



**ANNUAL STATEMENT**

FOR THE YEAR ENDED DECEMBER 31, 2010

OF THE CONDITION AND AFFAIRS OF THE

**International Fidelity Insurance Company**

NAIC Group Code 0000, 4705 NAIC Company Code 11592 Employer's ID Number 22-1010450  
(Current Period) (Prior Period)

Organized under the Laws of New Jersey, State of Domicile or Port of Entry New Jersey

Country of Domicile US

Incorporated/Organized December 27, 1904 Commenced Business January 5, 1905

Statutory Home Office One Newark Center, Newark, New Jersey 07102-5207  
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office One Newark Center, Newark, New Jersey 07102-5207 973-624-7200  
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address One Newark Center, Newark, New Jersey 07102-5207  
(Street and Number or P. O. Box, City or Town, State and Zip Code)

Primary Location of Books and Records One Newark Center, Newark, New Jersey 07102-5207  
(Street and Number, City or Town, State and Zip Code)  
973-624-7200  
(Area Code) (Telephone Number)

Internet Website Address www.ific.com

Statutory Statement Contact Mark Riccordella 973-624-7200 - 269  
(Name) (Area Code) (Telephone Number) (Extension)  
MRiccordella@IFIC.com 973-733-2839  
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**OFFICERS**

Francis Louis Mitterhoff (President)  
 Norman Roger Konvitz (Secretary)

**OTHER OFFICERS**

Robert William Minster  
 Jerry Wayne Watson  
 Maria Dulce Costa  
 Frank John Tanzola, Jr.  
 Anthony Joseph DeMartino, Jr.  
 Alfred Norman Wright  
 Jeffrey Marsh Pennington

Vincent Mark Riccordella  
 Daniel Jay Mitterhoff  
 Paul Charles Rogers  
 Barbara Dayle Kissner  
 Beatriz Isabel Sampedro  
 Gary Leuck  
 Brian St. Clair

George Robert James  
 Brian Nathan Nairin  
 Robert Marshall  
 Thomas Michael McNally  
 Arlene Diane Pflieger  
 Dorothy O'Connor-Manson

**DIRECTORS OR TRUSTEES**

Francis Louis Mitterhoff  
 George Foster Brenner  
 Ellen Sue Kagan  
 Richard Roberts

Norman Roger Konvitz  
 Eilleen Sheffrin  
 Jayne Ellen Kobrin  
 Barbara Konvitz Dubel

Robert William Minster  
 Daniel Jay Mitterhoff  
 Jeffrey Stuart Kagan

State of New Jersey }  
 County of Essex } SS

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

\_\_\_\_\_  
 Francis Louis Mitterhoff  
 President

\_\_\_\_\_  
 Norman Roger Konvitz  
 Secretary

Subscribed and sworn to before me this  
 22nd day of February, 2011

- a. Is this an original filing? Yes (X) No ( )
- b. If no: 1. State the amendment number \_\_\_\_\_
2. Date filed \_\_\_\_\_
3. Number of pages attached \_\_\_\_\_

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Column 1 minus Column 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	46,649,126		46,649,126	55,044,308
2. Stocks (Schedule D):				
2.1 Preferred stocks .....				
2.2 Common stocks .....	65,079,630	2,751,054	62,328,576	52,514,550
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....	2,167,950		2,167,950	183,000
3.2 Other than first liens .....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....				
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....				
5. Cash (\$ ..... 97,628,047 , Schedule E - Part 1), cash equivalents (\$ ..... , Schedule E - Part 2) and short-term investments (\$ ..... 1,544,986 , Schedule DA) .....	99,173,032		99,173,032	100,685,188
6. Contract loans (including \$ ..... premium notes) .....				
7. Derivatives .....				
8. Other invested assets (Schedule BA) .....	435,828		435,828	4,000,000
9. Receivables for securities .....				
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....	2,287,918		2,287,918	2,151,913
12. Subtotals, cash and invested assets (Line 1 through Line 11) .....	215,793,484	2,751,054	213,042,430	214,578,959
13. Title plants less \$ ..... charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	263,824		263,824	479,074
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	11,913,753	4,846,327	7,067,426	5,820,812
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	2,981,958		2,981,958	385,409
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 .....	589,361		589,361	1,331,490
18.2 Net deferred tax asset .....	4,800,000		4,800,000	5,100,000
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....	338,089		338,089	227,201
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	1,030,645	1,030,645		
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	912,570		912,570	
24. Health care (\$ ..... ) and other amounts receivable .....				
25. Aggregate write-ins for other than invested assets .....	150,375	150,375		
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25) .....	238,774,059	8,778,401	229,995,658	227,922,945
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. Total (Line 26 and Line 27) .....	238,774,059	8,778,401	229,995,658	227,922,945
<b>DETAILS OF WRITE-INS</b>				
1101. CASH VALUE OF LIFE INSURANCE .....	2,287,918		2,287,918	2,151,913
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above) .....	2,287,918		2,287,918	2,151,913
2501. LEASEHOLD IMPROVEMENTS .....	150,375	150,375		
2502. ....				
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above) .....	150,375	150,375		

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	16,522,284	19,061,512
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	4,990,366	4,934,305
4. Commissions payable, contingent commissions and other similar charges .....	5,064,116	3,494,103
5. Other expenses (excluding taxes, licenses and fees) .....	3,142,789	3,790,080
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	284,768	864,178
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		
7.2 Net deferred tax liability .....		
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ ..... 9,481,483 and including warranty reserves of \$ ..... ) .....	30,565,137	30,125,567
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....	500,000	484,708
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	2,529,630	2,340,573
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) .....	1,031	1,031
14. Amounts withheld or retained by company for account of others .....	71,612,437	73,268,661
15. Remittances and items not allocated .....		
16. Provision for reinsurance (Schedule F, Part 7) .....	2,104	4,173
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....	73,243	
20. Derivatives .....		
21. Payable for securities .....		
22. Payable for securities lending .....		
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$ ..... and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....	6,721	3,816
26. Total liabilities excluding protected cell liabilities (Line 1 through Line 25) .....	135,294,626	138,372,707
27. Protected cell liabilities .....		
28. Total liabilities (Line 26 and Line 27) .....	135,294,626	138,372,707
29. Aggregate write-ins for special surplus funds .....		
30. Common capital stock .....	1,500,000	1,500,000
31. Preferred capital stock .....		
32. Aggregate write-ins for other than special surplus funds .....		
33. Surplus notes .....	16,000,000	16,000,000
34. Gross paid in and contributed surplus .....	374,600	374,600
35. Unassigned funds (surplus) .....	77,831,432	71,675,639
36. Less treasury stock, at cost:		
36.1 ..... 22,333 shares common (value included in Line 30 \$ ..... 45 ) .....	1,005,000	
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		
37. Surplus as regards policyholders (Line 29 to Line 35, less Line 36) (Page 4, Line 39) .....	94,701,032	89,550,239
38. Totals (Page 2, Line 28, Column 3) .....	229,995,658	227,922,946
<b>DETAILS OF WRITE-INS</b>		
2501. LIABILITY FOR UNCASHED CHECKS .....		2,061
2502. MISCELLANEOUS ACCOUNTS PAYABLE .....	6,721	1,755
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above) .....	6,721	3,816
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....		
2999. Totals (Line 2901 through Line 2903 plus Line 2998) (Line 29 above) .....		
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....		
3299. Totals (Line 3201 through Line 3203 plus Line 3298) (Line 32 above) .....		

## STATEMENT OF INCOME

UNDERWRITING INCOME	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 35, Column 4) .....	96,772,387	95,666,061
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7) .....	16,947,203	12,662,420
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	4,847,104	5,156,578
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	66,825,479	70,129,694
5. Aggregate write-ins for underwriting deductions .....		
6. Total underwriting deductions (Line 2 through Line 5) .....	88,619,786	87,948,692
7. Net income of protected cells .....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....	8,152,601	7,717,369
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	211,428	1,009,469
10. Net realized capital gains (losses) less capital gains tax of \$ .....	97,299	412,703
11. Net investment gain (loss) (Line 9 plus Line 10) .....	308,727	1,422,172
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ ....., amount charged off \$ 123,412 ) .....	(123,412)	(3,557)
13. Finance and service charges not included in premiums .....		
14. Aggregate write-ins for miscellaneous income .....	5,879	2,477
15. Total other income (Line 12 through Line 14) .....	(117,533)	(1,080)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 8 plus Line 11 plus Line 15) .....	8,343,795	9,138,461
17. Dividends to policyholders .....	561,846	285,000
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) .....	7,781,949	8,853,461
19. Federal and foreign income taxes incurred .....	1,842,129	2,431,822
20. Net income (Line 18 minus Line 19) (to Line 22) .....	5,939,820	6,421,639
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	89,550,239	92,492,878
22. Net income (from Line 20) .....	5,939,820	6,421,639
23. Net transfers (to) from Protected Cell accounts .....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....	(1,141,425)	(3,324,747)
25. Change in net unrealized foreign exchange capital gain (loss) .....		
26. Change in net deferred income tax .....	(300,000)	1,100,000
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3) .....	1,655,329	(7,139,637)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	2,069	106
29. Change in surplus notes .....		
30. Surplus (contributed to) withdrawn from protected cells .....		
31. Cumulative effect of changes in accounting principles .....		
32. Capital changes:		
32.1 Paid in .....		
32.2 Transferred from surplus (Stock Dividend) .....		
32.3 Transferred to surplus .....		
33. Surplus adjustments:		
33.1 Paid in .....		
33.2 Transferred to capital (Stock Dividend) .....		
33.3 Transferred from capital .....		
34. Net remittances from or (to) Home Office .....		
35. Dividends to stockholders .....		
36. Change in treasury stock (Page 3, Line 36.1 and Line 36.2, Column 2 minus Column 1) .....	(1,005,000)	
37. Aggregate write-ins for gains and losses in surplus .....		
38. Change in surplus as regards policyholders for the year (Line 22 through Line 37) .....	5,150,793	(2,942,639)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) .....	94,701,032	89,550,239
<b>DETAILS OF WRITE-INS</b>		
0501. ....		
0502. ....		
0503. ....		
0598. Summary of remaining write-ins for Line 5 from overflow page .....		
0599. Totals (Line 0501 through Line 0503 plus Line 0598) (Line 5 above) .....		
1401. MISCELLANEOUS INCOME .....	5,879	2,477
1402. ....		
1403. ....		
1498. Summary of remaining write-ins for Line 14 from overflow page .....		
1499. Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above) .....	5,879	2,477
3701. ....		
3702. ....		
3703. ....		
3798. Summary of remaining write-ins for Line 37 from overflow page .....		
3799. Totals (Line 3701 through Line 3703 plus Line 3798) (Line 37 above) .....		

