

**ANNUAL STATEMENT**

Including Supplements

OF THE

**OLYMPIC TITLE INSURANCE COMPANY**

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of **DAYTON**

in the state of **OHIO**

TO THE

**Insurance Department**

OF THE

**STATE OF OHIO**

**FOR THE YEAR ENDED  
December 31, 2002**

TITLE

**2002**



50440200220100100

ANNUAL STATEMENT

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

OLYMPIC TITLE INSURANCE COMPANY

NAIC Group Code 0000 (Current Period) 0000 (Prior Period) NAIC Company Code 50440 Employer's ID Number 00-0000000

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

Country of Domicile US

Incorporated: November 29, 1984 Commenced Business: June 13, 1985

Statutory Home Office: 310 W. MONUMENT AVE DAYTON, OH 45402

Main Administrative Office: 310 W. MONUMENT AVE DAYTON, OH 45402 937-228-2204

Mail Address: 310 W. MONUMENT AVE DAYTON, OH 45402

Primary Location of Books and Records: 310 W. MONUMENT AVEN DAYTON, OH 45402 937-228-2204

Internet Website Address: N/A

Statement Contact: KRISTA L. POTTS 937-228-2204
N/A 937-228-0115
(E-Mail Address) (Fax Number)

Policyowner Relations Contact: 00000 000-000-0000

OFFICERS

President GREGORY V. POTTS
Secretary KRISTA L. POTTS
Treasurer GREGORY V. POTTS
Actuary

Vice-Presidents

KRISTA L. POTTS
[Blank lines for other vice-presidents]

DIRECTORS OR TRUSTEES

FRANK FARKAS, JR. STEPHEN M. PFARRER TODD HOUSEHOLDER GREGORY V. POTTS
KRISTA L. POTTS
[Blank lines for other directors/trustees]

State of OHIO
County of MONTGOMERY ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

(Signature) (Signature) (Signature)
GREGORY V. POTTS KRISTA L. POTTS GREGORY V. POTTS
(Printed Name) (Printed Name) (Printed Name)
President Secretary Treasurer

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

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)	194,592		194,592	336,307
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				205,697
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ 0 encumbrances)				
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 598,588 Schedule E, Part 1) and short-term investments (\$ 0 Schedule DA, Part 2)	598,588		598,588	1,243,579
6. Other invested assets				
7. Receivable for securities				
8. Subtotals, cash and invested assets (Lines 1 to 7)	793,180		793,180	1,785,583
9. Title plants (Schedule H), less \$ 0, charged off				
10. Title insurance premiums and fees receivable	5,000	5,000		20,385
11. Funds held by or deposited with reinsured companies				17,297
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 \$ 112,687 net deferred tax asset)	103,660		103,660	
14. Guaranty funds receivable or on deposit				
15. Electronic data processing equipment and software	3,798	198	3,600	5,373
16. Interest, dividends and real estate income due and accrued				4,977
17. Net adjustments in assets and liabilities due to foreign exchange rates				
18. Receivable from parent, subsidiaries and affiliates				
19. Other assets nonadmitted (Exhibit 1)				
20. Aggregate write-ins for other than invested assets	53,977		53,977	64,447
21. TOTALS (Lines 8 to 20)	959,615	5,198	954,417	1,898,062

DETAILS OF WRITE-INS			
2001. NOTE RECEIVABLE	53,977		53,977
2002.			
2003.			
2098. Summary of remaining write-ins for Line 20 from overflow page			
2099. Totals (Lines 2001 through 2003 + 2098) (Line 20 above)	53,977		53,977

A. The above assets include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserve: Bonds \$ 0 ,  
Short-term investments \$ 0 , Mortgages \$ 0 , Cash \$ 300,000 , Total \$ 300,000

**SEGREGATED FUNDS HELD FOR OTHERS BY THE COMPANY**

(Set apart in special accounts and excluded from company assets and liabilities)

