	< 2,645 >	
2.2 Additions during the current year	3,483	
2.3 Withdrawals during the current year	< 5,295 >	
2.4 Other adjustments to statutory premium reserves		
2.5 Balance at December 31 current year	< 4,457 >	
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	36,644	

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

	1 Current Year	2 Prior Year
1. Title examinations		
2. Searches and abstracts		
3. Surveys		
4. Aggregate write-ins for service charges	57	
5. Totals	57	
DETAILS OF WRITE-INS		
0401. ADJUSTMENT	57	
0402.		
0403.		
0498. Summary of remaining write-ins for Line 4 from overflow page		
0499. Total (Lines 0401 through 0403 plus 0498) (Line 4 above)	57	

**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					
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage		<b>NONE</b>			
3. Total (Line 1 plus Line 2)					
4. Deduct: Recovered during year from reinsurance					
5. Net payments (Line 3 minus Line 4)					
6. Known claims reserve - current year (Page 3, Line 1, Col. 1)					
7. Known claims reserve - prior year (Page 3, Line 1, Column 2)					
8. Losses and allocated LAE incurred (Lines 5 plus Line 6 minus Line 7)					
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5)					
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9)					

**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:	NONE				
1.1 Direct (Schedule P, Part 1, Line 12, Col. 17)					
1.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 18)					
2. Deduct reinsurance recoverable from authorized and unauthorized companies (Schedule P, Part 1, Line 12, Col. 19)					
3. Known claims reserve (Line 1.1 plus Line 1.2 minus Line 2)					
4. Incurred But Not Reported:					
4.1 Direct (Schedule P, Part 1, Line 12, Col. 20)					
4.2 Reinsurance assumed (Schedule P, Part 1, Line 12, Col. 21)					
4.3 Reinsurance ceded (Schedule P, Part 1, Line 12, Col. 22)					
4.4 Net incurred but not reported					
5. Unallocated LAE reserve (Schedule P, Part 1, Line 12, Col. 23)	XXX	XXX	XXX		XXX
6. Less discount for time value of money, if allowed (Sch. P, Part 1, Line 12, Col. 33)	XXX	XXX	XXX		XXX
7. Total Schedule P reserves (Lines 3 + 4.4 + 5 - 6)(Sch. P, Part 1, Line 12, Col. 35)	XXX	XXX	XXX		XXX
8. Statutory premium reserve at year end	XXX	XXX	XXX		XXX
9. Aggregate of other reserves required by law	XXX	XXX	XXX		XXX
10. Gross supplemental reserve (a) (Lines 7 - (3 + 8 + 9))	XXX	XXX	XXX		XXX
11. Unrecognized Schedule P transition obligation	XXX	XXX	XXX		XXX
12. Net recognized supplemental reserve (Lines 10 - 11)	XXX	XXX	XXX		XXX

(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

THE BANKERS GUARANTEE TITLE & TRUST CO.

Exhibit Part 3. Expenses (page 9)

								Totals			
	Sub-total	Direct Operations	Non-affiliated Agency Operations	Affiliated Agency Operations	Total (Cols. 1+2+3)	Unallocated Loss Adjustment Expense	Other Operations	Investment Expenses	Current Year	Prior Year	Check Figure Should Be 0
1. Personnel costs											
1.1 Salaries	413,293		1,033		1,033		206,647	205,613	413,293	402,707	
1.2 Employees relations and welfare											
1.3 Payroll taxes	45,892		115		115		22,946	22,831	45,892	44,541	
1.4 Other personnel costs	56,213		141		141		28,107	27,966	56,213	50,180	
1.5 Total personnel costs	515,398		1,288		1,288		257,699	256,411	515,398	497,428	
2. Amounts paid to or retained by title agents	26,156		26,156		26,156				26,156	27,690	
3. Production services (purchased outside)											
a. Searches, examinations and abstracts											
b. Surveys	1,598		4		4		799	795	1,598	1,259	
c. Other	726		2		2		363	361	726	2,016	
4. Advertising	10,311		26		26		5,156	5,130	10,311	5,915	
5. Boards, bureaus and associations	4,842		12		12		2,421	2,409	4,842	4,462	
6. Title plant rent and maintenance											
7. Claim adjustment services											
8. Amounts charged off, net of recoveries											
9. Marketing and promotional expenses											
10. Insurance	450		1		1		225	224	450	1,391	
11. Directors' fees	15,847		40		40		7,924	7,884	15,847	14,338	
12. Travel and travel items	10,000		25		25		5,000	4,975	10,000	10,000	
13. Rent and rent items	4,423		11		11		2,212	2,200	4,423	4,127	
14. Equipment	77,797		194		194		38,899	38,704	77,797	73,291	
15. Cost of depreciation of EDP	55,730		139		139		27,865	27,726	55,730	20,052	
16. Printing, stationery, books and periodicals	15,044		38		38		7,522	7,484	15,044	28,212	
17. Postage, telephone, messengers and express	19,739		49		49		9,870	9,820	19,739	18,388	
18. Legal and auditing	75,472		189		189		37,736	37,547	75,472	23,771	
19 a. Total (Lines 1e to 18)	833,533		28,174		28,174		403,689	401,670	833,533	62,288	
20. Taxes, licenses and fees										790,366	
a. State and local insurance taxes											
b. Insurance department licenses and fees	7,923		7,923		7,923				7,923	7,169	
c. Gross guaranty association assessments										(1,894)	
d. All other (excluding federal income and real estate)	6,174		15		15		3,087	3,072	6,174	1,605	
e. Total taxes, licenses and fees	14,097		7,938		7,938		3,087	3,072	14,097	6,880	
21. Real estate expenses											
22. Real estate taxes											
23. Aggregate write-ins for miscellaneous expenses	1,466,890		3,667		3,667		733,445	729,778	1,466,890	2,188,868	
24. Total expenses incurred (Lines 19a + 20e + 21 + 22 + 23)	2,314,520		39,780		39,780		1,140,221	1,134,519	2,314,520	2,986,114	
25. Less unpaid expenses - current year											
26. Add unpaid expenses - prior year											
27. TOTAL EXPENSES PAID (Lines 24-25+26)	2,314,520		39,780		39,780		1,140,221	1,134,519	2,314,520	2,986,114	
Detail of Write-Ins											
2101(MARKETING FEES)											
2102(INTEREST )	1,072,221						536,111	536,111	1,072,221	1,735,684	
(G/FEES & DEFERRED COMP)	171,904						85,952	85,952	171,904	152,404	
2198. Summary of remaining write-ins for line 21 of overflow	222,765						111,383	111,383	222,765	300,780	
2199 Totals (Lines 2101 thru 2103 + 2198) (Part 4, Line 21)	1,466,890						733,445	733,445	1,466,890	2,188,868	

Annual Statement for the year 2002 of the THE BANKERS GUARANTEE TITLE & TRUST CO.