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance	95,053,443	93,818,368
2. Net investment income	726,750	2,277,781
3. Miscellaneous income	200,041	(32,150)
4. Total (Line 1 through Line 3)	95,980,234	96,063,999
5. Benefit and loss related payments	26,874,023	13,446,849
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	67,394,736	69,305,839
7. Commissions, expenses paid and aggregate write-ins for deductions	546,554	350,291
8. Dividends paid to policyholders	1,100,000	4,482,217
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Line 5 through Line 9)	95,915,313	87,585,196
11. Net cash from operations (Line 4 minus Line 10)	64,921	8,478,803
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	25,297,468	89,282,467
12.2 Stocks	122,569,253	3,360,629
12.3 Mortgage loans	589,500	260,000
12.4 Real estate		
12.5 Other invested assets	4,000,000	
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	152,456,221	92,903,096
13. Cost of investments acquired (long-term only):		
13.1 Bonds	17,202,359	50,077,007
13.2 Stocks	130,438,064	54,217,870
13.3 Mortgage loans	2,574,450	
13.4 Real estate		
13.5 Other invested assets	435,828	2,000,000
13.6 Miscellaneous applications		
13.7 Total investments acquired (Line 13.1 through Line 13.6)	150,650,701	106,294,877
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	1,805,520	(13,391,781)
<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	(1,005,000)	
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)	(2,377,597)	19,580,120
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(3,382,597)	19,580,120
<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)	(1,512,156)	14,667,142
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of period	100,685,189	86,018,047
19.2 End of year (Line 18 plus Line 19.1)	99,173,033	100,685,189

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001		
20.0002		
20.0003		
20.0004		
20.0005		
20.0006		
20.0007		
20.0008		
20.0009		
20.0010		

**UNDERWRITING AND INVESTMENT EXHIBIT**

**PART 1 - PREMIUMS EARNED**

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Column 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Column 5 Part 1A	4 Premiums Earned During Year (Columns 1 plus 2 minus 3)
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence				
17.2 Other liability - claims-made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability				
19.3, 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity	118,428	128,788	141,150	106,066
24. Surety	97,093,529	29,996,780	30,423,986	96,666,323
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - Nonproportional Assumed Property				
32. Reinsurance - Nonproportional Assumed Liability				
33. Reinsurance - Nonproportional Assumed Financial Lines				
34. Aggregate write-ins for other lines of business				
35. TOTALS	97,211,957	30,125,568	30,565,136	96,772,389
<b>DETAILS OF WRITE-INS</b>				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)				

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1A-RECAPITULATION OF ALL PREMIUMS

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Columns 1 + 2 + 3 + 4
1. Fire					
2. Allied lines					
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril					
6. Mortgage guaranty					
8. Ocean marine					
9. Inland marine					
10. Financial guaranty					
11.1 Medical professional liability - occurrence					
11.2 Medical professional liability - claims-made					
12. Earthquake					
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability - occurrence					
17.2 Other liability - claims-made					
17.3 Excess Workers' Compensation					
18.1 Products liability - occurrence					
18.2 Products liability - claims-made					
19.1, 19.2 Private passenger auto liability					
19.3, 19.4 Commercial auto liability					
21. Auto physical damage					
22. Aircraft (all perils)					
23. Fidelity	9,885	131,266			141,151
24. Surety	24,396,687	6,027,299			30,423,986
26. Burglary and theft					
27. Boiler and machinery					
28. Credit					
29. International					
30. Warranty					
31. Reinsurance - Nonproportional Assumed Property					
32. Reinsurance - Nonproportional Assumed Liability					
33. Reinsurance - Nonproportional Assumed Financial Lines					
34. Aggregate write-ins for other lines of business					
35. TOTALS	24,406,572	6,158,565			30,565,137
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Line 35 through Line 37)					30,565,137
<b>DETAILS OF WRITE-INS</b>					
3401.					
3402.					
3403.					
3498. Summary of remaining write-ins for Line 34 from overflow page					
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)					

(a) State here basis of computation used in each case.  
Premiums are earned on a pro-rata basis over the life of the bond.

**UNDERWRITING AND INVESTMENT EXHIBIT**

**PART 1B-PREMIUMS WRITTEN**

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Columns 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine						
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake						
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence						
17.2 Other liability - claims-made						
17.3 Excess Workers' Compensation						
18.1 Products liability - occurrence						
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability						
19.3, 19.4 Commercial auto liability						
21. Auto physical damage						
22. Aircraft (all perils)						
23. Fidelity	135,663				17,235	118,428
24. Surety	120,008,441	2,441,440			25,356,352	97,093,529
26. Burglary and theft						
27. Boiler and machinery						
28. Credit						
29. International						
30. Warranty						
31. Reinsurance - Nonproportional Assumed Property	X X X					
32. Reinsurance - Nonproportional Assumed Liability	X X X					
33. Reinsurance - Nonproportional Assumed Financial Lines	X X X					
34. Aggregate write-ins for other lines of business						
35. TOTALS	120,144,104	2,441,440			25,373,587	97,211,957
<b>DETAILS OF WRITE-INS</b>						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes ( ) No (X)  
 If yes: 1. The amount of such installment premiums \$ .....  
 2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$ .....

**UNDERWRITING AND INVESTMENT EXHIBIT**

**PART 2 - LOSSES PAID AND INCURRED**

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 plus 2 minus 3)	Net Losses Unpaid Current Year (Part 2A, Column 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Columns 4 plus 5 minus 6)	Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine								
10. Financial guaranty								
11.1 Medical professional liability - occurrence								
11.2 Medical professional liability - claims-made								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence								
17.2 Other liability - claims-made								
17.3 Excess Workers' Compensation								
18.1 Products liability - occurrence								
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability								
19.3, 19.4 Commercial auto liability								
21. Auto physical damage								
22. Aircraft (all perils)								
23. Fidelity					14,049	13,389	660	
24. Surety	26,310,257		6,823,827	19,486,430	16,508,235	19,048,124	16,946,541	17.5
26. Burglary and theft								
27. Boiler and machinery								
28. Credit								
29. International								
30. Warranty								
31. Reinsurance- Nonproportional Assumed Property	X X X							
32. Reinsurance- Nonproportional Assumed Liability	X X X							
33. Reinsurance- Nonproportional Assumed Financial Lines	X X X							
34. Aggregate write-ins for other lines of business								
35. TOTALS	26,310,257		6,823,827	19,486,430	16,522,284	19,061,513	16,947,201	17.5
<b>DETAILS OF WRITE-INS</b>								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Columns 4 plus 5 plus 6 minus 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excluding Incurred But Not Reported (Columns 1 plus 2 minus 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire									
2. Allied lines									
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril									
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine									
10. Financial guaranty									
11.1 Medical professional liability - occurrence									
11.2 Medical professional liability - claims-made									
12. Earthquake									
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence									
17.2 Other liability - claims-made									
17.3 Excess Workers' Compensation									
18.1 Products liability - occurrence									
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability									
19.3, 19.4 Commercial auto liability									
21. Auto physical damage									
22. Aircraft (all perils)									
23. Fidelity					16,126		2,077	14,049	2,810
24. Surety	12,244,272		3,146,615	9,097,657	11,678,934	319,164	4,587,520	16,508,235	4,987,556
26. Burglary and theft									
27. Boiler and machinery									
28. Credit									
29. International									
30. Warranty									
31. Reinsurance- Nonproportional Assumed Property	X X X				X X X				
32. Reinsurance- Nonproportional Assumed Liability	X X X				X X X				
33. Reinsurance- Nonproportional Assumed Financial Lines	X X X				X X X				
34. Aggregate write-ins for other lines of business									
35. TOTALS	12,244,272		3,146,615	9,097,657	11,695,060	319,164	4,589,597	16,522,284	4,990,366
<b>DETAILS OF WRITE-INS</b>									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)									

(a) Including \$ ..... for present value of life indemnity claims.