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

<b>LIABILITIES, SURPLUS AND OTHER FUNDS</b>	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)		1,487,565
3. Aggregate of other reserves required by law		
4. Supplemental reserve (Part 2B, Col. 4, Line 12)		
5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6. Other expenses (excluding taxes, licenses and fees)		
7. Taxes, licenses and fees (excluding federal and foreign income taxes)		
8. Federal and foreign income taxes (including \$ 0 on realized capital gains (losses)) (including \$ 0 net deferred tax liability)		155,542
9. Borrowed money \$ 0 and interest thereon \$ 0		
10. Dividends declared and unpaid	3,625	
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	5,000	
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		37,907
21. Total liabilities (Lines 1 through 20)	8,625	1,681,014
22. Aggregate write-ins for special surplus funds		
23. Common capital stock	89,890	89,910
24. Preferred capital stock	7,500	10,000
25. Aggregate write-ins for other than special surplus funds		
26. Surplus notes		
27. Gross paid in and contributed surplus	369,080	372,835
28. Unassigned funds (surplus)	479,322	(255,697)
29. Less treasury stock, at cost:		
29.1 0 shares common (value included in Line 23 \$ 0 )		
29.2 0 shares preferred (value included in Line 24 \$ 0 )		
30. Surplus as regards policyholders (Lines 22 to 28 less 29)(Page 4, Line 32)	945,792	217,048
31. Totals (Page 2, Line 21, Col. 3)	954,417	1,898,062

<b>DETAILS OF WRITE-INS</b>		
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.		5,643
2002. SALARIES PAYABLE		32,264
2003.		
2098. Summary of remaining write-ins for Line 20 from overflow page		
2099. Totals (Lines 2001 through 2003 plus 2098) (Line 20 above)		37,907
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)	2,381,895	1,890,975
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)		
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)		
2. Aggregate write-ins for other operating income		
3. Total Operating Income (Lines 1 through 2)	2,381,895	1,890,975
<b>DEDUCT:</b>		
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)	341,005	
5. Operating expenses incurred (Part 3, Line 24, Cols. 4 and 6)	1,482,689	1,975,043
6. Aggregate write-ins for other operating deductions		
7. Total Operating Deductions	1,823,694	1,975,043
8. Net operating gain or (loss) (Lines 3 minus 7)	558,201	(84,068)
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net investment Income, Line 17)	46,851	80,856
10. Net realized capital gains and (losses) (Exhibit of Capital Gains (Losses))	(9,549)	4,445
11. Net investment gain or (loss) (Lines 9 + 10)	37,302	85,301
<b>OTHER INCOME</b>		
12. Aggregate write-ins for miscellaneous income or (loss)	12,545	20,486
13. Net income, before federal income taxes (Lines 8 + 11 + 12)	608,048	21,719
14. Federal and foreign income taxes incurred	(98,912)	10,273
15. Net income (Lines 13 minus 14)	706,960	11,446
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
16. Surplus as regards policyholders, December 31 prior year (Page 3, Line 30, Column 2)	217,048	346,280
<b>GAINS AND (LOSSES) IN SURPLUS</b>		
17. Net income (from Line 15)	706,960	11,446
18. Net unrealized capital gains or losses	(120,969)	18,265
19. Change in net unrealized foreign exchange capital gain (loss)		
20. Change in net deferred income tax	148,849	(143,810)
21. Change in nonadmitted assets (Exhibit 1, Line 6, Col. 3)	7,620	1,189
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	(2,500)	(2,500)
26.2 Transferred from surplus (Stock Dividend)		
26.3 Transferred to surplus		
27. Surplus Adjustments:		
27.1 Paid in	(3,841)	(3,800)
27.2 Transferred to capital (Stock Dividend)		
27.3 Transferred from capital		
28. Dividends to stockholders	(7,375)	(10,041)
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		19
31. Change in surplus as regards policyholders for the year (Lines 17 through 30)	728,744	(129,232)
32. Surplus as regards policyholders, December 31 current year (Lines 16 plus 31) (Page 3, Line 30)	945,792	217,048

<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) (Line 2 above)		
0601. ....		
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)		
1201. OTHER INCOME	17,545	20,486
1202. MISC	(5,000)	
1203. ....		
1298. Summary of remaining write-ins for Line 12 from overflow page		
1299. Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)	12,545	20,486
3001. STOCK REDEMPTION		
3002. PREPAYMENTS		
3003. OTHER		19
3098. Summary of remaining write-ins for Line 30 from overflow page		
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)		19