**OPERATIONS AND INVESTMENT EXHIBIT  
PART 4 - NET OPERATING GAIN/LOSS EXHIBIT**

	1 Direct Operations	Agency Operations		4 Total (Cols. 1 + 2 + 3)	5 Other Operations	Totals	
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations			6 Current Year (Cols. 4 + 5)	7 Prior Year
1. Title insurance and related income (Part 1):							
1.1 Title insurance premiums earned (Part 1, Line 3, Col. 1)		36,644					
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)		51					
2. Aggregate write-ins for other operating income		36,701					
3. Total Operating Income (Lines 1.1 through 1.3 + 2)							
<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. 1 to 3, 6)							
6. Aggregate write-ins for other operating deductions							
7. Total Operating Deductions (Lines 4 + 5 + 6)							
8. Net operating gain or (loss) (Lines 3 minus 7)							
<b>DETAILS OF WRITE-INS</b>							
0201.							
0202.							
0203.							
0298. Summary of remaining write-ins for Line 2 from overflow page							
0299. Totals (Lines 0201 through 0203 plus 0298)							
0601.							
0602.							
0603.							
0698. Summary of remaining write-ins for Line 6 from overflow page							
0699. Totals (Lines 0601 through 0603 plus 0698)							

**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a)	
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/short-term investments	(e)	
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income		
11. Investment expenses		(g)
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)		
17. Net investment income - (Line 10 minus Line 16)		
<b>DETAILS OF WRITE-INS</b>		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9, above)		
1501.		
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)		

INTEREST FROM M/A

OTHER INTEREST

3,246  
21,000  
883,128

288,159  
1,196,533

3,246  
21,000  
930,535

288,461  
1,243,242

171,903

171,903  
1,071,339

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

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Increases (Decreases) by Adjustment	4 Net Gain (Loss) from Change in Difference Between Basis Book/Adjusted Carrying and Admitted Values	5 Total
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/short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)					
<b>DETAILS OF WRITE-INS</b>					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9, above)					

**EXHIBIT 1 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS**

	1	2	3
	End of Current Year	End of Prior Year	Changes for year (Increase) or Decrease
1. Summary of Items Page 2, Lines 9 to 15 and 17 and 18, Column 2			
2. Other Assets:			
2.1 Deposits in suspended depositories, less estimated amount recoverable			
2.2 Furniture, equipment and supplies	56,791		
2.3 Leasehold improvements	61,469		
2.4 Bills receivable			
2.5 Loans on personal security, endorsed or not			
2.6 Agents' balances (net)			
2.7 Cash advanced to or in the hands of officers or agents			
3. Total (Lines 2.1 to 2.7)	118,260		
4. Aggregate write-ins for other assets (Page 2, Line 20, Column 2)	2,366,008		
5. Total (Line 1 plus Lines 3 to 4)	2,484,268		
<b>DETAILS OF WRITE-INS</b>			
0401. PREPAID INSURANCE & PENSION	1,900,589		
0402.			
0403. MISC. RECEIVABLES	465,419		
0498. Summary of remaining write-ins for Line 4 from overflow page			
0499. Totals (Lines 0401 through 0403 + 0498) (Line 4 above)	2,366,008		

**NOTES TO FINANCIAL STATEMENTS**

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## 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				
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies				
1.3 Foreign 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 (including residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA				
1.512 Issued by FNMA and FHLMC				
1.513 Privately issued				
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC				
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC				
1.523 All other privately issued				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)				
2.2 Unaffiliated foreign securities				
2.3 Affiliated securities	<del>60,000</del>		<del>0</del>	
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	60,000	.001%	0	.000%
3.42 Unaffiliated	273,063	.006%	273,063	.006%
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	26,789,619	.570%	26,789,619	.606%
4.4 Multifamily residential properties				
4.5 Commercial loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (includes \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ including property acquired in satisfaction of debt)	55,299	.001%	55,299	.001%
6. Policy loans				
7. Receivables for securities				
8. Cash and short-term investments	1,645,016	.034%	1,645,016	.037%
9. Other invested assets				
10. Total invested assets	28,822,997	.610%	28,762,997	.650%

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

OHIO

1.3 State Regulating?

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:  
If not previously filed, furnish herewith a certified copy of the instrument as amended.

12-31-97

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12-31-97

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.

12-31-97

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).

3.4 By what department or departments? OHIO

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?
- 4.12 renewals?

Yes  No   
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?
- 4.22 renewals?

Yes  No   
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

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? (You need not report an action either formal or informal, if a confidentiality clause is part of the agreement)

Yes  No

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

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)

% N/A

1 Nationality	2 Type of Entity

## GENERAL INTERROGATORIES

(continued)

8. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
**MOORE, STEPHENS APPLE, 1540 W. MARKET ST., AKRON, OH 44313**
9. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
**N/A EXEMPTED**
10. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY: **N/A**
- 10.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
 \_\_\_\_\_
- 10.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? **N/A** Yes [ ] No [ ]
- 10.3 Have there been any changes made to any of the trust indentures during the year? **N/A** Yes [ ] No [ ]
- 10.4 If answer to (10.3) is yes, has the domiciliary or entry state approved the changes? **N/A** Yes [ ] No [ ] N/A [ ]

### BOARD OF DIRECTORS

11. 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 [ ] No [X]
12. 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 [ ]
13. 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 which is in or is likely to conflict with the official duties of such person? Yes [ ] No [X]

### FINANCIAL

- 14.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 14.11 To directors or other officers \$ 0
  - 14.12 To stockholders not officers \$ 0
  - 14.13 Trustees, supreme or grand (Fraternal only) \$ 0
- 14.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 14.21 To directors or other officers \$ 0
  - 14.22 To stockholder not officers \$ 0
  - 14.23 Trustees, supreme or grand (Fraternal only) \$ 0
- 15.1 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? **FHLB Collateral - NOTE PAYABLE BOOKED** Yes [ ] No [X]
- 15.2 If yes, state the amount thereof at December 31 of the current year:
- 15.21 Rented from others \$ \_\_\_\_\_
  - 15.22 Borrowed from others \$ \_\_\_\_\_
  - 15.23 Leased from others \$ \_\_\_\_\_
  - 15.24 Other \$ \_\_\_\_\_
- Disclose in Notes to Financial the nature of each obligation.
- 16.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [ ] No [X]
- 16.2 If answer is yes:
- 16.21 Amount paid as losses or risk adjustment \$ \_\_\_\_\_
  - 16.22 Amount paid as expenses \$ \_\_\_\_\_
  - 16.23 Other amounts paid \$ \_\_\_\_\_

**GENERAL INTERROGATORIES**

(continued)

**INVESTMENT**

17. List the following capital stock information for the reporting entity:

Class	1 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price If Callable	5 Is Dividend Rate Limited?	6 Are Dividends Cumulative?
Preferred					Yes [ ] No [ ]	Yes [ ] No [ ]
Common	15,000	12,625		XXX	XXX XXX	XXX XXX

18.1 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, except as shown by Schedule E - Part 2 - Special Deposits? Yes  No [ ]

18.2 If no, give full and complete information, relating thereto

19.1 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, except as shown on Schedule E - Part 2 - Special Deposits, 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 15.1). Yes  No [ ]

19.2 If yes, state the amount thereof at December 31 of the current year:

19.21	Loaned to others	\$
19.22	Subject to repurchase agreements	\$
19.23	Subject to reverse repurchase agreements	\$
19.24	Subject to dollar repurchase agreements	\$
19.25	Subject to reverse dollar repurchase agreements	\$
19.26	Pledged as collateral (LIABILITY RECORDED)	\$ 7,058,493
19.27	Placed under option agreements	\$
19.28	Letter stock or securities restricted as to sale	\$
19.29	Other	\$

19.3 For each category above, if any of these assets are held by other, identify by whom held:

19.31	FEDERAL HOME LOAN BANK	19.36
19.32		19.37
19.33		19.38
19.34		19.39
19.35		

For categories (19.21) and (19.23) above, and for any securities that were made available for use by another person during the period covered by this statement, attach a schedule as shown in the instructions to the annual statement

19.4 For category (19.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount

20.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [ ] No

20.2 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.

