

Investors Title Company and Subsidiaries
Consolidated Statements of Income
December 31, 2006 and 2005
(Unaudited)

	For The Three Months Ended December 31		For The Twelve Months Ended December 31	
	2006	2005	2006	2005
Revenues:				
Underwriting income:				
Premiums written	\$ 16,322,263	\$ 18,504,712	\$ 70,638,049	\$ 76,838,399
Less-premiums for reinsurance ceded	123,689	81,899	441,582	316,133
Net premiums written	16,198,574	18,422,813	70,196,467	76,522,266
Investment income-interest and dividends	1,261,430	961,784	4,326,335	3,335,767
Net realized gain on sales of investments	62,531	29,511	551,058	119,015
Exchange services revenue	1,438,946	1,271,015	5,980,027	4,543,049
Other	672,432	961,791	3,607,829	3,343,781
Total	19,633,913	21,646,914	84,661,716	87,863,878
Operating Expenses:				
Commissions to agents	6,345,920	7,259,076	26,714,784	30,309,405
Provision for claims	1,526,619	1,810,298	7,405,211	8,164,783
Salaries, employee benefits and payroll taxes	5,156,870	4,815,158	19,981,166	19,136,098
Office occupancy and operations	1,693,621	1,358,190	5,672,275	5,080,829
Business development	680,594	590,151	2,302,739	2,073,518
Filing fees and taxes, other than payroll and income	83,134	136,246	576,733	523,464
Premium and retaliatory taxes	281,389	352,130	1,348,850	1,556,529
Professional and contract labor fees	754,305	475,755	2,633,948	1,937,233
Other	165,574	201,008	696,576	499,096
Total	16,688,026	16,998,012	67,332,282	69,280,955
Income Before Income Taxes	2,945,887	4,648,902	17,329,434	18,582,923
Provision For Income Taxes	623,000	1,128,000	4,144,000	5,290,000
Net Income	\$ 2,322,887	\$ 3,520,902	\$ 13,185,434	\$ 13,292,923
Basic Earnings Per Common Share	\$ 0.93	\$ 1.38	\$ 5.22	\$ 5.19
Weighted Average Shares Outstanding - Basic	2,507,062	2,554,935	2,527,927	2,560,418
Diluted Earnings Per Common Share	\$ 0.91	\$ 1.36	\$ 5.14	\$ 5.10
Weighted Average Shares Outstanding - Diluted	2,546,638	2,596,541	2,564,216	2,607,633