<b>CASH FLOW</b>	1 Current Year	2 Prior Year
1. Premiums and other charges collected	914,715	1,978,297
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	341,005	
3. Total operating expenses paid	1,492,040	1,938,589
4. Cash from operations (Line 1 minus Line 2 minus Line 3)	(918,330)	39,708
5. Investment income (net of investment expense)	51,828	87,903
6. Other income received (expenses paid)	16,170	20,486
7. Federal income taxes (paid) recovered	(11,441)	(18,155)
8. Net cash from operations (Lines 4 to 7)	(861,773)	129,942
9. Proceeds from investments sold, matured or repaid:		
9.1 Bonds		
9.2 Stocks	75,748	213,975
9.3 Mortgage loans	205,697	6,051
9.4 Real estate		
9.5 Other invested assets		
9.6 Net gains or (losses) on cash and short-term investments		
9.7 Miscellaneous proceeds	11,916	
9.8 Total investment proceeds (Lines 9.1 to 9.7)	293,361	220,026
10. Other cash provided:		
10.1 Net transfers from affiliates		
10.2 Borrowed funds received		
10.3 Capital paid in	(2,500)	(2,500)
10.4 Surplus paid in	(3,841)	(3,800)
10.5 Other sources		9,572
10.6 Total other cash provided (Lines 10.1 to 10.5)	(6,341)	3,272
11. Total (Line 8 plus Line 9.8 plus Line 10.6)	(574,753)	353,240
12. Cost of investments acquired (long-term only):		
12.1 Bonds		
12.2 Stocks	64,550	69,503
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Miscellaneous applications		
12.7 Total investments acquired (Lines 12.1 to 12.6)	64,550	69,503
13. Other cash applied:		
13.1 Dividends to stockholders paid	5,688	10,041
13.2 Net transfers to affiliates		
13.3 Borrowed funds repaid		
13.4 Other applications		7,029
13.5 Total other cash applied (Lines 13.1 to 13.4)	5,688	17,070
14. Total (Line 12.7 plus Line 13.5)	70,238	86,573
15. Net change in cash and short-term investments (Line 11 minus Line 14)	(644,991)	266,667
<b>RECONCILIATION</b>		
16. Cash and short-term investments:		
16.1 Beginning of year	1,243,579	976,912
16.2 End of year (Line 15 plus Line 16.1)	598,588	1,243,579

## OPERATIONS AND INVESTMENT EXHIBIT

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

	1	Agency Operations		4 Current Year Total (Cols. 1 + 2 + 3)	5 Prior Year Total
		2 Direct Operations	3 Non-Affiliated Agency Operations		
1. Direct premiums written	1,449,874			1,449,874	2,041,658
2. Escrow and settlement service charges		X X X	X X X		
3. Other title fees and service charges (Part 1C, Line 5)		X X X	X X X		
4. Totals (Lines 1 + 2 + 3)	1,449,874			1,449,874	2,041,658

### PART 1B - PREMIUMS EARNED EXHIBIT

	1 Current Year	2 Prior Year
1. Title premiums written:		
1.1 Direct (Part 1A, Line 1)	1,449,874	2,041,658
1.2 Assumed		
1.3 Ceded	555,544	43,347
1.4 Net title premiums written (Lines 1.1 + 1.2 - 1.3)	894,330	1,998,311
2. Statutory premium reserve:		
2.1 Balance at December 31 prior year	1,487,565	1,380,229
2.2 Additions during the current year		96,829
2.3 Withdrawals during the current year	1,487,565	(10,507)
2.4 Other adjustments to statutory premium reserves		
2.5 Balance at December 31 current year		1,487,565
3. Net title premiums earned during year (Lines 1.4 - 2.2 + 2.3)	2,381,895	1,890,975

### 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		
5. Totals		
DETAILS OF WRITE-INS		
0401.		
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)		

**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	341,005			341,005	
2. Losses and allocated loss adjustment expenses paid - reinsurance assumed, less salvage					
3. Total (Line 1 plus Line 2)	341,005			341,005	
4. Deduct: Recovered during year from reinsurance					
5. Net payments (Line 3 minus Line 4)	341,005			341,005	
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)	341,005			341,005	
9. Unallocated loss adjustment expenses incurred (Part 3, Line 24, Column 5)					
10. Losses and loss adjustment expenses incurred (Line 8 plus Line 9)	341,005			341,005	