21.1 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

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

22. 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? **N/A** Yes [ ] No [ ]

22.01 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

**GENERAL INTERROGATORIES**

(continued)

**INVESTMENT**

22.02 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: **N/A**

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

22.03 Have there been any changes, including name changes, in the custodian(s) identified in 22.01 during the current year? **N/A** Yes [ ] No [ ]

22.04 If yes, give full and complete information relating thereto: **N/A**

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

22.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of brokers/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity: **NONE**

1 Central Registration Depository Number(s)	2 Name	3 Address

**OTHER**

23.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 1,599

23.2 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
ALTA	\$ 750.
OHIO TITLE RATING BUREAU	\$ 500.
	\$
	\$

24.1 Amount of payments for legal expenses, if any? \$ 16,994

24.2 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
BRICKER & ECKLER	\$ 13,181.19
	\$
	\$
	\$

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

25.2 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 department of government during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$
	\$

### GENERAL INTERROGATORIES (continued)

### PART 2-TITLE INTERROGATORIES

- 1.1 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 [  ]
- 2. Largest net aggregate amount incurred in any one risk. \$ \_\_\_\_\_
- 3.1 Has the 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 [  ]
- 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? *N/A* YES [ ] NO [ ]
- 5.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? YES [ ] NO [  ]
- 5.2 If yes, give full information \_\_\_\_\_  
\_\_\_\_\_
- 6. Uncompleted building construction loans:
  - 6.1 Amount already loaned \$ \_\_\_\_\_
  - 6.2 Balance to be advanced \$ \_\_\_\_\_
  - 6.3 Total amount to be loaned \$ \_\_\_\_\_
- 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 [  ]
- 7.2 If yes, give total amount of such bonds or certificates of participation issued and outstanding. \$ *N/A* \_\_\_\_\_
- 8. What is the aggregate amount of mortgage loans owned by the reporting entity which consists of co-ordinate interest in first liens? \$ *0* \_\_\_\_\_

**FIVE-YEAR HISTORICAL DATA**

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

	1 2002	2 2001	3 2000	4 1999	5 1998
<b>Source of Direct Title Premiums Written (Part 1A)</b>					
1. Direct operations (Part 1A, Line 1, Col. 1)					
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)	34,832	38,396	26,805	49,361	50,152
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)					
4. Total	34,832	38,396	26,805	49,361	50,152
<b>Operating Income Summary (Page 4 &amp; Part 1)</b>					
5. Premiums earned (Part 1B, Line 3)	36,644	39,628	26,805	49,078	49,630
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)	2,113,391	3,269,830	1,288,634	1,555,720	1,915,501
12. Total operating income (Page 4, Line 3)	2,150,092	3,308,226	1,315,439	1,604,798	1,965,131
<b>Statement of Income (Page 4)</b>					
13. Net operating gain or (loss) (Line 8)	7,475	322,106	687,150	457,408	294,347
14. Net investment gain or (loss) (Line 11)	1,071,339	19,000	945,441	223,345	667,625
15. Total other income (Line 12)					
16. Federal income taxes incurred (Line 14)	277,057	341,106	1,632,591	385,742	16,045
17. Net income (Line 15)	1,130,268	142,879	1,204,725	355,011	945,927
<b>Balance Sheet Items (Pages 2 and 3)</b>					
18. Title insurance premiums and fees receivable (Page 2, Line 10, Col. 3)					
19. Total admitted assets (Page 2, Line 21, Col. 3)	44,199,505	36,078,180	22,522,804	21,617,263	26,606,658
20. Known claims reserve (Page 3, Line 1)					
21. Statutory premium reserve (Page 3, Line 2)	4,456	2,644	1,233	1,433	1,150
22. Total liabilities (Page 3, Line 21)	28,710,196	20,362,090	6,231,996	6,210,585	10,900,958
23. Capital paid up (Page 3, Lines 23 + 24)	631,250	631,250	631,250	631,250	631,250
24. Surplus as regards policyholders (Page 3, Line 30)	15,489,309	15,716,084	16,290,808	15,346,618	15,705,700
<b>Percentage Distribution of Cash and Invested Assets (Page 2, Col. 3)</b>					
(Item divided by Page 2, Line 8, Col. 3) x 100.0					
25. Bonds (Line 1)					
26. Stocks (Lines 2.1 & 2.2)	1				
27. Mortgage loans on real estate (Line 3)	93	97	99	95	75
28. Real estate (Lines 4.1, 4.2 & 4.3)					
29. Cash and short-term investments (Line 5)	6	3	1	05	23
30. Other invested assets (Line 6)					.01
31. Receivable for securities (Line 7)					
32. Cash and invested assets (Line 8)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
33. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)					
34. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)					
35. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 2)	60,000	60,000	60,000		60,000
36. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11)					
37. Affiliated mortgage loans on real estate					
38. All other affiliated					
39. Total of above Lines 33, 34, 35, 36, 37 & 38	60,000	60,000	60,000		60,000
40. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 39 above divided by Page 3, Line 30, Col. 1 x 100.0)					.003

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2002	2 2001	3 2000	4 1999	5 1998
<b>Capital and Surplus Accounts</b> (Page 4)					
41. Net unrealized capital gains or (losses) (Line 18)					
42. Change in nonadmitted assets (Line 21)	<350,480	<288,426	5,862	<172,155	1,349,628
43. Dividends to stockholders (Line 28)	1,126,781	438,088	407,156	390,113	390,750
44. Change in surplus as regards policyholders for the year (Line 31)	<226,775	<574,724	944,130	<359,022	1,910,837
<b>Losses Paid and Incurred</b> (Part 2A)					
45. Net payments (Line 5, Col. 4)					
46. Losses and allocated LAE incurred (Line 8, Col. 4)					
47. Unallocated LAE incurred (Line 9, Col. 4)					
48. Losses and loss adjustment expenses incurred (Line 10, Col. 4)					
<b>Operating Expenses to Total Operating Income</b> (Part 4)(%) (Line item divided by Page 4, Line 3 x 100.0)					
49. Personnel costs (Part 4, Line 1.5, Col. 4)					
50. Amount paid to or retained by title agents (Part 4, Line 2, Col. 4)					
51. All other operating expenses (Part 4, Lines 24 minus 1.5 minus 2, Col. 4)					
52. Total (Lines 49 to 51)					
<b>Operating Percentages</b> (Page 4) (Line item divided by Page 4, Line 3 x 100.0)					
53. Losses and loss adjustment expenses incurred (Line 4)					
54. Operating expenses incurred (Line 5)					
55. Aggregate write-ins for other operating deductions (Line 6)					
56. Total operating deductions (Line 7)					
57. Net operating gain or (loss) (Line 8)					
<b>Other Percentages</b> (Line item divided by Part 1B, Line 1.4)					
58. Losses and loss expenses incurred to net premiums written (Page 4, Line 4)					
59. Operating expenses incurred to net premiums written (Page 4, Line 5)					

### SCHEDULE A - VERIFICATION BETWEEN YEARS

- 1. Book/adjusted carrying value, December 31, prior year (prior year statement) .....
- 2. Increase (decrease) by adjustment:
  - 2.1 Totals, Part 1, Column 10 .....
  - 2.2 Totals, Part 3, Column 7 .....
- 3. Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9)) .....
- 4. Cost of additions and permanent improvements:
  - 4.1 Totals, Part 1, Column 13 .....
  - 4.2 Totals, Part 3, Column 9 .....
- 5. Total profit (loss) on sales, Part 3, Column 14 .....
- 6. Increase (decrease) by foreign exchange adjustment:
  - 6.1 Totals, Part 1, Column 11 .....
  - 6.2 Totals, Part 3, Column 8 .....
- 7. Amounts received on sales, Part 3, Column 11 and Part 1, Column 12 .....
- 8. Book/adjusted carrying value at the end of current period .....
- 9. Total valuation allowance .....
- 10. Subtotal (Lines 8 plus 9) .....
- 11. Total nonadmitted amounts .....
- 12. Statement value, current period (Page 2, real estate lines, current period) .....

