

**Investors Title Company and Subsidiaries**  
**Consolidated Balance Sheets**  
*As of June 30, 2007 and December 31, 2006*  
*(Unaudited)*

	<b>June 30, 2007</b>	<b>December 31, 2006</b>
<b>Assets</b>		
Investments in securities:		
Fixed maturities:		
Held-to-maturity, at amortized cost	\$ 1,194,304	\$ 1,195,617
Available-for-sale, at fair value	105,281,130	101,954,292
Equity securities, available-for-sale at fair value	13,492,236	12,495,923
Short-term investments	1,733,603	4,460,911
Other investments	1,736,647	1,473,303
Total investments	123,437,920	121,580,046
Cash and cash equivalents	3,169,702	3,458,432
Premiums and fees receivable, net	7,901,074	6,693,706
Accrued interest and dividends	1,303,050	1,336,790
Prepaid expenses and other assets	1,554,422	1,479,366
Property acquired in settlement of claims	312,038	303,538
Property, net	5,650,209	6,134,304
Deferred income taxes, net	3,388,953	2,530,196
<b>Total Assets</b>	<b>\$ 146,717,368</b>	<b>\$ 143,516,378</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities:</b>		
Reserves for claims	\$ 40,560,000	\$ 36,906,000
Accounts payable and accrued liabilities	9,062,960	10,537,992
Commissions and reinsurance payables	277,052	470,468
Current income taxes payable	185,879	326,255
Total liabilities	50,085,891	48,240,715
<b>Stockholders' Equity:</b>		
Common stock - no par value (shares authorized 10,000,000; 2,483,415 and 2,507,325 shares issued and outstanding 2007 and 2006, respectively, excluding 291,676 shares for 2007 and 2006 of common stock held by the Company's subsidiary)	1	1
Retained earnings	93,960,059	92,134,608
Accumulated other comprehensive income	2,671,417	3,141,054
Total stockholders' equity	96,631,477	95,275,663
<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 146,717,368</b>	<b>\$ 143,516,378</b>