

AMENDED EXPLANATION COVER

50164

The Bankers Guarantee Title & Trust Company

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NAIC Financial Reporting & Analysis Data Validation Notification

Attached are PDF's of the revised pages for failures number 1-4 of the above letter. Failure number 5 (TZASN000015) has been de-activated according to AMBest and therefore is not answered.

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 (Column 1 plus Column 2 plus Column 3)				8 Curent Year (Column 4 plus Column 5 plus Column 6 plus Column 7)	9 Prior Year
		2 Non-affiliated Agency Operations	3 Affiliated Agency Operations						
1. Personnel costs:									
1.1 Salaries		1,709		1,709		512,581	169,152	683,442	580,055
1.2 Employee relations and welfare		30		30		2,995	12,100	9,603	9,603
1.3 Payroll taxes		144		144		43,340	14,302	57,786	50,807
1.4 Other personnel costs		197		197		59,147	19,519	78,863	75,716
1.5 Total personnel costs		2,080		2,080		624,143	205,968	832,191	716,181
2. Amounts paid to or retained by title agents		75,053		75,053				75,053	41,241
3. Production services (purchased outside):									
3.1 Searches, examinations and abstracts									
3.2 Surveys									
3.3 Other									
4. Advertising		19		19		5,816	1,919	7,754	5,625
5. Boards, bureaus and associations		42		42		12,576	4,150	16,768	20,244
6. Title plant rent and maintenance		36		36		10,836	3,576	14,448	12,586
7. Claim adjustment services	X X X	X X X	X X X	X X X		X X X	X X X		
8. Amounts charged off, net of recoveries						419,392	137,939	557,331	251,539
9. Marketing and promotional expenses									
10. Insurance						14,561	4,805	19,366	13,999
11. Directors' fees		49		49		7,500	7,463	15,012	15,001
12. Travel and travel items		38		38		4,586	1,513	6,137	7,177
13. Rent and rent items		15		15		56,005	18,482	74,502	79,428
14. Equipment		187		187		17,020	5,617	22,824	17,471
15. Cost or depreciation of EDP equipment and software		57		57				57	
16. Printing, stationery, books and periodicals		34		34		10,270	3,389	13,693	8,206
17. Postage, telephone, messengers and express		60		60		17,996	5,939	23,995	18,970
18. Legal and auditing		254		254		76,176	25,137	101,567	64,635
19. Totals (Line 1.5 to Line 18)		77,924		77,924		1,276,877	425,897	1,780,698	1,272,303
20. Taxes, licenses and fees:									
20.1 State and local insurance taxes									3,407
20.2 Insurance department licenses and fees		5,536		5,536				5,536	
20.3 Gross guaranty association assessments									
20.4 All other (excluding federal income and real estate)		15		15		3,036	3,021	6,072	3,004
20.5 Total taxes, licenses and fees (Line 20.1 plus Line 20.2 plus Line 20.3 plus Line 20.4)		5,551		5,551		3,036	3,021	11,608	6,411
21. Real estate expenses									
22. Real estate taxes									
23. Aggregate write-ins for other expenses						(20,362)	280,454	260,092	633,712
24. Total expenses incurred (Line 19 plus Line 20.5 plus Line 21 plus Line 22 plus Line 23)		83,475		83,475		1,259,551	709,372	(a) 2,052,398	1,912,426
25. Less unpaid expenses - current year									
26. Add unpaid expenses - prior year									
27. TOTAL EXPENSES PAID (Line 24 minus Line 25 plus Line 26)		83,475		83,475		1,259,551	709,372	2,052,398	1,912,426
DETAILS OF WRITE-INS									
2301. Marketing fees & origination expense						(276,472)		(276,472)	167,780
2302. Interest							266,975	266,975	248,824
2303. G/fees, bank fees and other						256,110	13,479	269,589	217,108
2398. Summary of remaining write-ins for Line 23 from overflow page									
2399. Totals (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)						(20,362)	280,454	260,092	633,712

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