**UNDERWRITING AND INVESTMENT EXHIBIT**

**PART 3 - EXPENSES**

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	1,460,692			1,460,692
1.2 Reinsurance assumed	63,833			63,833
1.3 Reinsurance ceded	436,862			436,862
1.4 Net claim adjustment services (Line 1.1 plus Line 1.2 minus Line 1.3)	1,087,663			1,087,663
2. Commission and brokerage:				
2.1 Direct excluding contingent		46,535,354		46,535,354
2.2 Reinsurance assumed excluding contingent		568,027		568,027
2.3 Reinsurance ceded excluding contingent		11,869,544		11,869,544
2.4 Contingent - direct		971,510		971,510
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded		670,598		670,598
2.7 Policy and membership fees				
2.8 Net commission and brokerage (Line 2.1 plus Line 2.2 minus Line 2.3 plus Line 2.4 plus Line 2.5 minus Line 2.6 plus Line 2.7)		35,534,749		35,534,749
3. Allowances to manager and agents		65,992		65,992
4. Advertising		71,159		71,159
5. Boards, bureaus and associations		150,578		150,578
6. Surveys and underwriting reports		233,451		233,451
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	2,342,749	16,560,360	442,011	19,345,120
8.2 Payroll taxes	164,624	1,163,687	31,060	1,359,371
9. Employee relations and welfare	334,994	2,367,992	63,204	2,766,190
10. Insurance	12,450	83,760	2,248	98,458
11. Directors' fees	24,218	172,292	4,559	201,069
12. Travel and travel items	235,051	1,581,432	42,450	1,858,933
13. Rent and rent items	241,011	1,714,632	45,369	2,001,012
14. Equipment	32,894	232,518	6,206	271,618
15. Cost or depreciation of EDP equipment and software	40,977	289,658	7,731	338,366
16. Printing and stationery	75,548	534,030	14,254	623,832
17. Postage, telephone and telegraph, exchange and express	69,774	493,214	13,165	576,153
18. Legal and auditing	43,309	308,113	8,153	359,575
19. Totals (Line 3 through Line 18)	3,617,598	26,022,867	680,410	30,320,875
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		3,318,385		3,318,385
20.2 Insurance department licenses and fees		508,946	11,953	520,899
20.3 Gross guaranty association assessments		(5,835)		(5,835)
20.4 All other (excluding federal and foreign income and real estate)		443,587		443,587
20.5 Total taxes, licenses and fees (Line 20.1 plus Line 20.2 plus Line 20.3 plus Line 20.4)		4,265,083	11,953	4,277,036
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	141,842	1,002,779	107,760	1,252,381
25. Total expenses incurred	4,847,103	66,825,478	800,123	(a) 72,472,704
26. Less unpaid expenses - current year	4,990,365	4,404,433		9,394,798
27. Add unpaid expenses - prior year	4,934,305	5,760,113		10,694,418
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Line 25 minus Line 26 plus Line 27 minus Line 28 plus Line 29)	4,791,043	68,181,158	800,123	73,772,324
<b>DETAILS OF WRITE-INS</b>				
2401. Computer Services	20,768	146,806	3,918	171,492
2402. Other Expenses	118,309	836,301	103,321	1,057,931
2403. Contributions	2,765	19,672	521	22,958
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Line 2401 through Line 2403 plus Line 2498) (Line 24 above)	141,842	1,002,779	107,760	1,252,381

(a) Includes management fees of \$ ..... to affiliates and \$ ..... to non-affiliates.

**EXHIBIT OF NET INVESTMENT INCOME**

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(a) 700,271	590,928
1.1 Bonds exempt from U.S. tax	(a) 127,514	125,578
1.2 Other bonds (unaffiliated)	(a) 196,389	146,710
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates	378,078	378,078
3. Mortgage loans	(c) 39,720	43,220
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 342,257	331,269
7. Derivative instruments	(f)	
8. Other invested assets	97,300	50,577
9. Aggregate write-ins for investment income		
10. Total gross investment income	1,881,529	1,666,360
11. Investment expenses		(g) 788,170
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 11,953
13. Interest expense		(h) 654,812
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Totals deductions (Line 11 through Line 15)		1,454,935
17. Net investment income (Line 10 minus Line 16)		211,425

**DETAILS OF WRITE-INS**

0901. ....		
0902. ....		
0903. ....		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)		

1501. ....		
1502. ....		
1503. ....		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Line 1501 through Line 1503 plus Line 1598) (Line 15 above)		

(a) Includes \$ 15,062 accrual of discount less \$ 315,134 amortization of premium and less \$ paid for accrued interest on purchases.  
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.  
 (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.  
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.  
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.

(f) Includes \$ accrual of discount less \$ amortization of premium.  
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
 (h) Includes \$ 654,812 interest on surplus notes and \$ interest on capital notes.  
 (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Cols. 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	175,198		175,198		
1.1 Bonds exempt from U.S. tax	(10,041)		(10,041)		
1.2 Other bonds (unaffiliated)	185,588		185,588		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	(253,446)		(253,446)	450,823	
2.21 Common stocks of affiliates				(1,592,248)	
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	97,299		97,299	(1,141,425)	
<b>DETAILS OF WRITE-INS</b>					
0901. ....					
0902. ....					
0903. ....					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)					

## EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks	2,751,054	5,740,393	2,989,339
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives			
8. Other invested assets (Schedule BA)			
9. Receivable for securities			
10. Securities lending reinvested collateral assets			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Line 1 to Line 11)	2,751,054	5,740,393	2,989,339
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	4,846,327	3,745,370	(1,100,957)
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	1,030,645	726,219	(304,426)
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivable from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	150,375	221,748	71,373
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	8,778,401	10,433,730	1,655,329
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Line 26 and Line 27)	8,778,401	10,433,730	1,655,329
<b>DETAILS OF WRITE-INS</b>			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)			
2501. Leasehold Improvements	150,375	221,748	71,373
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	150,375	221,748	71,373

## NOTES TO FINANCIAL STATEMENTS

### Note 1 – Summary of Significant Accounting Policies

#### A. Accounting Practices

The accompanying financial statements of International Fidelity Insurance Company have been completed in accordance with the NAIC Accounting Practices and Procedures Manual and the Statements of Statutory Accounting Principles.

The New Jersey Department of Banking and Insurance recognizes only statutory accounting practices prescribed or permitted by the state of New Jersey for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under New Jersey Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual*, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of New Jersey to the extent that it does not conflict with New Jersey prescribed or permitted practices.

#### B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. It also requires estimates in the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

#### C. Accounting Policies

Premiums are earned over the terms of the related policies. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods. Expenses incurred in connection with acquiring new business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at amortized value using the interest method.
2. Bonds not backed by other loans are stated at amortized value using the Scientific to Worst Method. Non-investment grade bonds are stated at the lower of amortized value or fair value.
3. The Company does not have any investments in preferred stocks.
4. Common stocks are stated at fair value.
5. Mortgage loans on real estate are stated at the aggregate unpaid balance.
6. Loan-backed securities are valued at amortized cost. The Company uses the prospective method to value all such securities.
7. Investment in a subsidiary company is as follows:
 

International Fidelity Insurance Company acquired The Chestnut Group (TCG). TCG's sole holding is its equity in Allegheny Casualty Company, an Insurance Company. TCG is a non-insurance subsidiary and is stated at statutory equity value. The acquisition is accounted for using the statutory purchase method and is described further in Note 3A. Goodwill arising from the acquisition of this subsidiary is amortized over a period of ten years. Unamortized goodwill at the end of the current year is \$11,396,954 of which \$2,751,054 is non-admitted because unamortized goodwill exceeded 10% of adjusted policyholders' surplus as of the end of the prior quarter.
8. The Company does not have any investments in joint ventures, partnerships or limited liability companies.
9. The Company does not have any investments in derivatives.
10. Premium deficiency calculations are not used for the surety line of business.
11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
12. The Company has not modified its capitalization policy from the prior period.

### Note 2 – Accounting Changes and Correction of Errors

- A. Changes in Accounting Principles and/or Correction of Errors - None

### Note 3 – Business Combination and Goodwill

#### A. Statutory Purchase Method

1. The Company purchased 100% of The Chestnut Group (TCG) on October 1, 2009. TCG's sole holding is its equity in Allegheny Casualty Company (ACC). TCG is a non-insurance subsidiary. ACC is an insurance company and is licensed in forty-eight states including District of Columbia, and sells Surety Insurance.
2. The transaction above is accounted for as a statutory purchase.
3. The cost of the acquisition was \$30,499,872, resulting in goodwill at the end of the current period of \$13,212,055 of which \$11,396,954 is unamortized (see Note 10).

**NOTES TO FINANCIAL STATEMENTS**

4. Goodwill is amortized over ten years. Goodwill amortization for the current year is \$ 1,592,248 and for the year 2009 was \$222,853. The amortization is recorded as a component of the change in net unrealized capital gains (losses).

B. Statutory Mergers - None

C. Writedowns for impairment of Investments in Affiliates - None

Note 4 – Discontinued Operations - None

Note 5 – Investments

A. Mortgage Loans, Including Mezzanine Real Estate Loans

1. There were no new mortgage loans during 2009. The maximum and minimum lending rate for city mortgage loans during 2010 is 8%.
2. The Company did not reduce interest rates on any outstanding mortgage loans.
3. The maximum percentage of any one loan to the value of the security at the time of the loan was 60%.
4. The Company is not holding mortgages with interest 180 days or more past due.
5. There were no taxes, assessments or any amounts advanced and not included in the mortgage loan.
- 6 - 12 There were no impaired mortgage loans.

B. Debt Restructuring for Creditors - None

C. Reverse Mortgage - None

D. Loan - Backed Securities

1. The Company used the prospective adjustment method to value all such securities.
2. Prepayment assumptions are obtained by Bloomberg or other widely recognized securities data providers.
3. The Company used fair value provided by a pricing service to determine market value.

E. Repurchase Agreements and/or Securities Lending Transactions- None

F. Real Estate - None

G. Investment in Low-Income Housing Tax Credits - None

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies - None

Note 7 – Investment Income

A. Accrued Investment Income

The Company nonadmits investment income due and accrued if amounts are over 90 days past due (180 days for mortgage loans or amounts on mortgage loans in default).

B. Amounts Nonadmitted

No amounts were nonadmitted for investment income due and accrued.