**OPERATIONS AND INVESTMENT EXHIBIT**  
**PART 2B - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

	1  Direct Operations	Agency Operations		4  Total Current Year (Cols. 1 + 2 + 3)	5  Total Prior Year
		2  Non-Affiliated Agency Operations	3  Affiliated Agency Operations		
1. Loss and allocated LAE reserve for title and other losses of which notice has been received:					
1.1 Direct (Schedule P, Part 1, Line 12, Col. 17)					
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)	X X X	X X X	X X X		X X X
6. Less discount for time value of money, if allowed (Sch. P, Part 1, Line 12, Col. 33)	X X X	X X X	X X X		X X X
7. Total Schedule P reserves (Lines 3 + 4.4 + 5 - 6)(Sch. P, Part 1, Line 12, Col. 35)	X X X	X X X	X X X		X X X
8. Statutory premium reserve at year end	X X X	X X X	X X X		X X X
9. Aggregate of other reserves required by law	X X X	X X X	X X X		X X X
10. Gross supplemental reserve (a) (Lines 7 - (3 + 8 + 9))	X X X	X X X	X X X		X X X
11. Unrecognized Schedule P transition obligation	X X X	X X X	X X X		X X X
12. Net recognized supplemental reserve (Lines 10 - 11)	X X X	X X X	X X X		X X X

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

**OPERATIONS AND INVESTMENT EXHIBIT  
PART 3 - EXPENSES**

	Title and Escrow Operating Expenses				5 Unallocated Loss Adjustment Expenses	6 Other Operations	7 Investment Expenses	Totals	
	1 Direct Operations	Agency Operations		4 Total (Cols. 1 + 2 + 3)				8 Current Year (Cols. 4 + 5 + 6 + 7)	9 Prior Year
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations						
1. Personnel costs:									
1.1 Salaries	151,317			151,317			151,317	186,955	
1.2 Employee relations and welfare	16,518			16,518			16,518	16,074	
1.3 Payroll taxes	8,876			8,876			8,876	11,505	
1.4 Other personnel costs	11,690			11,690			11,690	10,411	
1.5 Total personnel costs	188,401			188,401			188,401	224,945	
2. Amounts paid to or retained by title agents	1,140,392			1,140,392			1,140,392	1,612,975	
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts									
3.2 Surveys									
3.3 Other									
4. Advertising								4,768	
5. Boards, bureaus and associations	2,350			2,350			2,350	7,649	
6. Title plant rent and maintenance									
7. Claim adjustment services									
8. Amounts charged off, net of recoveries	20,559			20,559			20,559		
9. Marketing and promotional expenses	1,179			1,179			1,179		
10. Insurance	2,278			2,278			2,278	386	
11. Directors' fees	800			800			800	1,200	
12. Travel and travel items	2,721			2,721			2,721	8,968	
13. Rent and rent items	57,505			57,505			57,505	54,569	
14. Equipment	6,625			6,625			6,625	8,575	
15. Cost or depreciation of EDP equipment and software	3,659			3,659			3,659	9,484	
16. Printing, stationery, books and periodicals	1,080			1,080			1,080	4,128	
17. Postage, telephone, messengers and express	3,789			3,789			3,789	4,755	
18. Legal and auditing	45,099			45,099			45,099	35,691	
19. Totals (Lines 1.5 to 18)	1,476,437			1,476,437			1,476,437	1,978,093	
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes	200			200			200	150	
20.2 Insurance department licenses and fees	6,052			6,052			6,052	1,658	
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)									
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)	6,252			6,252			6,252	1,808	
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for miscellaneous expenses								5,553	
24. Total expenses incurred (Lines 19+20.5+21+22+23)	1,482,689			1,482,689			(a) 1,482,689	1,985,454	
25. Less unpaid expenses - current year								37,907	
26. Add unpaid expenses - prior year	9,351			9,351			9,351	10,937	
27. TOTAL EXPENSES PAID (Lines 24 - 25 + 26)	1,492,040			1,492,040			1,492,040	1,958,484	
DETAILS OF WRITE-INS									
2301. CONSULTING & O/S SVCS								4,579	
2302.									
2303. MISCELLANEOUS								974	
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)								5,553	

