

Investors Title Company and Subsidiaries
Consolidated Balance Sheets
As of June 30, 2005 and December 31, 2004
(Unaudited)

	June 30, 2005	December 31, 2004
Assets		
Cash and cash equivalents	\$ 5,660,399	\$ 4,726,443
Investments in securities:		
Fixed maturities:		
Held-to-maturity, at amortized cost	1,755,475	2,202,635
Available-for-sale, at fair value	64,777,760	72,471,766
Equity securities, available-for-sale at fair value	7,569,599	7,240,306
Short-term investments	19,668,548	10,134,321
Other investments	1,453,477	1,211,517
Total investments	95,224,859	93,260,545
Premiums receivable, net	8,236,391	6,679,994
Accrued interest and dividends	865,290	753,638
Prepaid expenses and other assets	1,845,425	1,410,584
Property acquired in settlement of claims	261,317	322,517
Property, net	4,388,426	4,592,784
Deferred income taxes, net	1,307,177	1,440,247
	\$ 117,789,284	\$ 113,186,752
Liabilities and Stockholders' Equity		
Liabilities:		
Reserves for claims	\$ 33,149,000	\$ 31,842,000
Accounts payable and accrued liabilities	5,976,355	7,919,651
Commissions and reinsurance payables	476,833	551,662
Current income taxes payable	356,030	366,168
Total liabilities	39,958,218	40,679,481
Stockholders' Equity:		
Common stock - no par value (shares authorized 10,000,000; 2,564,458 and 2,481,024 shares issued and outstanding 2005 and 2004, respectively, excluding 291,286 and 374,720 shares 2005 and 2004, respectively, of common stock held by the Company's subsidiary)	1	1
Retained earnings	74,644,650	69,272,092
Accumulated other comprehensive income (net unrealized gain on investments)	3,186,415	3,235,178
Total stockholders' equity	77,831,066	72,507,271
	\$ 117,789,284	\$ 113,186,752