Note 8 – Derivative Instruments - None

Note 9 – Income Taxes

A. Components of Deferred Tax Assets (DTA's) and Deferred Tax Liabilities (DTL's)

	2010			2009		
	Ordinary	Capital	Total	Ordinary	Capital	Total
1. Gross Deferred Tax Assets	5,220,256	3,412,240	8,632,496	5,335,539	3,707,410	9,042,949
Statutory Valuation Allowance	0	(3,412,240)	(3,412,240)	0	(3,707,410)	(3,707,410)
Adjusted Gross deferred tax assets	5,220,256	0	5,220,256	5,335,539	0	5,335,539
Total of deferred tax liabilities	(337,847)		(337,847)	(211,897)		(211,897)
Net deferred tax asset before admissibility test	4,882,409		4,882,409	5,123,642	0	5,123,642
Admitted pursuant to 10a	4,203,446		4,203,446	4,629,831		4,629,831
Admitted pursuant to 10b	293,125		293,125	0		0
Admitted pursuant to 10c	337,847		337,847	211,897		211,897
Add'l Admitted pursuant to 10e.i	0		0	470,169		470,169
Add'l Admitted pursuant to 10e.ii	514,484		514,484	0		0
Add'l Admitted pursuant to 10e.iii	(211,054)		(211,054)	0		0
Admitted deferred tax asset	5,137,847		5,137,847	5,311,897		5,311,897
Deferred tax liability	(337,847)		(337,847)	(211,897)		(211,897)
Net Admitted DTA or DTL	4,800,000		4,800,000	5,100,000		5,100,000
Non Admitted DTA	82,409		82,409	23,642		23,642

## NOTES TO FINANCIAL STATEMENTS

2. The Company has elected to admit DTA's pursuant to paragraph 10e. Such election was not available in 2008.
3. The Company recorded an decrease in admitted DTA's as the result of its election to employ the provisions of paragraph 10e as follows:

	Change during 2010		
	Ordinary	Capital	Total
Gross deferred tax assets	(115,283)	(295,170)	(410,453)
Statutory Valuation Allowance		(295,170)	295,170
Adjusted Gross deferred tax assets	(115,283)		(115,283)
Total of deferred tax liabilities	(125,950)		(125,950)
Net deferred tax asset before admissibility test	(241,233)		(241,233)
Admitted pursuant to 10a	(426,385)		(426,385)
Admitted pursuant to 10b	293,125		293,125
Admitted pursuant to 10c	125,950		125,950
Additional Admitted pursuant to 10e.i	(470,169)		(470,169)
Additional Admitted pursuant to 10e.ii	514,484		514,484
Additional Admitted pursuant to 10e.iii	(211,054)		(211,054)
Admitted deferred tax asset	(174,050)		(174,050)
Deferred tax liability	(125,950)		(125,950)
Change in net admitted DTA or DTL	(300,000)		(300,000)
Change in nonadmitted DTA	58,767		58,767

2. Description	With 10a-c	With 10e	Difference
Admitted DTA's	4,496,571	4,800,000	303,430

B. Unrecognized DTLs - None

C. Current Tax and Change in Deferred Tax

Current Income taxes incurred as of 12/31/2010 is \$1,842,129

The main components of the 12/31/2010 deferred tax amounts are:

Deferred Tax Assets	Statutory	Tax	Difference
Discount on Unpaid Losses	40,502,708	38,911,342	1,591,366
Unearned Premium Reserve - Surety	27,596,032	22,076,826	5,519,206
Unearned Premium Reserve - Bail	2,969,104		2,969,104
Fixed Assets (net book value)	338,089	765,780	427,691
Capital Loss Carryforward		1,112,508	1,112,508
Unrealized loss on Investments - Bonds	46,649,126	46,649,126	0
Unrealized loss on Investments - Stocks	36,394,823	45,318,316	8,923,493
Non admitted assets for Agents' Balances		4,846,327	<u>4,846,327</u>
Subtotal			25,389,695
			34%
			8,632,496
AMT Credit Carryforward			0
Total Deferred Tax Assets			8,632,496
Statutory Valuation Allowance			<u>(3,412,240)</u>
Net deferred tax asset before admissibility test			5,220,256

Deferred Tax Liabilities	Statutory	Tax	Difference
Bond Discount Adjustments	7,069,008	7,055,986	13,023
Accrued Investment Income	23,638		23,638
Salvage Accrual	19,373,987	18,416,981	<u>957,006</u>
Subtotal			993,666
			34%
Total Deferred Tax Liabilities			337,847

D. Reconciliation of Federal Income Tax Rate to Actual effective Rate

The significant book to tax adjustments were as follows:

	Amount	Tax Effect at 34%
Income (Loss) before taxes	7,781,949	2,645,863
Book over tax reserves	196,092	66,671
Unearned premiums	(901,476)	(306,502)
Salvage and subrogation	(385,903)	(131,207)
Capital Loss Disallowed/(Used)	(97,299)	(33,082)
Depreciation	(701,098)	(238,373)
Accrued market discount	(15,062)	(5,121)
Tax Exempt Interest, Net of Proration	(561,452)	(190,894)
Dividends received deduction, net of proration	(195,656)	(66,523)
Change in Accrued dividends	(23,638)	(8,037)
Travel and entertainment	231,869	78,836
Other	<u>89,701</u>	<u>30,498</u>
Taxable income	\$5,418,027	\$1,842,129
Less: Capital Loss Carryback Payments & Credits		0 <u>(2,431,490)</u>
Tax Liability/(Overpayment) at 12/31/10		<u>(\$589,361)</u>

**NOTES TO FINANCIAL STATEMENTS****E. Operating Loss and Tax Credit Carryforwards**

- 1.) At December 31, 2010 the Company had \$0 in unused operating loss carry forwards available to offset against future taxable income.
- 2.) The income tax expense that is available for recoupment in the event of future net losses is \$1,842,129 for 2010, and \$2,453,747 for 2009.

**F. Consolidated Federal Income Tax Return**

- 1.) The Company's federal income tax return is consolidated with The Chestnut Group and its subsidiary Allegheny Casualty Company.
- 2.) The method of allocation among companies is subject to a written agreement, approved by the Board of Directors, whereby allocation is made primarily on a separate return basis.

**Note 10. Information Concerning Parent, Subsidiaries, Affiliates and other Related Parties****A. Nature of Relationships**

On October 1, 2009, International Fidelity Insurance Company purchased 100% of The Chestnut Group (TCG). TCG's sole holding is its equity in Allegheny Casualty Company (ACC). ACC is an Insurance Company domiciled in the State of Pennsylvania and selling Surety Insurance.

International Fidelity Insurance Company has an MGA agreement with AIA Holdings, Inc., an affiliate, to manage and process the Company's bail business .

**B. Detail of Transactions Greater than ½% of Admitted Assets**

Direct Premium managed through AIA Holdings, Inc. at 12/31/2010 is \$25,448,722.

The Company has a loan of \$442,000 with it's affiliate AIA Holdings, Inc.

On October 1, 2009, International Fidelity Insurance Company recorded the purchase of The Chestnut Group (the parent of Allegheny Casualty Company) in the amount of 30,499,872. See Note 3A and 10F, I.

**C. Change in Terms of Intercompany Arrangements - None****D. Amounts due to / from Related Parties - (See note 10F)****E. Guarantees of Contingencies for Related Parties - None****F. Management, Services Contracts, Cost Sharing Arrangements -**

The Company agreed to an Expense Sharing Agreement with it's subsidiary Allegheny Casualty Company(ACC). IFIC incurs operational expenses on behalf of ACC and at the end of each quarter, IFIC will charge ACC 100% of those expenses. As a result of this agreement International Fidelity Insurance Company reports a current receivable in the amount of \$912,570 from it's subsidiary Allegheny Casualty Company.

The Company agreed to a Reinsurance Agreement with its subsidiary Allegheny Casualty Company (ACC). IFIC will assume 100% of the Surety other than Bail business written by ACC. As a result of this agreement International Fidelity Insurance Company reports a current receivable in the amount of \$503,985 from it's subsidiary Allegheny Casualty Company.

**G. Nature of Relationships that Could Affect Operations -**

All outstanding shares of the subsidiary are owned by Parent.

**H. Amount Deducted for Investment in Upstream Company - None****I. Details of Investment in a subsidiary greater than 10% of Admitted Assets**

The Company owns 100% of The Chestnut Group whose sole equity is 100% of Allegheny Casualty Company. The common stock invested is recorded at \$28,684,771 which includes unamortized goodwill of \$11,396,954. These amounts are gross of any nonadmitted goodwill. See Note 1C7 and Note 3A.

Financial information of The Chestnut Group and Allegheny Casualty Company at December 31, 2010 is summarized as follows:

Admitted Assets:	\$ 29,857,989
Total Liabilities:	\$ 12,217,418
Policyholders' Surplus:	\$ 17,640,571
Net Income (Loss):	\$ 703,075

**J. Writedown for Impairments of Investments in SCAs - None****Note 11 – Debt - None**

## NOTES TO FINANCIAL STATEMENTS

Note 12 – Retirement Plan, Deferred Compensation, Postemployment Benefits and Compensated Absences and other Postretirement Benefit Plan

A. Defined Benefit Plan

At 12/31/10 the Company sponsors a non-qualified SERP plan funded by life insurance. The life insurance funding is not reflected below.