### SCHEDULE B - VERIFICATION BETWEEN YEARS

- 1. Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year .....
- 2. Amount loaned during year:
  - 2.1 Actual cost at time of acquisitions .....
  - 2.2 Additional investment made after acquisitions .....
- 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 year .....
- 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 .....
- 10. Total valuation allowance .....
- 11. Subtotal (Lines 9 plus 10) .....
- 12. Total nonadmitted amounts .....
- 13. Statement value of mortgages owned at end of current period .....

### SCHEDULE BA - VERIFICATION BETWEEN YEARS

- 1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year .....
- 2. Cost of acquisitions during year:
  - 2.1 Actual cost at time of acquisitions .....
  - 2.2 Additional investment made after acquisitions .....
- 3. Accrual of discount .....
- 4. Increase (decrease) by adjustment .....
- 5. Total profit (loss) on sale .....
- 6. Amounts paid on account or in full during the year .....
- 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 .....
- 10. Total valuation allowance .....
- 11. Subtotal (Lines 9 plus 10) .....
- 12. Total nonadmitted amounts .....
- 13. Statement value of long-term invested assets at end of current period .....

THE BANKERS GUARANTEE TITLE & TRUST CO.

**SCHEDULE D - SUMMARY BY COUNTRY**

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

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value (a)	Actual Cost	Par Value of Bonds
<b>BONDS</b>					
Governments (Including all obligations guaranteed by governments)	1. United States				
	2. Canada				
	3. Other Countries				
	4. Totals				
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada				
	7. Other Countries				
	8. Totals				
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States				
	14. Canada				
	15. Other Countries				
	16. Totals				
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States				
	22. Canada				
	23. Other Countries				
	24. Totals				
Parent, Subsidiaries and Affiliates	25. Totals				
<b>26. Total Bonds</b>					
<b>PREFERRED STOCKS</b>					
Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries				
	34. Totals				
Industrial and Miscellaneous (unaffiliated)	35. United States				
	36. Canada				
	37. Other Countries				
	38. Totals				
Parent, Subsidiaries and Affiliates	39. Totals				
<b>40. Total Preferred Stocks</b>					
<b>COMMON STOCKS</b>					
Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States	273,063			
	50. Canada				
	51. Other Countries				
	52. Totals	273,063			
Parent, Subsidiaries and Affiliates	53. Totals	60,000			
<b>54. Total Common Stocks</b>		333,063			
<b>55. Total Stocks</b>		333,063			
<b>56. Total Bonds and Stocks</b>		333,063			

NONE

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ \_\_\_\_\_.

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

1. Book/adjusted carrying value of bonds and stocks, prior year	60,063	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	273,000	6.1 Column 17, Part 1	
3. Increase (decrease) by adjustment:		6.2 Column 13, Part 2, Section 1	
3.1 Column 16, Part 1		6.3 Column 11, Part 2, Section 2	
3.2 Column 12, Part 2, Section 1		6.4 Column 11, Part 4	
3.3 Column 10, Part 2, Section 2		7. Book/adjusted carrying value at end of current period	333,063
3.4 Column 10, Part 4		8. Total valuation allowance	0
4. Total gain (loss), Column 14, Part 4		9. Subtotal (Lines 7 plus 8)	333,063
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4		10. Total nonadmitted amounts	60,000
		11. Statement value of bonds and stocks, current period	273,063

Annual Statement for the year 2002 of the THE BANKERS GUARANTEE TITLE & TRUST CO.

**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
	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)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1											
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals											
2. All Other Governments, Schedules D & DA (Group 2)				NONE							
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											
3. States, Territories and Possessions etc., Guaranteed, Schedules D & DA (Group 3)											
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											
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
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											
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
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											

**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

Quality Rating per the NAIC Designation	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 (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1											
6.2 Class 2											
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6											
6.7 Totals											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1											
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals											
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

NONE

**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

Quality Rating per the NAIC Designation	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 (a)
10. Total Bonds Current Year											
10.1 Class 1											
10.2 Class 2											
10.3 Class 3											
10.4 Class 4											
10.5 Class 5											
10.6 Class 6											
10.7 Totals											
10.8 Line 10.7 as a % of Col. 6							XXX				
11. Total Bonds Prior Year											
11.1 Class 1						XXX					
11.2 Class 2						XXX					
11.3 Class 3						XXX					
11.4 Class 4						XXX					
11.5 Class 5						XXX					
11.6 Class 6						XXX					
11.7 Totals						XXX					
11.8 Line 11.7 as a % of Col. 8						XXX			XXX		
12. Total Publicly Traded Bonds											
12.1 Class 1											XXX
12.2 Class 2											XXX
12.3 Class 3											XXX
12.4 Class 4											XXX
12.5 Class 5											XXX
12.6 Class 6											XXX
12.7 Totals											XXX
12.8 Line 12.7 as a % of Col. 6							XXX	XXX	XXX		XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10							XXX	XXX	XXX		XXX
13. Total Privately Placed Bonds											
13.1 Class 1											
13.2 Class 2											
13.3 Class 3											
13.4 Class 4											
13.5 Class 5											
13.6 Class 6											
13.7 Totals											
13.8 Line 13.7 as a % of Col. 6											
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10											

NONE

(a) Includes \$ \_\_\_\_\_ freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.  
 (b) Includes \$ \_\_\_\_\_ current year, \$ \_\_\_\_\_ prior year of bonds with Z designations and \$ \_\_\_\_\_ current year, \$ \_\_\_\_\_ 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 \$ \_\_\_\_\_ current year, \$ \_\_\_\_\_ prior year of bonds with 5\* designations and \$ \_\_\_\_\_ current year, \$ \_\_\_\_\_ 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.

**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

	1	2	3	4	5	6	7	8	9	10	11
	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
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Issuer Obligations											
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals											
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</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. States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 3)</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. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</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. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</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											

NONE

Annual Statement for the year 2002 of the THE BANKERS GUARANTEE TITLE & TRUST CO.

**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

	1	2	3	4	5	6	7	8	9	10	11
	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
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations											
6.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
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											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations											
7.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
7.3 Defined											
7.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
7.5 Defined											
7.6 Other											
7.7 Totals											
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
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											

NONE

**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
10. Total Bonds Current Year											
10.1 Issuer Obligations											
10.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined											
10.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
10.5 Defined											
10.6 Other											
10.7 Totals											
10.8 Line 10.7 as a % of Col. 6											
11. Total Bonds Prior Year											
11.1 Issuer Obligations											
11.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined											
11.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
11.5 Defined											
11.6 Other											
11.7 Totals											
11.8 Line 11.7 as a % of Col. 8											
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations											
12.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined											
12.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
12.5 Defined											
12.6 Other											
12.7 Totals											
12.8 Line 12.7 as a % of Col. 6											
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10											
13. Total Privately Placed Bonds											
13.1 Issuer Obligations											
13.2 Single Class Mortgage-Backed/Asset-Backed Bonds											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined											
13.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
13.5 Defined											
13.6 Other											
13.7 Totals											
13.8 Line 13.7 as a % of Col. 6											
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10											

**SCHEDULE DA - PART 2**

**Verification of SHORT-TERM INVESTMENTS Between Years**

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year	NONE				
2. Cost of short-term investments acquired					
3. Increase (decrease) by adjustment					
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments					
6. Consideration received on disposal of short-term investments					
7. Book/adjusted carrying value, current year					
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)					
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)					
12. Income collected during year					
13. Income earned during year					

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment.

