



**Investors Title Company**

INNOVATIVE BY INSTINCT

## **INVESTORS TITLE COMPANY ANNOUNCES SECOND QUARTER 2007 RESULTS**

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### **FOR IMMEDIATE RELEASE:**

Chapel Hill, NC – J. Allen Fine, Chairman of Investors Title Company, announced that for the second quarter ended June 30, 2007, the Company reported net income of \$1,154,149, a decrease of 73.3% compared with \$4,315,537 for the same three-month period in 2006. Net income per diluted share equaled \$0.46, a decrease of 72.6% compared with \$1.68 per diluted share in the same period last year. Net premiums written decreased 2.6% to \$18,626,179, investment income increased 22.9% to \$1,271,755 and revenues decreased 4.4% to \$22,107,533 compared with the prior year period.

For the six-month period ended June 30, 2007, the Company reported net income of \$3,476,363, a decrease of 51.7%, compared with \$7,190,478 for the same six-month period in 2006. Diluted earnings per share were \$1.38, a decrease of 50.5% compared with \$2.79 for the same six-month ended period in 2006. Net premiums written decreased 0.9% to \$35,418,721, investment income increased 22.3% to \$2,481,362 and revenues decreased 2.0% to \$42,441,302 compared with the prior year.

Chairman Fine added, “Net income was significantly impacted by an increase in the provision for claims resulting from the occurrence of two large fraud claims. Revenues in the title segment held up relatively well given ongoing weakness in real estate transaction volume and mortgage originations. The exchange services segment experienced a decline in revenue related to a decrease in demand and interest income earned on exchange funds. Commissions to agents were higher due to an increase in agency premiums.”

“We are pleased to see some relative strength in revenue in our title segment given the soft conditions in the housing market,” Fine continued, “and will continue to direct our efforts toward managing operations during a softening period for real estate activity.”

Investors Title Company is engaged through its subsidiaries in the business of issuing and underwriting title insurance policies. The Company also provides services in connection with tax-deferred exchanges of like-kind property and investment management services to individuals, companies, banks and trusts.

Certain statements contained herein may constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements include any predictions regarding activity in the U.S. real estate market. These statements involve a number of risks and uncertainties that could cause actual results to differ materially from anticipated and historical results. For more details on risk, uncertainties and other factors that could affect expectations, refer to the Company's Annual Report on Form 10-K for the year ended December 31, 2006, as filed with the Securities and Exchange Commission.

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