

## ASSETS

		Current Statement Date			4 December 31 Prior Year Net Admitted Assets
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1.	Bonds				
2.	Stocks:				
	2.1 Preferred stocks				
	2.2 Common stocks				
3.	Mortgage loans on real estate:				
	3.1 First liens				
	3.2 Other than first liens				
4.	Real estate:				
	4.1 Properties occupied by the company				
	4.2 "Properties held for the production of income				
	4.3 "Properties held for sale				
5.	Cash	816,515		816,515	481,340
	Investments				
6.	Contract loans				
7.	Derivatives				
8.	Other invested assets				
9.	Receivables for securities				
10.	Securities lending reinvested collateral assets				
11.	Aggregate write-ins for invested assets				
12.	<b>Subtotals, cash and invested assets (Lines 1 to 11)</b>	816,515		816,515	481,340
13.	Title plants				
14.	Investment income due and accrued	1,426		1,426	813
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection				
	15.2 Deferred premiums, agents' balances and installments booked but deferred "and not yet due				
	15.3 Accrued retrospective premiums				
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers				
	16.2 Funds held by or deposited with reinsured companies				
	16.3 Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans				
18.1	Current federal and foreign income tax recoverable and interest thereon				
18.2	Net deferred tax asset				
19.	Guaranty funds receivable or on deposit				
20.	Electronic data processing equipment and software				
21.	"Furniture and equipment, including health care delivery assets				
22.	Net adjustment in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates				
24.	Health care and other amounts receivable				
25.	Aggregate write-ins for other than invested assets				
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	817,941		817,941	482,153
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	<b>Total (Lines 26 and 27)</b>	817,941		817,941	482,153

DETAILS OF WRITE-IN LINES				
1101.				
1102.				
1103.				
1198.	Summary of remaining write-ins for Line 11 from overflow page			
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501.	Refundable premium taxes			
2502.	Prepaid insurance			
2503.	Title Industry Assessment			
2598.	Summary of remaining write-ins for Line 25 from overflow page			
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)			

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**LIABILITIES, SURPLUS AND OTHER FUNDS**

		1	2
		Current Statement Date	December 31 Prior Year
1.	Known claims reserve	551,002	516,804
2.	Statutory premium reserve	106,905	145,558
3.	Aggregate of other reserves required by law		
4.	Supplemental reserve	551,002	516,804
5.	Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6.	Other expenses (excluding taxes, licenses and fees)	15,789	40,810
7.	Taxes, licenses and fees (excluding federal and foreign income taxes)		
8.1	Current federal and foreign income taxes (including \$ {0 } on realized capital gains (losses))		
8.2	Net deferred tax liability		
9.	Borrowed money and interest thereon		
10.	Dividends declared and unpaid		
11.	Premiums and other consideration received in advance		
12.	Unearned interest and real estate income received in advance		
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Provision for unauthorized reinsurance		
16.	Net adjustments in assets and liabilities due to foreign exchange rates		
17.	Drafts outstanding		
18.	Payable to parent, subsidiaries and affiliates		
19.	Derivatives		
20.	Payable for securities		
21.	Payable for securities lending		
22.	Aggregate write-ins for other liabilities	5,498	5,498
23.	Total liabilities (Lines 1 through 22)	1,230,196	1,225,474
24.	Aggregate write-ins for special surplus funds		
25.	Common capital stock	9,508	9,508
26.	Preferred capital stock		
27.	Aggregate write-ins for other than special surplus funds		
28.	Surplus notes		
29.	Gross paid in and contributed surplus	2,490,492	2,490,492
30.	Unassigned funds (surplus)	(2,912,255)	(3,243,321)
31.	Less treasury stock, at cost:		
31.1	{0 } shares common (value included in Line 25 \$ {0 })		
31.2	{0 } shares preferred (value included in Line 26 \$ {0 })		
32.	Surplus as regards policyholders (Lines 24 to 30 less 31)	(412,255)	(743,321)
33.	Totals (Page 2, Line 28, Col. 3)	817,941	482,153

DETAILS OF WRITE-INS			
0301.			
0302.			
0303.			
0398.	Summary of remaining write-ins for Line 03 from overflow page	-	-
0399.	Totals (Lines 0301 through 0303 plus 0398) (Line 03 above)	-	-
2201.	Advances from stockholders	5,498	5,498
2202.			
2203.			
2298.	Summary of remaining write-ins for Line 22 from overflow page	-	-
2299.	Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)	5,498	5,498
2401.			
2402.			
2403.			
2498.	Summary of remaining write-ins for Line 24 from overflow page	-	-
2499.	Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	-	-
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	-	-
2799.	Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	-	-

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## OPERATIONS AND INVESTMENT EXHIBIT