1.	a.)	Beginning Balance	\$4,032,693
	b.)	Service Cost	426,692
	c.)	Interest Cost	199,281
	d.)	Contribution made by Plan Participants	0
	e.)	Actuarial gains and losses	(1,253,986)
	f.)	Benefits paid	(75,826)
	g.)	Plan amendments	<u>0</u>
	h.)	Ending balance	\$3,328,854
2.	a.)	Fair value of plan assets at Jan 1	0
	b.)	Actual return on plan assets	0
	c.)	Contributions by the employer	75,826
	d.)	Benefits paid	<u>(75,826)</u>
	e.)	Fair value of plan assets at Dec 31	0
3.	a.)	Funded Status at End of Year	(\$3,328,854)
	b.)	Unrecognized Prior Service Cost	0
	c.)	Unrecognized Net Actuarial (gain) loss	(2,065,959)
	d.)	Unrecognized Transition Obligation	<u>1,119,100</u>
	e.)	(Accrued) Prepaid Benefit Cost	(4,275,713)
	f.)	Intangible Assets	(946,859)
	g.)	(Pension Liability) or Prepaid Pension Cost	(3,328,854)
4.		<b>The amount of the benefit obligation for non-vested employees</b>	<b>\$2,093,188</b>
5.	a.)	Service Cost	\$426,692
	b.)	Interest Cost	199,281
	c.)	Expected return on Assets	0
	d.)	Amortization of Transition (assets)	139,887
	e.)	Amortization of Prior Service Cost	0
	f.)	Amortization of Actuarial (Gain) Loss	<u>(42,669)</u>
	g.)	Net Periodic Benefit Cost	\$723,191
6.		None	
7.	a.)	Assumed Discount Rate - 5%	
	b.)	Rate of Compensation Increase - 3%	
	c.)	Expected long-term rate of return on plan assets - 6%	

B. Defined Contribution Plans

The Company offers a 401(k) plan to all employees, which is fully funded. Matching contributions up to 4% percent of each employee's compensation are made each year. The Company's contribution for the plan was \$644,545. and \$539,231 for 2010 and 2009, respectively. At December 31, 2010, the Company's plan assets fair value was \$13,127,413.

C. Multi-employer Plans - None

D. Consolidated/Holding Company Plans - None

E. Postemployment Benefits and Compensated Absences - None

F. Impact of Medicare Modernization Act on Post Retirement Benefits - None

Note 13 - Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

A. Outstanding Shares

The Company has 977,667 shares of \$1.50 par value common stock authorized, issued and outstanding. The Company has no preferred stock authorized, issued or outstanding. The Company currently holds 22,333 shares of treasury stock at a cost of \$45 per share

B. Dividend Rate of Preferred Stock - None

C., D. E. and F. Dividend Restrictions

The maximum amount of dividends which can be paid by the State of New Jersey insurance companies to shareholders without prior approval of the Insurance Commissioner is subject to restrictions relating to statutory surplus. Statutory surplus at December 31, 2010 was \$94,701,033. The maximum dividend payout which may be made without prior approval in 2011 is \$9,470,103. Common stock dividends were not paid in 2010 and are not cumulative.

G. Mutual Surplus - None

H. Company Stock Held for Special Purpose - The Company currently holds 22,333 shares of treasury stock for an Employee Stock Ownership Trust.

## NOTES TO FINANCIAL STATEMENTS

I. Changes in Special Surplus Funds - None

J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

a.)	Net income -	\$5,939,820
b.)	Unrealized gains and losses -	(1,141,424)
c.)	Nonadmitted asset values -	1,655,329
d.)	Provision for reinsurance -	2,069
e.)	Change in treasury stock -	(1,005,000)
f.)	Net deferred income tax -	<u>(300,000)</u>
	<b>Total change in surplus</b>	<b>5,150,794</b>

K. Surplus Note - Issued 12/16/03

- a.) Date Issued - December 16, 2003
- b.) Description of the assets received -Floating Rate Surplus Notes
- c.) Holder of the note - InCapS Funding II, LTD
- d.) Par Value of Note - \$6,000,000.
- e.) Carrying value of Note - \$6,000,000.
- f.) The rate at which interest accrues - Not Applicable
- g.) Maturity dates or repayments schedules - January 8, 2034
- h.) Unapproved interest and/or principal - None
- i.) Interest and/or principal paid in current year - \$270,203.
- j.) Total interest and/or principal paid on surplus notes - \$2,922,924.
- k.) Subordination terms - Not Applicable
- l.) Liquidation preference to the insurer's common and preferred shareholders -None
- m.) The repayment conditions and restrictions - Principal and/or interest payments cannot be made without prior approval of the applicable regulator
- n.) The Company has no affiliates that hold any portion of the surplus notes

Surplus Note - Issued 12/16/05

- a.) Date Issued - December 16, 2005
- b.) Description of the assets received -Floating Rate Surplus Notes
- c.) Holder of the note - Alesco Preferred Funding IX, LTD
- d.) Par Value of Note - \$10,000,000.
- e.) Carrying value of Note - \$10,000,000.
- f.) The rate at which interest accrues - Not Applicable
- g.) Maturity dates or repayments schedules - December 15, 2035
- h.) Unapproved interest and/or principal - None
- i.) Interest and/or principal paid in current year - \$383,811.
- j.) Total interest and/or principal paid on surplus notes - \$3,292,505.
- k.) Subordination terms - Not Applicable
- l.) Liquidation preference to the insurer's common and preferred shareholders -None
- m.) The repayment conditions and restrictions - Principal and/or interest payments cannot be made without prior approval of the applicable regulator
- n.) The Company has no affiliates that hold any portion of the surplus notes

L. and M. Quasi Reorganizations - None

Note 14 – Contingencies - None

Note 15 - Leases

A. Lessee Commitment

- 1. The Company leases its office facility and equipment under various noncancelable operating leases that expire through August 2016. Rental expenses for 2010 and 2009 were approximately \$2,038,000 and \$1,867,000 respectively. Future annual minimum rental payments are as follows:

<u>Year</u>	<u>Amount</u>
2011	1,857,000
2012	1,463,000
2013	763,000
2014	604,000
Thereafter	<u>330,000</u>

Total \$5,017,000

B. Lessor Leasing Arrangements - None

Note 16 – Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk - None

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - None

Note 18 – Gain or Loss from Uninsured Accident and Health Plans and the Uninsured Portion of Partially Insured Plans - None

## NOTES TO FINANCIAL STATEMENTS

Note 19 - Direct premium Written by Managing General Agents as of 12/31/10:

Name	FEIN	Exclusive Contracts	Type of Business	Type of Authority	Total Premium
AIA Holdings, Inc. Calabasas, CA 91302	45-0508040	No	Surety - Bail	C, CA, B, P, U*	\$25,448,722.

\* Underwriting authority limited to issue a Bail Bond with a penal liability of no more than \$500,000 net of collateral.

Note 20 - Fair Value Measurements -

As of December 31, 2010, the reported fair value of the reporting entity's investments are as follow:

Level 1: Industrial and Miscellaneous Common Stock was \$36,394,859. These assets are traded in active markets with sufficient frequency and volume as to provide quoted prices that are reliable as evidence of fair value on a ongoing basis. To measure their fair value, the reporting entity records a quoted price via a generally accepted and respected pricing service at selected measurement dates. For the December 31, 2010 reported fair value, prices were quoted via the Reuters pricing service.

Level 2: Assets was \$0.

Level 3 : Parent, subs, and affiliates Common Stock was 25,933,717. these shares are not actively traded in any market and there by the fair value is measured using unobservable inputs based on the reporting entity's own data.

Note 21 - Other Items -

In accordance with SSAP No. 26, Bonds, excluding Loan-backed and Structured Securities and SSAP No. 30 Investment in common stock (excluding investment in common stock of subsidiary, controlled or affiliated entities), the Company assessed it's investment portfolio and determined to classify the following investments as Other Than Temporary Impairments.

Vanguard Selected Value, number of shares 18,702 book value \$398,431, the company wrote-down this mutual fund to its market value at 12/31/08 to a new cost basis of \$222,181. The incurred realized loss in 2008 is \$176,249. In 2009 the Company sold number of shares 18,702 Vanguard Selected Value.

CIT Group Inc. par value \$1,500,000 was written-down in 2009 and sold in 2009.

Note 22 - Events Subsequent

	Net Admitted Assets reported as of 12/31/10	Sales	Adjustments		Adjusted Value of remaining 12/31/10 assets as of 1/31/2011
			Realized Gain/(Loss)	January 2011 Activity Unrealized Gain/(Loss)	
<b>Bonds</b>	46,649,126	200,000	229	0	46,449,355
<b>Stocks</b>					
Preferred Common	62,328,576	4,645,748	116,699	(443,343)	57,356,184
<b>Mortgage Loans</b>	2,167,950				2,167,950
<b>Other Invested assets</b>	2,723,746				2,723,746
<b>Total</b>	<b>113,869,398</b>	<b>4,845,748</b>	<b>116,928</b>	<b>(443,343)</b>	<b>108,697,235</b>
			(1)	(2)	
Total Capital and Surplus reported on annual statement (page 3, line 35)			(3)		94,701,032
Change in 12/30/10 surplus as a result of realized and unrealized gains/(losses) occurring January 2011 related to assets owned as of 12/31/11. ((1) +(2))			(4)		<u>(326,415)</u>
Total Capital and Surplus restated for investment fluctuations during January 2011 related to assets owned as of 01/31/11. ((3) +(4))					<u>94,374,617</u>
Percentage change in 12/31/10 surplus resulting from October 2010 realized and unrealized gains/losses on assets owned as of 12/31/10.((4)/(3)).					<u>-0.3%</u>

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables -

International Fidelity Insurance Company has an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, Loss adjustment expenses and unearned premium with the following reinsurers (that exceed 3% of policyholders surplus):

NAIC	FEIN#	Reinsurer	Amount
26921	22-2005057	Everest Reinsurance Company	10,723,949
38636	13-3031176	Partner Reinsurance Company of the US	7,946,813

**NOTES TO FINANCIAL STATEMENTS**

B. Reinsurance Recoverables in Dispute - None

C. Reinsurance Assumed and Ceded

1. The Company's Ceded Unearned Premiums for 12/31/10 are \$9,481,483 and the Commission Equity is \$4,763,136.
2. Certain agency agreements and ceded reinsurance contracts provide for additional or return commission based on the actual loss experience of the direct written and ceded reinsured business. Amounts accrued at December 31, 2010 are as follows:

	<u>Direct</u>	<u>Assumed</u>	<u>Ceded</u>	<u>Net</u>
Contingent Commission	0	0	0	
Sliding Scale Adjustment	0	0	(\$4,087,240)	\$4,087,240.
Other Profit Commission Arrangement	<u>976,876</u>	<u>0</u>	<u>0</u>	<u>976,876.</u>
TOTAL	\$976,876	0	(\$4,087,240)	\$5,064,116.