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

**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)	2,381,895			2,381,895		2,381,895	1,890,975
1.2 Escrow and settlement services (Part 1A, Line 2, Col. 4)							
1.3 Other title fees and service charges (Part 1A, Line 3, Col. 4)							
2. Aggregate write-ins for other operating income							
3. Total Operating Income (Lines 1.1 through 1.3 + 2)	2,381,895			2,381,895		2,381,895	1,890,975
<b>DEDUCT:</b>							
4. Losses and loss adjustment expenses incurred (Part 2A, Line 10, Col. 4)	341,005			341,005		341,005	
5. Operating expenses incurred (Part 3, Line 24, Cols. 1 to 3, 6)	1,482,689			1,482,689		1,482,689	1,975,043
6. Aggregate write-ins for other operating deductions	5,000			5,000		5,000	
7. Total Operating Deductions (Lines 4 + 5 + 6)	1,828,694			1,828,694		1,828,694	1,975,043
8. Net operating gain or (loss) (Lines 3 minus 7)	553,201			553,201		553,201	(84,068)
<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. misc	5,000			5,000		5,000	
0602.							
0603.							
0698. Summary of remaining write-ins for Line 6 from overflow page							
0699. Totals (Lines 0601 through 0603 plus 0698)	5,000			5,000		5,000	

**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)		4,870
2.21 Common stocks of affiliates		4,870
3. Mortgage loans	(c)	16,618
4. Real estate	(d)	
5. Contract loans		13,625
6. Cash/short-term investments	(e)	11,800
7. Derivative instruments	(f)	
8. Other invested assets		505
9. Aggregate write-ins for investment income		
10. Total gross investment income		47,418
11. Investment expenses		(g) 567
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)		567
17. Net investment income - (Line 10 minus Line 16)		46,851
<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)		

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

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Net Gain (Loss) from Change in Difference Between Basis Book/Adjusted Carrying and Admitted Values	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)	(9,549)				(9,549)
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)	(9,549)				(9,549)
<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 .....	5,198		(5,198)
2. Other Assets:			
2.1 Deposits in suspended depositories, less estimated amount recoverable .....			
2.2 Furniture, equipment and supplies .....		2,780	2,780
2.3 Leasehold improvements .....			
2.4 Bills receivable .....			
2.5 Loans on personal security, endorsed or not .....			
2.6 Agents' balances (net) .....		5,038	5,038
2.7 Cash advanced to or in the hands of officers or agents .....		5,000	5,000
3. Total (Lines 2.1 to 2.7) .....		12,818	12,818
4. Aggregate write-ins for other assets (Page 2, Line 20, Column 2) .....			
5. Total (Line 1 plus Lines 3 to 4)	5,198	12,818	7,620
<b>DETAILS OF WRITE-INS</b>			
0401. ....			
0402. ....			
0403. ....			
0498. Summary of remaining write-ins for Line 4 from overflow page .....			
0499. Totals (Lines 0401 through 0403 + 0498) (Line 4 above)			

**NOTES TO FINANCIAL STATEMENTS**

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Olympic Title Insurance Company ceased issuing title insurance policies in June, 2002.

## 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				
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	194,592	24.533	194,592	24.533
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (includes \$ 0 of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ 0 including property acquired in satisfaction of debt)				
6. Policy loans				
7. Receivables for securities				
8. Cash and short-term investments	598,588	75.467	598,588	75.467
9. Other invested assets				
10. Total invested assets	793,180	100.000	793,180	100.000

## 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 [X]
- 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 [X]
- 1.3 State Regulating? OHIO
- 
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]
- 2.2 If yes, date of change:  
If not previously filed, furnish herewith a certified copy of the instrument as amended. \_\_\_\_\_
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2002
- 
- 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. 12/31/2000
- 
- 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). 01/15/2003
- 
- 3.4 By what department or departments? \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [ ] No [X]
- 4.12 renewals? Yes [ ] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [ ] No [X]
- 4.22 renewals? Yes [ ] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action either formal or informal, if a confidentiality clause is part of the agreement) Yes [ ] No [X]
- 6.2 If yes, give full information \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [X]
- 7.2 If yes,
- 7.21 State the percentage of foreign control 0 %
- 
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager, or attorney-in-fact)

1 Nationality	2 Type of Entity

**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?  
 BATTELLE & BATTELLE  
 2000 W. DOROTHY LANE, DAYTON, OH 45439

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? CURTIS M. PARKER

10. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

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? Yes [ X ] No [ ]

10.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]

10.4 If answer to (10.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ X ]

**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 [ X ] No [ ]

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 [ X ] No [ ]

**FINANCIAL**

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

14.11 To directors or other officers	\$ _____
14.12 To stockholders not officers	\$ _____
14.13 Trustees, supreme or grand (Fraternal only)	\$ _____