STATEMENT OF INCOME		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>OPERATING INCOME</b>				
1.	Title insurance and related income:			
1.1	Title insurance premiums earned	38,653	38,653	51,538
	Title industry assessments	1,060,000		
1.2	Escrow and settlement services			
1.3	Other title fees and service charges			
2.	Aggregate write-ins for other operating income			
3.	Total Operating Income (Lines 1 through 2)	1,098,653	38,653	51,538
<b>DEDUCT:</b>				
4.	Losses and loss adjustment expenses incurred	607,033	(410,435)	(295,597)
5.	Operating expenses incurred	130,606	227,823	308,392
6.	Aggregate write-ins for other operating deductions			
7.	Total Operating Deductions	737,639	(182,612)	12,795
8.	Net operating gain or (loss) (Lines 3 minus 7)	361,014	221,265	38,743
<b>INVESTMENT INCOME</b>				
9.	Net investment income earned	8,200	13,233	16,127
10.	Net realized capital gains (losses) less capital gains tax of \$ {0 }			
11.	Net investment gain (loss) (Lines 9 + 10)	8,200	13,233	16,127
<b>OTHER INCOME</b>				
12.	Aggregate write-ins for miscellaneous income or (loss)	(3,950)	(91)	652
13.	Net income, after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12)	365,264	234,407	55,522
14.	Federal and foreign income taxes incurred			
15.	Net income (Lines 13 minus 14)	365,264	234,407	55,522
<b>CAPITAL AND SURPLUS ACCOUNT</b>				
16.	Surplus as regards policyholders, December 31 prior year	(743,321)	(1,440,762)	(1,440,762)
17.	Net income (from Line 15)	365,264	234,407	55,522
18.	Change in net unrealized capital gains or (losses) less capital gains tax of \$ {0 }			
19.	Change in net unrealized foreign exchange capital gain (loss)			
20.	Change in net deferred income taxes			
21.	Change in nonadmitted assets			
22.	Change in provision for unauthorized reinsurance			
23.	Change in supplemental reserves	(34,198)	572,619	641,918
24.	Change in surplus notes			
25.	Cumulative effect of changes in accounting principles			
26.	Capital Changes:			
26.1	Paid in			
26.2	Transferred from surplus (Stock Dividend)			
26.3	Transferred to surplus			
27.	Surplus Adjustments:			
27.1	Paid in			
27.2	Transferred to capital (Stock Dividend)			
27.3	Transferred from capital			
28.	Dividends to stockholders			
29.	Change in treasury stock			
30.	Aggregate write-ins for gains and losses in surplus			
31.	Change in surplus as regards policyholders (Lines 17 through 30)	331,066	807,026	697,440
32.	Surplus as regards policyholders as of statement date (Lines 16 plus 31)	(412,255)	(633,736)	(743,321)

DETAILS OF WRITE-IN LINES				
0201.				
0202.				
0203.				
0298.	Summary of remaining write-ins for Line 02 from overflow page			
0299.	Totals (Lines 0201 through 0203 plus 0298) (Line 02 above)	0	0	0
0601.				
0602.				
0603.				
0698.	Summary of remaining write-ins for Line 06 from overflow page			
0699.	Totals (Lines 0601 through 0603 plus 0698) (Line 06 above)	0	0	0
1201.	Rental income	0		
1202.	Interest Income	8,200	13,233	13,233
1203.				
1298.	Summary of remaining write-ins for Line 09 from overflow page		0	0
1299.	Totals (Lines 1201 through 1203 plus 1298) (Line 09 above)	8,200	13,233	13,233
3001.	Sale of Investment Property (Line 10 above)			
3002.	Allocated Receiver Recoveries	(3,950)	(191)	552
3003.	Other income	0	100	100
3098.	Summary of remaining write-ins for Line 12 from overflow page	0	0	0
3099.	Totals (Lines 3001 through 3003 plus 3098) (Line 12 above)	(3,950)	(91)	652

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## Statement as of September 30, 2018 of the K.E.L. Title Insurance Group

**CASH FLOW**

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>			
1 Premiums collected net of reinsurance			
1.1 Assessments	1,060,000		
2 Net investment income	7,587	13,004	16,310
3 Miscellaneous income	(3,950)	(91)	652
4 Total (lines 1 through 3)	1,063,637	12,913	16,962
5 Benefit and loss related payments	572,835	230,294	414,430
6 Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7 Commissions, expenses paid and aggregate write-ins for deductions	155,627	221,761	327,502
8 Dividends paid to policyholders			
9 Federal and foreign income taxes paid			
10 Total (Lines 5 through 9)	728,462	452,055	741,932
11 Net cash provided by (used in) operations (line 4 minus line 10)	335,175	(439,142)	(724,970)
<b>CASH FROM INVESTMENTS</b>			
12 proceeds from investments sold, matured or repaid:			
12.1 Bonds			
12.2 Stocks			
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds			
12.8 Total investment proceeds (Lines 12.1 to 12.7)	-	-	-
13 Cost of investments acquired (long-term only):			
13.1 Bonds			
13.2 Stocks			
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications			
13.7 Total investments acquired (Lines 13.1 to 13.6)	-	-	-
14 Net increase (decrease) in contract loans and premium notes			
15 Net cash provided by (used in) investments (Line 12.8 minus Line 13.7 and Line 14)	-	-	-
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>			
16 Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)			
17 Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus 16.5 plus Line 16.6)	-	-	-
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18 Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	335,175	(439,142)	(724,970)
19 Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	481,340	1,206,310	1,206,310
19.2 End of period (line 18 plus Line 19.1)	816,515	767,168	481,340

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