D. Uncollectible Reinsurance

As of December 31, 2010 the Company wrote-off reinsurance balances amounting to \$1,587 comprised of losses incurred of \$1,686., loss adjustment expenses incurred of \$0., premiums earned of (\$88), and other of (\$11). from the following reinsurers:

<u>Reinsurer</u>	<u>Amount</u>
US International Reinsurance Company	<u>\$1,587.</u>
Total	\$1,587.

E. Commutation of Ceded Reinsurance - None

F. Retroactive Reinsurance - None

G. Reinsurance Accounted for as a Deposit - None

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redemption - None

Note 25– Changes in Incurred Losses and Loss Adjustment Expenses

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased by \$6,754,809 as a result of reestimation of unpaid losses and loss adjustment expense.

Note 26 – Intercompany Pooling Arrangements - None

Note 27 – Structural Settlements - None

Note 28 - Health Care Receivables - None

Note 29 - Participating Policies - None

Note 30 - Premium Deficiency Reserves - None

Note 31 – High Deductibles - None

Note 32 – Discounting of Liabilities for Unpaid Losses of Unpaid Loss Adjustment Expenses - None

Note 33 – Asbestos/Environmental Reserves - None

Note 34 - Subscriber Savings Accounts - None

Note 35 - Multiple Peril Crop Insurance - None

Note 36 - Financial Guaranty Insurance - None

**GENERAL INTERROGATORIES**  
**PART 1 - COMMON INTERROGATORIES**

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes (X) No ( )
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes (X) No ( ) N/A ( )
- 1.3 State Regulating? New Jersey
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes ( ) No (X)
- 2.2 If yes, date of change: .....
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007
- 3.2 State the as of date of the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2007
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/07/2009
- 3.4 By what department or departments?  
State of New Jersey, Department of Banking & Insurance
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes (X) No ( ) N/A ( )
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes (X) No ( ) N/A ( )
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes ( ) No (X)
- 4.12 renewals? Yes ( ) No (X)
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes (X) No ( )
- 4.22 renewals? Yes ( ) No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes ( ) No (X)
- 5.2 If yes, provide name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....	.....	.....
.....	.....	.....
.....	.....	.....

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes ( ) No (X)
- 6.2 If yes, give full information:  
.....  
.....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes ( ) No (X)
- 7.2 If yes, ..... %
- 7.21 State the percentage of foreign control;
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g. individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....	.....
.....	.....
.....	.....

**GENERAL INTERROGATORIES**

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes ( ) No (X)

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.  
 .....  
 .....

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes ( ) No (X)

8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
 Ernst & Young LLP, 5 Times Square, NY, NY 10036  
 .....

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes ( ) No (X)

10.2 If the response to 10.1 is yes, provide information related to this exemption:  
 .....  
 .....

10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Model Regulation, or substantially similar state law or regulation? Yes ( ) No (X)

10.4 If the response to 10.3 is yes, provide information related to this exemption:  
 .....  
 .....

10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes ( ) No (X)

10.6 If the response to 10.5 is yes, provide information related to this exemption:  
 .....  
 .....

10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes (X) No ( )

10.8 If the response to 10.7 is no, please explain  
 .....  
 .....

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
 Ernst & Young LLP, Attn: Christopher Diamantoukos, FCAS, MAAA  
 Two Commerce Square, Suite 4000, 2001 Market Street, Philadelphia, PA 19103

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes ( ) No (X)

- 12.11 Name of real estate holding company  
 .....
- 12.12 Number of parcels involved  
 .....
- 12.13 Total book/adjusted carrying value \$ .....

12.2 If yes, provide explanation  
 .....  
 .....

**13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
 .....  
 .....

13.2 Does this statement contain all business transacted for the reporting entity through its United States branch on risks wherever located? Yes ( ) No ( )

13.3 Have there been any changes made to any of the trust indentures during the year? Yes ( ) No ( )

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes ( ) No ( ) N/A (X)

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes (X) No ( )

- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:  
 .....  
 .....

14.2 Has the code of ethics for senior managers been amended? Yes ( ) No (X)

14.21 If the response to 14.2 is Yes, provide information related to amendment(s).  
 .....  
 .....

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes ( ) No (X)

14.31 If the response to 14.3 is Yes, provide the nature of any waiver(s).  
 .....  
 .....

## GENERAL INTERROGATORIES

### BOARD OF DIRECTORS

- 15. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes (X) No ( )
- 16. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes (X) No ( )
- 17. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes (X) No ( )

### FINANCIAL

- 18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes ( ) No (X)
- 19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 

	19.11 To directors or other officers	\$ .....
	19.12 To stockholders not officers	\$ .....
	19.13 Trustees, supreme or grand (Fraternal only)	\$ .....
- 19.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
 

	19.21 To directors or other officers	\$ .....
	19.22 To stockholders not officers	\$ .....
	19.23 Trustees, supreme or grand (Fraternal only)	\$ .....
- 20.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes ( ) No (X)
- 20.2 If yes, state the amount thereof at December 31 of the current year:
 

	20.21 Rented from others	\$ .....
	20.22 Borrowed from others	\$ .....
	20.23 Leased from others	\$ .....
	20.24 Other	\$ .....
- 21.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes ( ) No (X)
- 21.2 If answer is yes:
 

	21.21 Amount paid as losses or risk adjustment	\$ .....
	21.22 Amount paid as expenses	\$ .....
	21.23 Other amounts paid	\$ .....
- 22.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes (X) No ( )
- 22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ ..... 1,348,397

### INVESTMENT

- 23.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 22.3) Yes (X) No ( )
- 23.2 If no, give full and complete information relating thereto:  
 .....  
 .....
- 23.3 For the security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 16 where this information is also provided)  
 .....  
 .....
- 23.4 Does the Company's security lending program meet the requirements for a conforming program as outlined in Risk-Based Capital Instructions? Yes ( ) No ( ) N/A (X)
- 23.5 If answer to 23.4 is YES, report amount of collateral for conforming programs. \$ .....
- 23.6 If answer to 23.4 is NO, report amount of collateral for other programs. \$ .....
- 23.7 Does your security lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes ( ) No ( ) N/A (X)
- 23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes ( ) No ( ) N/A (X)
- 23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes ( ) No ( ) N/A (X)

**GENERAL INTERROGATORIES**

**INVESTMENT**

24.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 20.1 and 23.3)

Yes (X) No ( )

24.2 If yes, state the amount thereof at December 31 of the current year:

24.21 Subject to repurchase agreements	\$ .....
24.22 Subject to reverse repurchase agreements	\$ .....
24.23 Subject to dollar repurchase agreements	\$ .....
24.24 Subject to reverse dollar repurchase agreements	\$ .....
24.25 Pledged as collateral	\$ ..... 6,048,618
24.26 Placed under option agreements	\$ .....
24.27 Letter stock or securities restricted as to sale	\$ .....
24.28 On deposit with state or other regulatory body	\$ ..... 16,249,173
24.29 Other	\$ .....

24.3 For category (24.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....	.....	.....
.....	.....	.....
.....	.....	.....

25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes ( ) No (X)

25.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement. Yes ( ) No ( ) N/A (X)

26.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes ( ) No (X)

26.2 If yes, state the amount thereof at December 31 of the current year. \$ .....

27. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds, and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III General Examination Considerations, F - Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes (X) No ( )

27.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
U.S. Bank .....	Attn: Gene Iucci, EX-PA-WBSP, 2 Liberty Pl., 50 S3 16th St., STE 2000, Philadelphia, PA 19102 .....
Pershing LLC .....	One Pershing Pl., Jersey City, NJ 07399 .....
Merrill Lynch .....	301 Tresser Blvd, 10th Floor, Stamford, CT 06901 .....

27.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation (s)
.....	.....	.....
.....	.....	.....
.....	.....	.....

27.03 Have there been any changes, including name changes, in the custodian(s) identified in 26.01 during the current year? Yes ( ) No (X)

27.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....	.....	.....	.....
.....	.....	.....	.....
.....	.....	.....	.....

27.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address
109729 .....	Northwestern Mutual Wealt .....	720 East Wisconsin Ave., Milwaukee, WI 53202 .....
001317986 .....	Andy M. Schwartz, CFP .....	100 Passaic Avenue, Suite 300 Fairfield, NJ 07004 .....
.....	.....	.....

**GENERAL INTERROGATORIES**

28.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes (X) No ( )

28.2 If yes, complete the following schedule:

1 CUSIP#	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
023375-40-5	AMCAP FUND F-1	1,858,118
298706-40-9	AMERICAN EUROPACIFIC GRTH-F1	1,002,527
197199-81-3	COLUMBIA ACORN INTL-Z	486,330
Line 28. 2998 from Overflow page		14,265,335
Line 28. 2999 TOTAL (9999999)		17,612,310

28.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
AMCAP FUND F-1	Google Inc.	48,497	09/30/2010
AMCAP FUND F-1	Microsoft Corporation	48,311	09/30/2010
AMCAP FUND F-1	Precision Castparts Corporation	45,896	09/30/2010

29. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
29.1 Bonds	\$ 48,194,112	\$ 48,236,785	\$ 42,673
29.2 Preferred stocks	\$	\$	\$
29.3 Totals	\$ 48,194,112	\$ 48,236,785	\$ 42,673

29.4 Describe the sources or methods utilized in determining the fair values:  
Fair values determined using quoted market prices from Reuters pricing service.