**SCHEDULE DB - PART A - VERIFICATION BETWEEN YEARS**  
**Verification Between Years of Aggregate Write-in Book Value on Options, Caps, Floors**  
**and Insurance Futures Options Owned**

1. Aggregate write-in book value, December 31, prior year (Line 8, prior year)	<u>NONE</u>	_____
2. Cost/Option Premium (Section 2, Column 7)		_____
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)		_____
4. Gain/(Loss) on Termination:		
4.1 Recognized (Sec. 3, Column 14)		_____
4.2 Used to Adjust Basis of Hedged Item (Section 3, Column 15)		_____
5. Consideration received on terminations (Section 3, Column 12)		_____
6. Used to Adjust Basis on Open Contracts (Sec. 1, Column 13)		_____
7. Disposition of deferred amount on contracts terminated in prior year:		
7.1 Recognized		_____
7.2 Used to Adjust Basis of Hedged Item		_____
8. Aggregate write-in book value, December 31, Current Year (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7)		=====

**SCHEDULE DB - PART B - VERIFICATION BETWEEN YEARS**  
**Verification Between Years of Aggregate Write-in Book Value on Options, Caps, Floors**  
**and Insurance Futures Options Written**

1. Aggregate write-in book value, December 31, prior year (Line 8, prior year)	<u>NONE</u>	_____
2. Consideration received (Section 2, Column 7)		_____
3. Increase (Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)		_____
4. Gain/(Loss) on Termination:		
4.1 Recognized (Section 3, Column 14)		_____
4.2 Used to Adjust Basis (Section 3, Column 15)		_____
5. Consideration paid on terminations (Section 3, Column 12)		_____
6. Used to Adjust Basis on Open Contracts (Section 1, Column 13)		_____
7. Disposition of deferred amount on contracts terminated in prior year:		
7.1 Recognized		_____
7.2 Used to Adjust Basis		_____
8. Aggregate write-in book value, December 31, Current Year (Lines 1 + 2 + 3 - 4 - 5 - 6 - 7)		=====

**SCHEDULE DB - PART C - VERIFICATION BETWEEN YEARS**  
**Verification Between Years of Aggregate Write-in Book Value on Swaps and Forwards**

1.	Aggregate write-in book value, December 31, prior year (Line 8, prior year)	<b>NONE</b>	_____
2.	Cost or (Consideration Received) (Section 2, Column 7)		_____
3.	Increase/(Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)		_____
4.	Gain/(Loss) on Termination:		
4.1	Recognized (Section 3, Column 14)		_____
4.2	Used to Adjust Basis of Hedged Item (Section 3, Column 15)		_____
5.	Consideration received (or paid) on terminations (Section 3, Column 12)		_____
6.	Used to Adjust Basis of Hedged Item on Open Contracts (Section 1, Column 13)		_____
7.	Disposition of deferred amount on contracts terminated in prior year:		
7.1	Recognized		_____
7.2	Used to Adjust Basis of Hedged Item		_____
8.	Aggregate write-in book value, December 31, Current Year (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7)		=====

**SCHEDULE DB - PART D - VERIFICATION BETWEEN YEARS**  
**Verification Between Years of Aggregate Write-in Book Value on Futures Contracts and Insurance Futures Contracts**

1.	Aggregate write-in book value, December 31, prior year (Line 8, prior year)	<b>NONE</b>	_____
2.	Change in total Variation Margin on Open Contracts (Difference between years-Section 1, Column 6)		_____
3.1	Change in Variation Margin on Open Contracts Used to Adjust Basis of Hedged Item (Section 1, Column 11)		_____
3.2	Change in Variation Margin on Open Contracts Recognized (Difference between years-Section 1, Column 10)		_____
4.1	Variation Margin on Contracts Terminated During the Year (Section 3, Column 6)		_____
4.2	Less:		
4.21	Gain/(Loss) Recognized in Current Year (Section 3, Column 11)		_____
4.22	Gain/(Loss) Used to Adjust Basis of Hedge (Section 3, Column 12)		_____
4.3	Subtotal (Line 4.1 minus Line 4.2)		_____
5.1	Net Additions to Cash Deposits (Section 2, Column 7)		_____
5.2	Less: Net Reductions to Cash Deposits (Section 3, Column 9)		_____
6.	Subtotal (Lines 1 - 2 + 3.1 + 3.2 - 4.3 + 5.2)		_____
7.	Disposition of Gain/(Loss) on Contracts Terminated in Prior Year:		
7.1	Recognized		_____
7.2	Used to Adjust Basis of Hedged Item		_____
8.	Aggregate write-in book value, December 31, current year (Lines 6 + 7.1 + 7.2)		=====

**SCHEDULE DB - PART E - VERIFICATION**  
**Verification of Statement Value and Fair Value of Open Contracts**

1.	Part A, Section 1, Column 10	<b>NONE</b>	_____	Statement Value
2.	Part B, Section 1, Column 10		_____	
3.	Part C, Section 1, Column 10		_____	
4.	Part D, Section 1, Column 9 - 12		_____	
5.	Lines (1) - (2) + (3) + (4)		_____	
6.	Part E, Section 1, Column 4		_____	
7.	Part E, Section 1, Column 5		_____	
8.	Lines (5) - (6) - (7)		_____	
9.	Part A, Section 1, Column 11		_____	Fair Value
10.	Part B, Section 1, Column 11		_____	
11.	Part C, Section 1, Column 11		_____	
12.	Part D, Section 1, Column 9		_____	
13.	Lines (9) - (10) + (11) + (12)		_____	
14.	Part E, Section 1, Column 7		_____	
15.	Part E, Section 1, Column 8		_____	
16.	Lines (13) - (14) - (15)		=====	



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

**Reconciliation of Replicated (Synthetic) Assets Open**

	First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-To-Date	
	1	2	3	4	5	6	7	8	9	10
	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value
1. Beginning Inventory										
2. Add: Opened or Acquired Transactions				<i>NONE</i>						
3. Add: Increases in Replicated Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
4. Less: Closed or Disposed of Transactions										
5. Less: Positions Disposed of for Failing Effectiveness Criteria										
6. Less: Decreases in Replicated (Synthetic) Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
7. Ending Inventory										





**SCHEDULE E - PART 1C - REINSURANCE RESERVE FUNDS**

Showing all Banks, Trust Companies, Savings and Loan and Building and Loan Associations in which deposits of reinsurance reserve funds were maintained by the Company at any time during the year and the balances, if any (according to reporting entity's records) on December 31, of the current year. Exclude balances represented by negotiable instruments.