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	\$ _____
14.22 To stockholder not officers	\$ _____
14.23 Trustees, supreme or grand (Fraternal only)	\$ _____

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? 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	2	3	4	5		6	
	Number of Shares Authorized	Number of Shares Outstanding	Par Value Per Share	Redemption Price If Callable	Is Dividend Rate Limited?		Are Dividends Cumulative?	
Preferred	200	2	2,500	2,500	Yes [X]	No [ ]	Yes [X]	No [ ]
Common	12,000	8,984	10	X X X	X X X	X X X	X X X	X X X

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 [X] No [ ]

18.2 If no, give full and complete information, relating thereto 0  
0

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 [X]

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	\$ _____
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 \_\_\_\_\_  
 19.32 \_\_\_\_\_  
 19.33 \_\_\_\_\_  
 19.34 \_\_\_\_\_  
 19.35 \_\_\_\_\_  
 19.36 \_\_\_\_\_  
 19.37 \_\_\_\_\_  
 19.38 \_\_\_\_\_  
 19.39 \_\_\_\_\_

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 [X]

20.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ] N/A [X]

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 [X]

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? Yes [ ] No [X]

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:

1 Name(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? Yes [  ] No [  ]

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

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:

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? \$ 6,096

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
OLTA	\$ 2,350
	\$
	\$
	\$

24.1 Amount of payments for legal expenses, if any? \$ 21,547

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
COOLIDGE, WALL	\$ 16,962
	\$
	\$
	\$

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

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 [X]
  
- 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 [X]
  
- 3.2 If yes, give full information \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
  
- 4. If the reporting entity has assumed risk from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? YES [ ] NO [X]
  
- 5.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? YES [ ] NO [X]
  
- 5.2 If yes, give full information \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
  
- 6. Uncompleted building construction loans:
  - 6.1 Amount already loaned \$ \_\_\_\_\_
  - 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 [X]
  
- 7.2 If yes, give total amount of such bonds or certificates of participation issued and outstanding. \$ \_\_\_\_\_
  
- 8. What is the aggregate amount of mortgage loans owned by the reporting entity which consists of co-ordinate interest in first liens? \$ \_\_\_\_\_

**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)	1,449,874	2,041,658	1,183,227	2,045,211	2,734,020
2. Non-affiliated agency operations (Part 1A, Line 1, Col. 2)					
3. Affiliated agency operations (Part 1A, Line 1, Col. 3)					
4. Total	1,449,874	2,041,658	1,183,227	2,045,211	2,734,020
<b>Operating Income Summary (Page 4 &amp; Part 1)</b>					
5. Premiums earned (Part 1B, Line 3)	2,381,895	1,890,975	1,140,428	1,889,603	2,485,034
6. Escrow and settlement service charges (Part 1A, Line 2)					
7. Title examinations (Part 1C, Line 1)					
8. Searches and abstracts (Part 1C, Line 2)					
9. Surveys (Part 1C, Line 3)					
10. Aggregate write-ins for service charges (Part 1C, Line 4)					
11. Aggregate write-ins for other operating income (Page 4, Line 2)					
12. Total operating income (Page 4, Line 3)	2,381,895	1,890,975	1,140,428	1,889,603	2,485,034
<b>Statement of Income (Page 4)</b>					
13. Net operating gain or (loss) (Line 8)	558,201	(84,068)	(118,945)	(201,059)	(106,607)
14. Net investment gain or (loss) (Line 11)	37,302	85,301	104,337	142,528	197,374
15. Total other income (Line 12)	12,545	20,486	22,326	21,961	32,441
16. Federal income taxes incurred (Line 14)	(98,912)	10,273	19,379	4,118	81,679
17. Net income (Line 15)	706,960	11,446	(11,661)	(40,688)	41,529
<b>Balance Sheet Items (Pages 2 and 3)</b>					
18. Title insurance premiums and fees receivable (Page 2, Line 10, Col. 3)		20,385	5,409	49,653	35,984
19. Total admitted assets (Page 2, Line 21, Col. 3)	954,417	1,898,062	1,757,060	2,011,846	1,983,748
20. Known claims reserve (Page 3, Line 1)					
21. Statutory premium reserve (Page 3, Line 2)		1,487,565	1,380,229	1,352,819	1,228,985
22. Total liabilities (Page 3, Line 21)	8,625	1,681,014	1,410,780	1,526,225	1,324,150
23. Capital paid up (Page 3, Lines 23 + 24)	97,390	99,910	102,430	104,930	113,050
24. Surplus as regards policyholders (Page 3, Line 30)	945,792	217,048	346,280	485,621	659,598
<b>Percentage Distribution of Cash and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 8, Col. 3) x 100.0</b>					
25. Bonds (Line 1)					
26. Stocks (Lines 2.1 & 2.2)	24.5	28.2	27.8	32.1	27.1
27. Mortgage loans on real estate (Line 3)		10.2	12.9	12.1	12.1
28. Real estate (Lines 4.1, 4.2 & 4.3)					
29. Cash and short-term investments (Line 5)	75.5	61.9	59.3	55.8	60.8
30. Other invested assets (Line 6)					
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)					
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					
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)					