30.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes ( ) No (X)

30.2 If the answer to 30.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes ( ) No (X)

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
Prices for held investments are monitored daily and recorded monthly via Reuters pricing service.

31.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securities Valuation Office been followed? Yes (X) No ( )

31.2 If no, list exceptions:  
.....  
.....

**GENERAL INTERROGATORIES**

OTHER

32.1 Amount of payments to Trade Associations, service organizations and statistical or Rating Bureaus, if any? \$ ..... 167,124

32.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
The Surety & Fidelity Association of Ame .....	\$ ..... 121,319
.....	\$ .....
.....	\$ .....
.....	\$ .....

33.1 Amount of payments for legal expenses, if any? \$ ..... 129,774

33.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Elliott Greenleaf & Balaban .....	\$ ..... 39,310
.....	\$ .....
.....	\$ .....
.....	\$ .....

34.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ ..... 449,500

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
Colorado Division of Insurance .....	\$ ..... 449,500
.....	\$ .....
.....	\$ .....
.....	\$ .....

**GENERAL INTERROGATORIES - Lines 27.01 (continued)**

1 Name of Custodian(s)	2 Custodian's Address
---------------------------	--------------------------

Agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook  
 Charles Schwab & Company Inc ..... 374 Millburn Ave. 2nd Fl-Lobby, Millburn, NJ 07041 .....  
 27.01 - Agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook

**GENERAL INTERROGATORIES - Lines 27.02 (continued)**

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
--------------	------------------	------------------------------

27.02 - Agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook

**GENERAL INTERROGATORIES - Lines 27.04 (continued)**

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
--------------------	--------------------	---------------------	-------------

**GENERAL INTERROGATORIES - Lines 27.05 (continued)**

1 Central Registration Depository Number(s)	2 Name	3 Address
--	-----------	--------------

**GENERAL INTERROGATORIES - Lines 28.2 (continued)**

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
-------------------	--------------------------	-----------------------------------

Diversified mutual funds reported in Schedule D, Part 2  
 256206-10-3 ..... DODGE & COX INTL STOCK FUND ..... 997,742  
 269858-10-6 ..... EAGLE SMALL CAP GROWTH FD-A ..... 435,955  
 315920-68-6 ..... FIDELITY ADV DIVERS INTL-I ..... 170,392  
 315807-48-7 ..... FIDELITY ADV MID CAP II-I ..... 300,969  
 (continues)

**GENERAL INTERROGATORIES - Lines 28.3 (continued)**

1 Name of Mutual Fund (from question 27.2)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
--	--	---	------------------------

To be completed for each mutual fund listed in question 28.2  
 AMCAP FUND F-1 ..... Oracle Corporation ..... 44,223 09/30/2010 .....  
 AMCAP FUND F-1 ..... Accenture plc. Class A Ordinary ..... 36,977 09/30/2010 .....  
 American Europacific Grth-F1 ..... America Movil S. A. B. de C. V. ADR L (AMX) ..... 27,770 09/30/2010 .....  
 American Europacific Grth-F1 ..... Anheuser-Busch InBev SA (AHBIF) ..... 23,760 09/30/2010 .....  
 (continues)

**GENERAL INTERROGATORIES - Lines 28.2 (continued)**

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
Diversified mutual funds reported in Schedule D, Part 2 (continued)		
316071-60-4	FIDELITY ADVISOR NEWINSIGHTS FUND CLASS I	807,786
32008F-10-1	FIRST EAGLE OVERSEAS-A	358,758
464287-70-5	ISHARES S&P MIDCAP 400/VALUE	228,418
55272P-50-5	MFS MUNICIPAL LIMITED-MATURITY FUND CLASS A	1,810,778
648018-40-6	NEW PERSPECTIVE FUND CLASS F-1	556,178
665162-40-0	NORTHERN SMALL CAP VALUE FUND	88,219
47103C-24-1	PERKINS MID CAP VALUE FUND CLASS I	368,566
74441D-50-9	PRUDENTIAL SMALL-CAP CORE EQUITY , INC. FUND CLASS	183,809
863137-10-5	STRATTON SMALL CAP VALUE FD	459,146
885215-45-9	THORNBURG LIMITED TERM MUNICIPAL FUND CLASS A	994,618
921928-10-7	VANGUARD MORGAN GROWTH FD-IV	224,633
921908-70-3	VANGUARD REIT INDEX FUND-INV	375,143
922907-80-3	VANGUARD SHORT-TERM TAX-EXEMPT FUND ADMIRAL SHARES	1,990,232
922908-74-4	VANGUARD VALUE ETF	3,913,993
28.2998	TOTAL - Diversified mutual funds reported in Schedule D, Part 2	14,265,335