1 Depository	2 Rate of Interest	3 Interest Received During Year	4 Interest Earned During Year	5 Balance
OPEN DEPOSITORIES				
0199998 Deposits in ( ) depositories which do not exceed the allowable limit in any one depository-open depositories	XXX			
0199999 Total Open Depositories - Dec. 31st	XXX			
SUSPENDED DEPOSITORIES				
0299998 Deposits in ( ) depositories which do not exceed the allowable limit in any one depository-suspended depositories	XXX			
0299999 Total Suspended Depositories - Dec. 31st	XXX			
NONE				
0399999 Grand Totals - All Depositories - Dec. 31st.	XXX			

1. Totals: Last day of January	
2. February	
3. March	
4. April	
5. May	
6. June	
7. July	
8. August	
9. September	
10. October	
11. November	
12. December	

**SCHEDULE E - PART 1D - SUMMARY**

Segregated Funds Held for Others			
Type	1 Non-Interest Earning	2 Interest Earning	3 Total (Cols. 1 + 2)
1. Open depositories	3,548,302	11,840,799	15,389,101
2. Suspended depositories			
3. Total segregated cash funds held for others (Note B(2), Page 2)			
4. Other forms of security held for others (Note B(3), Page 2)			
5. Total all segregated funds held for others (Note B(1), Page 2)	3,548,302	11,840,799	15,389,101
Company Funds on Hand and on Deposit			
<b>General Funds</b>			
6. Open depositories			
7. Suspended depositories			1,644,766
8. Total general funds			
<b>Reinsurance Reserve Funds</b>			
9. Open depositories			
10. Suspended depositories			
11. Total reinsurance reserve funds			
<b>Total Company Funds</b>			
12. Open depositories			1,644,766
13. Suspended depositories			
14. Total company funds on deposit (Lines 8 & 11)			1,644,766
15. Company funds on hand			250
16. Total company funds on hand and on deposit			1,645,016

**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			
18. Suspended depositories			
19. Total segregated funds held for others			
<b>Company Funds on Deposit</b>			
20. Open depositories			
21. Suspended depositories			
22. Total company funds on deposit			
<b>Total All Funds on Deposit</b>			
23. Open depositories			
24. Suspended depositories			
25. Total all funds on deposit			

### 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 [X]

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 [X]

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 [X]

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 Part 1A that will enable it to identify the funds on an individual basis?

YES [X] NO [ ]

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**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
				<p style="text-align: center;">NONE</p>							

**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 Reinsurer	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		
					NONE							

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**SCHEDULE F - PART 3**

**Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Cols. 6 thru 10 but not in Excess of Col. 5	Subtotal Col. 5 minus Col. 11	Recoverable Paid Losses & LAE Expenses Over 90 Days past Due not in Dispute	20% of Amount in Col. 13	Smaller of Col. 11 or Col. 14	Smaller of Col. 11 or 20% of Amount in Dispute Included in Col. 5	Total Provision for Unauthorized Reinsurance Smaller of Col. 5 or Cols. 12 + 15 + 16
						NONE										

1. Amounts in dispute totaling \$ \_\_\_\_\_ are included in Column 5.  
 2. Amounts in dispute totaling \$ \_\_\_\_\_ are excluded from Column 13.  
 3. Column 5 excludes \$ \_\_\_\_\_ recoverables on ceded BNR on contracts in force prior to July 1, 1984 and not subsequently renewed.

**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	3 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
		From	4 To						
				NONE					

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



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**SCHEDULE H - PART 3**

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

1 Permanent Identification Number	2 Form of Ownership	3 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
		4 From	4 To								
					NONE						

**SCHEDULE H - Verification Between Years**

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

### 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 (Page 2, Line 9, Current Year) .....		
2. Title plant assets held by subsidiaries (proportionate to ownership) .....		
3. Total (Line 1 plus Line 2)		

NONE

**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	XXX												
2. 1993	XXX												
3. 1994													
4. 1995													
5. 1996													
6. 1997													
7. 1998													
8. 1999													
9. 2000													
10. 2001													
11. 2002													
12. Totals	XXX												

NONE

	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. 1993											
3. 1994											
4. 1995											
5. 1996											
6. 1997											
7. 1998											
8. 1999											
9. 2000											
10. 2001											
11. 2002											
12. Total											

NONE

	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 ((Col. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col. 6)				
1. Prior								XXX				
2. 1993								XXX				
3. 1994												
4. 1995												
5. 1996												
6. 1997												
7. 1998												
8. 1999												
9. 2000												
10. 2001												
11. 2002												
12. Total								XXX		XXX		

NONE

**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. 1993	X X X											
3. 1994												
4. 1995												
5. 1996												
6. 1997												
7. 1998												
8. 1999												
9. 2000												
10. 2001												
11. 2002												
12. Totals	X X X											

NONE

	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. 1993											
3. 1994											
4. 1995											
5. 1996											
6. 1997											
7. 1998											
8. 1999											
9. 2000											
10. 2001											
11. 2002											
12. Total											

NONE

	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 ((Col. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col.6)				
1. Prior								X X X				
2. 1993								X X X				
3. 1994												
4. 1995												
5. 1996												
6. 1997												
7. 1998												
8. 1999												
9. 2000												
10. 2001												
11. 2002												
12. Total								X X X		X X X		

NONE

**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	XXX												
2. 1993	XXX												
3. 1994													
4. 1995													
5. 1996													
6. 1997													
7. 1998													
8. 1999													
9. 2000													
10. 2001													
11. 2002													
12. Totals	XXX												

	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. 1993											
3. 1994											
4. 1995											
5. 1996											
6. 1997											
7. 1998											
8. 1999											
9. 2000											
10. 2001											
11. 2002											
12. Total											

	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 ((Col. 14+23+26)/[Cols. 2+4])	31 Net Basis ((Cols. 14+23+29)/Col.6)				
1. Prior								XXX				
2. 1993								XXX				
3. 1994												
4. 1995												
5. 1996												
6. 1997												
7. 1998												
8. 1999												
9. 2000												
10. 2001												
11. 2002												
12. Total								XXX		XXX		

**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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002
1. Prior										
2. 1983										
3. 1984										
4. 1985										
5. 1986										
6. 1987										
7. 1988										
8. 1989										
9. 1990										
10. 1991										
11. 1992										
12. 1993										
13. 1994	XXX									
14. 1995	XXX	XXX								
15. 1996	XXX	XXX	XXX							
16. 1997	XXX	XXX	XXX	XXX						
17. 1998	XXX	XXX	XXX	XXX	XXX					
18. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior												
2. 1983												
3. 1984												
4. 1985												
5. 1986												
6. 1987												
7. 1988												
8. 1989												
9. 1990												
10. 1991												
11. 1992												
12. 1993												
13. 1994	XXX											
14. 1995	XXX	XXX										
15. 1996	XXX	XXX	XXX									
16. 1997	XXX	XXX	XXX	XXX								
17. 1998	XXX	XXX	XXX	XXX	XXX							
18. 1999	XXX	XXX	XXX	XXX	XXX	XXX						
19. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
20. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
21. 2002	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
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1. Prior										
2. 1983										
3. 1984										
4. 1985										
5. 1986										
6. 1987					N/A					
7. 1988										
8. 1989										
9. 1990										
10. 1991										
11. 1992										
12. 1993										
13. 1994	XXX									
14. 1995	XXX	XXX								
15. 1996	XXX	XXX	XXX							
16. 1997	XXX	XXX	XXX	XXX						
17. 1998	XXX	XXX	XXX	XXX	XXX					
18. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2002	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
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1. Prior										
2. 1983										
3. 1984										
4. 1985										
5. 1986										
6. 1987					N/A					
7. 1988										
8. 1989										
9. 1990										
10. 1991										
11. 1992										
12. 1993										
13. 1994	XXX									
14. 1995	XXX	XXX								
15. 1996	XXX	XXX	XXX							
16. 1997	XXX	XXX	XXX	XXX						
17. 1998	XXX	XXX	XXX	XXX	XXX					
18. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002
1. Prior										
2. 1983										
3. 1984										
4. 1985										
5. 1986					N/A					
6. 1987										
7. 1988										
8. 1989										
9. 1990										
10. 1991										
11. 1992										
12. 1993										
13. 1994	XXX									
14. 1995	XXX	XXX								
15. 1996	XXX	XXX	XXX							
16. 1997	XXX	XXX	XXX	XXX						
17. 1998	XXX	XXX	XXX	XXX	XXX					
18. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
19. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
20. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
21. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P-PART 3  
INCURRED LOSS AND ALAE BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	Losses and Allocated Expenses at Year End (\$000 omitted)									
	Incurred Loss and ALAE on Known Claims and Bulk Reserves on Known Claims									
	1 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002
1. Prior										
2. 1993										
3. 1994	XXX									
4. 1995	XXX	XXX								
5. 1996	XXX	XXX	XXX							
6. 1997	XXX	XXX	XXX	XXX						
7. 1998	XXX	XXX	XXX	XXX	XXX					
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P-PART 3A  
PAID LOSS AND ALAE BY YEAR OF FIRST REPORT**