## 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)	(120,969)	18,267	(117,341)	(25,702)	11,620
42. Change in nonadmitted assets (Line 21)	7,620	1,189	5,854	5,499	35,910
43. Dividends to stockholders (Line 28)	(7,375)	(10,041)	(8,500)	(9,167)	(15,682)
44. Change in surplus as regards policyholders for the year (Line 31)	728,744	74,368	(139,341)	(173,977)	(26,245)
<b>Losses Paid and Incurred</b> (Part 2A)					
45. Net payments (Line 5, Col. 4)	341,005		9,500	125,000	3,635
46. Losses and allocated LAE incurred (Line 8, Col. 4)	341,005		9,500	125,000	3,635
47. Unallocated LAE incurred (Line 9, Col. 4)					
48. Losses and loss adjustment expenses incurred (Line 10, Col. 4)	341,005		9,500	125,000	3,635
<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)	7.9	11.3	18.1	12.1	11.0
50. Amount paid to or retained by title agents (Part 4, Line 2, Col. 4)	47.9	85.3	81.4	85.3	86.1
51. All other operating expenses (Part 4, Lines 24 minus 1.5 minus 2, Col. 4)	6.5	7.8	10.1	6.6	6.6
52. Total (Lines 49 to 51)	62.3	104.4	109.6	104.0	103.7
<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)	14.5		0.8	6.6	0.1
54. Operating expenses incurred (Line 5)	62.2	104.4	109.6	104.0	104.2
55. Aggregate write-ins for other operating deductions (Line 6)					
56. Total operating deductions (Line 7)	76.6	104.4	110.4	110.6	104.3
57. Net operating gain or (loss) (Line 8)	23.4		(10.4)	(10.6)	(4.3)
<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)	38.1		0.8	6.2	
59. Operating expenses incurred to net premiums written (Page 4, Line 5)	165.8		107.0	97.6	96.0

**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 .....	194,592	194,592	521,215	
	50. Canada .....				
	51. Other Countries .....				
	52. Totals	194,592	194,592	521,215	
Parent, Subsidiaries and Affiliates	53. Totals				
<b>54. Total Common Stocks</b>		194,592	194,592	521,215	
<b>55. Total Stocks</b>		194,592	194,592	521,215	
<b>56. Total Bonds and Stocks</b>		194,592	194,592	521,215	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ 0.

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

1. Book/adjusted carrying value of bonds and stocks, prior year .....	541,768	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3 .....	64,550	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 .....	(326,429)	7. Book/adjusted carrying value at end of current period .....	194,592
3.4 Column 10, Part 4 .....	(326,429)	8. Total valuation allowance .....	
4. Total gain (loss), Column 14, Part 4 .....	(9,549)	9. Subtotal (Lines 7 plus 8) .....	194,592
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4 .....	75,748	10. Total nonadmitted amounts .....	
		11. Statement value of bonds and stocks, current period .....	194,592

**SCHEDULE P - PART 1 - SUMMARY**  
 (\$'000 Omitted)

Years In Which Policies Were Written	1 Amount of Insurance Written in Millions	Premiums Written and Other Income					Loss and Allocated Loss Adjustment Expenses Payments						
		2 Direct Premium	3 Assumed Premium	4 Other Income	5 Ceded Premium	6 Net	Loss Payments			Allocated LAE Payments			
							7 Direct	8 Assumed	9 Ceded	10 Direct	11 Assumed	12 Ceded	
1. Prior	X X X												
2. 1993	X X X												
3. 1994	457	1,941				1,941	5						
4. 1995	332	1,163				1,163	25						
5. 1996	350	1,170				1,170	24						
6. 1997	354	1,181				1,181	4						
7. 1998	869	2,735				2,735	125						
8. 1999	657	2,045				2,045	10						
9. 2000	304	1,183				1,183							
10. 2001	630	2,041				2,041							
11. 2002		1,449		1,552,274	555,544	998,179	341,005						
12. Totals	X X X	14,908		1,552,274	555,544	1,011,638	341,198						

	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			5								
4. 1995			25								
5. 1996			24								
6. 1997			4								
7. 1998			125								
8. 1999			10								
9. 2000											
10. 2001											
11. 2002			341,005	6							
12. Total			341,198	6							

	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			5			5	0.003	0.003	0.011			
4. 1995			25			25	0.021	0.021	0.075			
5. 1996			24			24	0.021	0.021	0.069			
6. 1997			4			4	0.003	0.003	0.011			
7. 1998			125			125	0.046	0.046	0.144			
8. 1999			10			10	0.005	0.005	0.015			
9. 2000												
10. 2001												
11. 2002			341,005			341,005	0.219	0.342				
12. Total			341,198			341,198	X X X	X X X	X X X		X X X	

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**  
**Allocated by States and Territories**

States, Etc.	1 Is Insurer Licensed ? (Yes or No)	2 Premium Rate (b)	Direct Premiums Written			6 Other Income	7 Direct Premiums Earned	8 Direct Losses Paid	9 Direct Losses Incurred	10 Direct Losses Unpaid
			3 Direct Operations	Agency Operations						
				4 Non-affiliated Agencies	5 Affiliated Agencies					
1. Alabama	AL	NO								
2. Alaska	AK	NO								
3. Arizona	AZ	NO								
4. Arkansas	AR	NO								
5. California	CA	NO								
6. Colorado	CO	NO								
7. Connecticut	CT	NO								
8. Delaware	DE	NO								
9. Dist. Columbia	DC	NO								
10. Florida	FL	NO								
11. Georgia	GA	NO								
12. Hawaii	HI	NO								
13. Idaho	ID	NO								
14. Illinois	IL	NO								
15. Indiana	IN	NO								
16. Iowa	IA	NO								
17. Kansas	KS	NO								
18. Kentucky	KY	NO								
19. Louisiana	LA	NO								
20. Maine	ME	NO								
21. Maryland	MD	NO								
22. Massachusetts	MA	NO								
23. Michigan	MI	NO								
24. Minnesota	MN	NO								
25. Mississippi	MS	NO								
26. Missouri	MO	NO								
27. Montana	MT	NO								
28. Nebraska	NE	NO								
29. Nevada	NV	NO								
30. New Hampshire	NH	NO								
31. New Jersey	NJ	NO								
32. New Mexico	NM	NO								
33. New York	NY	NO								
34. No. Carolina	NC	NO								
35. No. Dakota	ND	NO								
36. Ohio	OH	YES	1,449,874			1,449,874	341,005	341,005		
37. Oklahoma	OK	NO								
38. Oregon	OR	NO								
39. Pennsylvania	PA	NO								
40. Rhode Island	RI	NO								
41. So. Carolina	SC	NO								
42. So. Dakota	SD	NO								
43. Tennessee	TN	NO								
44. Texas	TX	NO								
45. Utah	UT	NO								
46. Vermont	VT	NO								
47. Virginia	VA	NO								
48. Washington	WA	NO								
49. West Virginia	WV	NO								
50. Wisconsin	WI	NO								
51. Wyoming	WY	NO								
52. American Samoa	AS	NO								
53. Guam	GU	NO								
54. Puerto Rico	PR	NO								
55. U.S. Virgin Is.	VI	NO								
56. Canada	CN	NO								
57. Aggregate Other Alien	OT	X X X								
58. Totals	(a) 1		1,449,874			1,449,874	341,005	341,005		

DETAILS OF WRITE-INS										
5701.	X X X									
5702.	X X X									
5703.	X X X									
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X									
5799. Totals (Lines 5701 through 5703 plus 5798)(Line 57 above)	X X X									

(a) Insert the number of yes responses except for Canada and Other Alien.  
(b) Insert "A" if gross all-inclusive rate; "R" if gross risk rate; "O" if other and indicate rate type utilized:

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**OVERFLOW PAGE FOR WRITE-INS**

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