Years in Which Claims Were First Reported	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		
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002		
1. Prior												
2. 1993												
3. 1994	XXX											
4. 1995	XXX	XXX										
5. 1996	XXX	XXX	XXX									
6. 1997	XXX	XXX	XXX	XXX								
7. 1998	XXX	XXX	XXX	XXX	XXX							
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

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

Years in Which Claims Were First Reported	Case Basis Losses and Allocated Expenses Reserves at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1. Prior										
2. 1993										
3. 1994	XXX									
4. 1995	XXX	XXX								
5. 1996	XXX	XXX	XXX							
6. 1997	XXX	XXX	XXX	XXX						
7. 1998	XXX	XXX	XXX	XXX	XXX					
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P-PART 3C  
BULK RESERVES ON KNOWN CLAIMS  
BY YEAR OF FIRST REPORT**

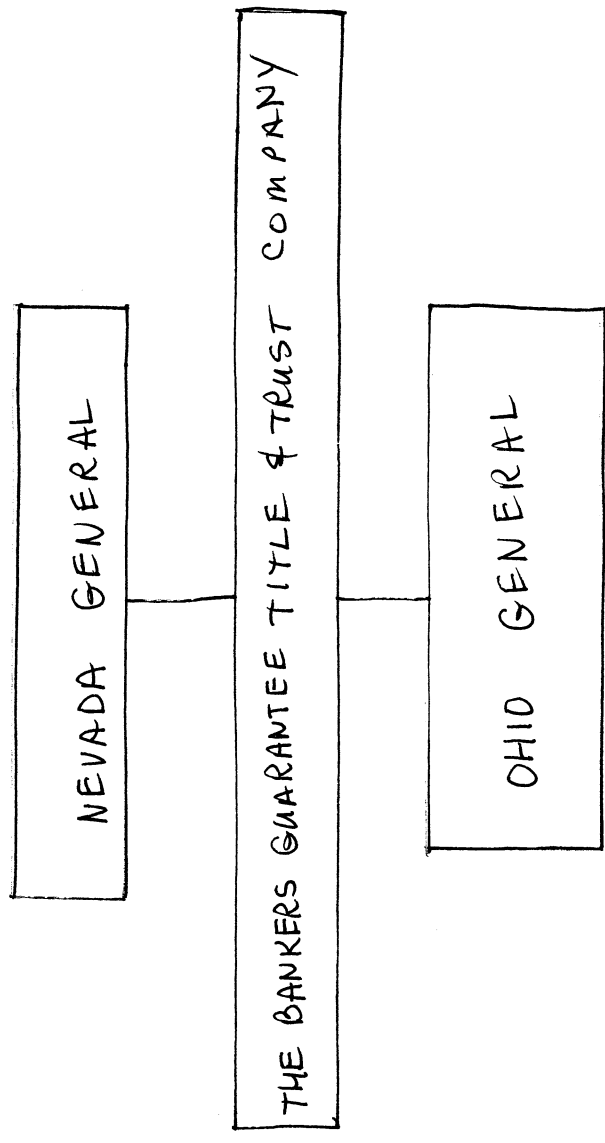
Years in Which Claims Were First Reported	Bulk Reserves on Known Claims at Year End (\$000 omitted)									
	Loss and Allocated Loss Expense									
	1	2	3	4	5	6	7	8	9	10
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1. Prior										
2. 1993										
3. 1994	XXX									
4. 1995	XXX	XXX								
5. 1996	XXX	XXX	XXX							
6. 1997	XXX	XXX	XXX	XXX						
7. 1998	XXX	XXX	XXX	XXX	XXX					
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

### 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 [ ] **N/A**
- 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 [ ] **N/A**
- 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 [ ] **N/A**
- 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 [ ] **N/A**
- 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 [ ] **N/A**
- 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 [ ] **N/A**
- 6.2 If not, please explain.
- 7.1 Are allocated loss adjustment expenses recorded in accordance with the instructions? YES [ ] NO [ ] **N/A**
- 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 [ ] **N/A**
- 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 [ ] **N/A**
- 9.2 Are claims closed without payment removed from the claim count? YES [ ] NO [ ] **N/A**
- 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 [ ] **N/A**
- 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 income, loss or ALAE? YES [ ] NO [ ] **N/A**
- 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 [ ] **N/A**
- 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 Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**



SCHEDULE Y (continued)

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 Parent, 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)
					N/A							
	9999999	Control Totals										XXX

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual 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.

	RESPONSE
<b>MARCH FILING</b>	
1. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? <i>LESS THAN 100 STOCKHOLDERS</i>	<u>NO</u>
2. Will the SVO Compliance Certification be filed by March 1?	<u>NO</u>
3. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	<u>YES</u>
4. Will an actuarial opinion be filed by March 1?	<u>EXEMPT</u>
<b>APRIL FILING</b>	
5. Will Management's Discussion and Analysis be filed by April 1?	<u>YES</u>
6. Will the Supplemental Schedule of Business Written by Agency be filed by April 1?	<u>YES</u>
7. Will the Investment Risks Interrogatories be filed by April 1?	<u>YES</u>
<b>JUNE FILING</b>	
8. Will an audited financial report be filed by June 1?	<u>YES</u>

**Explanation:**

**Bar code:**

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Annual Statement for the year 2002 of the **THE BANKERS GUARANTEE TITLE & TRUST CO.**

**SCHEDULE A - PART 2**  
 Showing all Real Estate ACQUIRED During the Year

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Expended for Additions and Permanent Improvements
	2 City	3 State						
				NONE				











Annual Statement for the year 2002 of the **THE BANKERS GUARANTEE TITLE & TRUST CO.**  
**SCHEDULED - PART I**

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

1	2	3		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21		
		4	5									14	15								
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/ Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest	
								NONE													



Annual Statement for the year 2002 of the **THE BANKERS GUARANTEE TITLE & TRUST CO.**  
**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Number of Shares	4 Book/Adjusted Carrying Value	5 Rate per Share Used to Obtain Fair Value	6 Fair Value	7 Actual Cost	Dividends		10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 NAIC Desig- nation (a)	13 Date Acquired
							8 Declared but Unpaid	9 Amount Received During Year				
	OHIO GENERAL	100	60,000	600	60,000	60,000		21,000				
	FANNIE MAE	4	63	15.75	63	63		-				
	FEDERAL HOME LOAN BANK OF CINCINNATI	2,730	2,730	100	273,000	273,000		4,999				
					333,063	333,063		25,999				

(a) For all common stocks bearing the NAIC designation "U" provide: the number of such issues \_\_\_\_\_, the total \$ value (included in Column 6) of all such issues \$ \_\_\_\_\_

**SCHEDULE D - PART 3**

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

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
			NONE				

Annual Statement for the year 2002 of the **THE BANKERS GUARANTEE TITLE & TRUST CO.**  
**SCHEDULE D - PART 4**

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

1 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year
						NONE									

**SCHEDULE D - PART 5**

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	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 and Dividends Received During Year	Paid for Accrued Interest and Dividends
					NONE											



**SCHEDULE DA - PART 1**  
**Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year**

1 CUSIP Identi- fication	2 Description	3 Date Acquired	4 Name of Vendor	Interest		7 Maturity Date	8 Book/Adjusted Carrying Value	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Desig- nation	17 Effective Rate of Interest	
				5 Rate Of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	14 Gross Amount Received				
								None									

(a) Includes \$ ..... other than accrual of discount and amortization of premium.

**SCHEDULE DB - PART A - SECTION 1**

Showing all Options, Caps, Floors and Insurance Futures Options Owned December 31 of Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/Option Premium	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis of Hedged Item	14 Other Investment/ Miscellaneous Income
					NONE								

**SCHEDULE DB - PART A - SECTION 2**

Showing all Options, Caps, Floors and Insurance Futures Options Acquired During Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/Option Premium

**SCHEDULE DB - PART A - SECTION 3**

Showing all Owned Options, Caps, Floors and Insurance Futures Options Terminated During Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/Option Premium	8 Indicate Exercise, Expiration, Maturity or Sale	9 Termination Date	10 Book Value	11 *	12 Consideration Received on Terminations	13 Increase/ (Decrease) by Adjustment	Gain / Loss on Termination			17 Other Investment/ Miscellaneous Income
													14 Recognized	15 Used to Adjust Basis of Hedged Item	16 Deferred	
					NONE											

**SCHEDULE DB - PART B - SECTION 1**

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force December 31 of Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis	14 Other Investment/ Miscellaneous Income

**SCHEDULE DB - PART B - SECTION 2**

Showing all Options, Caps, Floors and Insurance Futures Options Written During Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received
		NONE				

**SCHEDULE DB - PART B - SECTION 3**

Showing all Written Options, Caps, Floors and Insurance Futures Options Terminated During Current Year

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received	8 Indicate Exercise, Expiration, Maturity or Closing Purchase Transaction	9 Termination Date	10 Book Value	11 *	12 Consideration Paid on Terminations	13 Increase/ (Decrease) by Adjustment			14 Gain / (Loss) on Termination		17 Other Investment/ Miscellaneous Income
												13 Recognized	15 Used to Adjust Basis	16 Deferred			
							NONE										

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

Showing all Collar, Swap and Forwards Open December 31 of Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Description	Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price, Rate or Index Rec (Pay)	Date of Opening Position or Agreement	Exchange or Counterparty	Cost or (Consideration Received)	Book Value	*	Statement Value	Fair Value	Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income	Potential Exposure
					NONE									

**SCHEDULE DB - PART C - SECTION 2**

Showing all Collar, Swap and Forwards Opened During Current Year

1	2	3	4	5	6	7
Description	Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price, Rate or Index Rec (Pay)	Date of Opening Position or Agreement	Exchange or Counterparty	Cost or (Consideration Received)
			NONE			

**SCHEDULE DB - PART C - SECTION 3**

Showing all Collar, Swap and Forwards Terminated During Current Year

1 Description	2 Notional Amount	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 (Consideration Received)	8 Indicate Exercise, Expiration, Maturity or Sale	9 Termination Date	10 Book Value	11 *	12 Consideration Received or (Paid) on Terminations	13 Increase (Decrease) by Adjustment	Gain/(Loss) on Termination			17 Other Investment/ Miscellaneous Income
													14 Recognized	15 Used to Adjust Basis of Hedged Item	16 Deferred	
							NONE									

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

Showing all Futures Contracts and Insurance Futures Contracts Open December 31 of Current Year

1 Description	2 Number of Contracts	3 Maturity Date	4 Original Value	5 Current Value	6 Variation Margin	7 Date of Opening Position	8 Exchange or Counterparty	9 Cash Deposit	Variation Margin Information			13 Potential Exposure
									10 Recognized	11 Used to Adjust Basis of Hedged Item	12 Deferred	

**SCHEDULE DB - PART D - SECTION 2**

Showing all Futures Contracts and Insurance Futures Contracts Opened During Current Year

1	2	3	4	5	6	7
Description	Number of Contracts	Maturity Date	Original Value	Date of Opening Position	Exchange or Counterparty	Net Additions to Cash Deposits
			NONE			

**SCHEDULE DB - PART D - SECTION 3**

Showing all Futures Contracts and Insurance Futures Contracts Terminated During Current Year

1	2	3	4	5	6	7	8	9	10	Variation Margin Information		
										11	12	13
Description	Number of Contracts	Maturity Date	Original Value	Termination Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Net Reduction to Cash Deposits	Termination Date	Gain / (Loss) Recognized	Gain / (Loss) Used to Adjust Basis of Hedged Item	Gain / (Loss) Deferred
							NONE					

Annual Statement for the year 2002 of the **THE BANKERS GUARANTEE TITLE & TRUST CO**  
**SCHEDULE DB - PART E - SECTION 1**

**Showing Counterparty Exposure for Derivative Instruments Open December 31 of Current Year**

1 Description Counterparty or Exchange Traded	2 Master Agreement (Y or N)	3 Fair Value of Acceptable Collateral	Statement Value			Fair Value			10 Potential Exposure	11 Off-Balance Sheet Exposure
			4 Contracts Statement Value Greater Than 0	5 Contracts Statement Value Less Than 0	6 Exposure Net of Collateral	7 Contracts Fair Value Greater Than 0	8 Contracts Fair Value Less Than 0	9 Exposure Net of Collateral		
				NONE						



**SCHEDULE E - PART 1 - CASH**

1 Depository	2 Rate of Interest	3 Amount of Interest Received During Year	4 Amount of Interest Accrued December 31 of Current Year	5 Balance	6 *
OPEN DEPOSITORIES	VARIOUS			17,033,867	
0199998 Deposits in depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories.	XXX				XXX
0199999 Totals-Open Depositories	XXX			17,033,867	XXX
SUSPENDED DEPOSITORIES				0	
0299998 Deposits in depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories.	XXX				XXX
0299999 Totals - Suspended Depositories	XXX			0	XXX
0399999 Total Cash on Deposit	XXX			17,033,867	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	250	XXX
0599999 Total Cash	XXX			17,034,117	XXX

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

1. January	9,292,288	4. April	12,224,941	7. July	11,267,652	10. October	19,790,670
2. February	10,123,259	5. May	14,704,859	8. August	11,166,054	11. November	17,530,149
3. March	12,281,863	6. June	14,277,689	9. September	13,090,810	12. December	17,033,867



# **BOWNE**

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