## GENERAL INTERROGATORIES - Lines 28.3 (continued)

1 Name of Mutual Fund (from question 27.2)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
To be completed for each mutual fund listed in question 28.2 (continued)			
American Europacific Grth-F1	Novo Nordisk B	22,657	09/30/2010
American Europacific Grth-F1	Daimler AG	22,256	09/30/2010
American Europacific Grth-F1	JSC Gazprom	20,652	09/30/2010
Columbia Acorn Intl-Z	Hexagon	7,441	01/31/2011
Columbia Acorn Intl-Z	Olam International	6,614	01/31/2011
Columbia Acorn Intl-Z	Kansai Paint	6,128	01/31/2011
Columbia Acorn Intl-Z	Localiza Rent A Car	5,593	01/31/2011
Columbia Acorn Intl-Z	Imtech NV	5,544	01/31/2011
Dodge & Cox Intl Stock Fund	Naspers, Ltd	42,903	12/31/2010
Dodge & Cox Intl Stock Fund	Vodafone Group PLC	30,930	12/31/2010
Dodge & Cox Intl Stock Fund	Bayer AG	26,939	12/31/2010
Dodge & Cox Intl Stock Fund	Novartis AG	26,939	12/31/2010
Dodge & Cox Intl Stock Fund	Roche Holding AG	25,941	12/31/2010
Eagle Small Cap Growth Fd-A	Rovi Corporation	14,953	09/30/2010
Eagle Small Cap Growth Fd-A	Lufkin Industries, Inc.	13,253	09/30/2010
Eagle Small Cap Growth Fd-A	TIBCO Software, Inc.	12,904	09/30/2010
Eagle Small Cap Growth Fd-A	Thoratec Corporation	11,771	09/30/2010
Eagle Small Cap Growth Fd-A	Informatica Corporation	11,509	09/30/2010
Fidelity Adv Divers Intl-I	ROYAL DUTCH SHELL-B	4,975	10/31/2010
Fidelity Adv Divers Intl-I	NESTLE N ORD	3,885	10/31/2010
Fidelity Adv Divers Intl-I	BP	3,544	10/31/2010
Fidelity Adv Divers Intl-I	VODAFONE GRP	3,033	10/31/2010
Fidelity Adv Divers Intl-I	BHP BLT FPO	2,880	10/31/2010
Fidelity Adv Mid Cap I-I	eBay Inc.	20,917	10/31/2010
Fidelity Adv Mid Cap I-I	Netflix, Inc.	17,486	10/31/2010
Fidelity Adv Mid Cap I-I	Advance Auto Parts Inc Advance	13,483	10/31/2010
Fidelity Adv Mid Cap I-I	Cerner Corporation	11,046	10/31/2010
Fidelity Adv Mid Cap I-I	Hasbro, Inc.	8,788	10/31/2010
Fidelity Advisor Newinsights Fund Class I	Apple Inc.	54,526	10/31/2010
Fidelity Advisor Newinsights Fund Class I	Google Inc.	42,893	10/31/2010
Fidelity Advisor Newinsights Fund Class I	Berkshire Hathaway Inc.	24,880	10/31/2010
Fidelity Advisor Newinsights Fund Class I	McDonald's Corporation Common S	18,175	10/31/2010
Fidelity Advisor Newinsights Fund Class I	Walt Disney Company (The) Commo	16,883	10/31/2010
First Eagle Overseas-A	Gold Bullion	25,472	12/31/2010
First Eagle Overseas-A	Shimano Inc.	9,328	12/31/2010
First Eagle Overseas-A	Fanuc Ltd.	7,175	12/31/2010
First Eagle Overseas-A	Pargesa Holding S. A.	6,816	12/31/2010
First Eagle Overseas-A	Secom Co. Ltd.	6,816	12/31/2010
Ishares S&P Midcap 400/Value	New York Community Bancorp, Inc	3,266	11/30/2010
Ishares S&P Midcap 400/Value	BorgWarner Inc. Common Stock	3,084	11/30/2010
Ishares S&P Midcap 400/Value	ONEOK, Inc. Common Stock	2,307	11/30/2010
Ishares S&P Midcap 400/Value	AMB Property Corporation Common	2,193	11/30/2010
Ishares S&P Midcap 400/Value	Kansas City Southern Common Sto	2,170	11/30/2010
Mfs Municipal Limited-Maturity Fund Class A	Pennsylvania Econ Dev Fin Rev Bds 3%	15,754	10/31/2010
Mfs Municipal Limited-Maturity Fund Class A	Chattanooga Tenn Indl Dev Brd Lease 5%	14,667	10/31/2010
Mfs Municipal Limited-Maturity Fund Class A	Massachusetts St Go Bds 5%	14,486	10/31/2010
Mfs Municipal Limited-Maturity Fund Class A	Portland Ore Swr Sys Rev Rev Bds 5%	14,486	10/31/2010
Mfs Municipal Limited-Maturity Fund Class A	Knox Cnty Tenn Health Edl & Hs Hos 5.75%	13,038	10/31/2010
New Perspective Fund Class F-1	Novo Nordisk B	19,299	09/30/2010
New Perspective Fund Class F-1	Newmont Mining Corporation (Hol	11,068	09/30/2010
New Perspective Fund Class F-1	Cisco Systems, Inc.	11,012	09/30/2010
New Perspective Fund Class F-1	Anheuser-Busch InBev	10,401	09/30/2010
New Perspective Fund Class F-1	Google Inc.	9,288	09/30/2010
Northern Small Cap Value Fund	Esterline Technologies Corp.	670	12/31/2010
Northern Small Cap Value Fund	National Retail Properties	618	12/31/2010
Northern Small Cap Value Fund	Rent-A-Center, Inc.	609	12/31/2010
Northern Small Cap Value Fund	Dillard's, Inc.	591	12/31/2010
Northern Small Cap Value Fund	Sensient Technologies Corp.	565	12/31/2010
Perkins Mid Cap Value Fund Class I	Noble Energy Inc. Common Stock	4,865	09/30/2010
Perkins Mid Cap Value Fund Class I	Ameriprise Financial, Inc. Comm	4,791	09/30/2010
Perkins Mid Cap Value Fund Class I	Invesco Plc New Common Stock	4,755	09/30/2010
Perkins Mid Cap Value Fund Class I	People's United Financial, Inc.	4,755	09/30/2010
Perkins Mid Cap Value Fund Class I	Goldcorp Inc	4,681	09/30/2010
Prudential Small-Cap Core Equity, Inc. Fund Class	Dryden Core Invest	3,658	10/31/2010
Prudential Small-Cap Core Equity, Inc. Fund Class	Russell 2000 Mini Sep10	2,978	10/31/2010
Prudential Small-Cap Core Equity, Inc. Fund Class	Russell 2000 Mini Jun10	2,757	10/31/2010
Prudential Small-Cap Core Equity, Inc. Fund Class	Skyworks Solutions, Inc.	2,316	10/31/2010
Prudential Small-Cap Core Equity, Inc. Fund Class	Russell 2000 Mini Mar10	2,224	10/31/2010
Stratton Small Cap Value Fd	Syniverse Holdings, Inc. (SVR)	9,688	06/30/2010
Stratton Small Cap Value Fd	PAREXEL International Corporati	9,458	06/30/2010
Stratton Small Cap Value Fd	Shaw Group Inc. (The) Common St	9,412	06/30/2010
Stratton Small Cap Value Fd	Solera Holdings, Inc. Solera Ho	9,275	06/30/2010
Stratton Small Cap Value Fd	Parametric Technology Corporati	9,229	06/30/2010
Thornburg Limited Term Municipal Fund Class A	Chicago Ill Var Ref G	16,332	09/30/2010
Thornburg Limited Term Municipal Fund Class A	Los Angeles Calif Dept Wtr & P Wtr & Pwr	12,930	09/30/2010
Thornburg Limited Term Municipal Fund Class A	New York N Y Var Go Bd	12,234	09/30/2010
Thornburg Limited Term Municipal Fund Class A	New York N Y Adj Go Bd	11,836	09/30/2010
Thornburg Limited Term Municipal Fund Class A	New Jersey Econ Dev Auth	10,841	09/30/2010
Vanguard Morgan Growth Fd-Iv	Apple Inc.	8,132	09/30/2010
Vanguard Morgan Growth Fd-Iv	International Business Machines	6,874	09/30/2010
Vanguard Morgan Growth Fd-Iv	Cisco Systems, Inc.	6,155	09/30/2010
Vanguard Morgan Growth Fd-Iv	CMT Market Liquidity Rate	5,593	09/30/2010
Vanguard Morgan Growth Fd-Iv	NetApp, Inc.	4,852	09/30/2010
Vanguard Reit Index Fund-Inv	Simon Property Group, Inc	34,138	12/31/2010
Vanguard Reit Index Fund-Inv	Equity Residential	17,257	12/31/2010
Vanguard Reit Index Fund-Inv	Public Storage	17,257	12/31/2010
Vanguard Reit Index Fund-Inv	Vornado Realty Trust	16,131	12/31/2010
Vanguard Reit Index Fund-Inv	HCP Inc	15,756	12/31/2010
Vanguard Short-Term Tax-Exempt Fund Admiral Shares	CMT MUNICIPAL RATE 4.01%	46,969	09/30/2010
Vanguard Short-Term Tax-Exempt Fund Admiral Shares	New Jersey St Tpk Auth 4%	14,131	09/30/2010
Vanguard Short-Term Tax-Exempt Fund Admiral Shares	California Statewide Cmtyts De Rev Bd 5%	13,335	09/30/2010
Vanguard Short-Term Tax-Exempt Fund Admiral Shares	Waco Tex Edl Fin Corp Rev Var Rate	12,538	09/30/2010
Vanguard Short-Term Tax-Exempt Fund Admiral Shares	Texas St Eagle-200	12,140	09/30/2010
Vanguard Value Etf	Exxon Mobil Cp	248,930	09/30/2010
Vanguard Value Etf	Gen Electric Co	129,162	09/30/2010
Vanguard Value Etf	Procter & Gamble Company (The)	120,551	09/30/2010
Vanguard Value Etf	Johnson & Johnson Common Stock	119,377	09/30/2010
Vanguard Value Etf	AT&T Inc.	118,203	09/30/2010

28.3 - To be completed for each mutual fund listed in question 28.2

**GENERAL INTERROGATORIES**  
**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes ( ) No (X)
- 1.2 If yes, indicate premium earned on U.S. business only. \$ .....
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$ .....

1.31 Reason for excluding:  
 .....  
 .....

- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Line (1.2) above. \$ .....
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$ .....

- 1.6 Individual policies:
  - Most current three years:
    - 1.61 Total premium earned \$ .....
    - 1.62 Total incurred claims \$ .....
    - 1.63 Number of covered lives .....
  - All years prior to most current three years:
    - 1.64 Total premium earned \$ .....
    - 1.65 Total incurred claims \$ .....
    - 1.66 Number of covered lives .....

- 1.7 Group policies:
  - Most current three years:
    - 1.71 Total premium earned \$ .....
    - 1.72 Total incurred claims \$ .....
    - 1.73 Number of covered lives .....
  - All years prior to most current three years:
    - 1.74 Total premium earned \$ .....
    - 1.75 Total incurred claims \$ .....
    - 1.76 Number of covered lives .....

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator	\$ .....	\$ .....
2.2 Premium Denominator	\$ .....	\$ .....
2.3 Premium Ratio (Line 2.1/Line 2.2)	.....	.....
2.4 Reserve Numerator	\$ .....	\$ .....
2.5 Reserve Denominator	\$ .....	\$ .....
2.6 Reserve Ratio (Line 2.4/Line 2.5)	.....	.....

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes ( ) No (X)
- 3.2 If yes, state the amount of calendar year premiums written on:
  - 3.21 Participating policies \$ .....
  - 3.22 Non-participating policies \$ .....

4. For Mutual reporting entities and Reciprocal Exchange only:

- 4.1 Does the reporting entity issue assessable policies? Yes ( ) No (X)
- 4.2 Does the reporting entity issue non-assessable policies? Yes ( ) No (X)
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? ..... %
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$ .....

5. For Reciprocal Exchanges only:

- 5.1 Does the exchange appoint local agents? Yes ( ) No (X)
- 5.2 If yes, is the commission paid:
  - 5.21 Out of Attorney's-in-fact compensation Yes ( ) No ( ) N/A (X)
  - 5.22 As a direct expense of the exchange Yes ( ) No ( ) N/A (X)

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?  
 .....  
 .....

- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes ( ) No (X)

5.5 If yes, give full information.  
 .....  
 .....

**GENERAL INTERROGATORIES**  
**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?  
 .....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:  
 .....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?  
 .....
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes ( ) No (X)
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.  
 International Fidelity Insurance Company has no catastrophe exposure  
 .....
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes ( ) No (X)
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions. ....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes ( ) No (X)
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes ( ) No (X)
- 8.2 If yes, give full information.  
 .....
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:  
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;  
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;  
 (c) Aggregate stop loss reinsurance coverage;  
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;  
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or  
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes ( ) No (X)
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of the prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:  
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or  
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes ( ) No (X)
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:  
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;  
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and  
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:  
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or  
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes ( ) No (X)
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:  
 (a) The entity does not utilize reinsurance; or Yes ( ) No (X)  
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or, Yes ( ) No (X)  
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes ( ) No (X)

**GENERAL INTERROGATORIES**  
**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original reporting entity would have been required to charge had it retained the risks. Has this been done? Yes ( ) No ( ) N/A (X)
- 11.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? Yes ( ) No (X)
- 11.2 If yes, give full information.  
 .....
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- |   |  |          |
|---|--|----------|
| 12.11 Unpaid losses   |  | \$ ..... |
| 12.12 Unpaid underwriting expenses (including loss adjustment expenses) |  | \$ ..... |
- 12.2 Of the amount on Line 15.3 of the asset schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds: \$ .....
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes ( ) No ( ) N/A (X)
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- |            |  |        |
|------------|--|--------|
| 12.41 From |  | .....% |
| 12.42 To   |  | .....% |
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes ( ) No (X)
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- |                                  |  |          |
|----------------------------------|--|----------|
| 12.61 Letters of credit          |  | \$ ..... |
| 12.62 Collateral and other funds |  | \$ ..... |
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ ..... 7,393,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes ( ) No (X)
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. .....
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes ( ) No (X)
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:  
 .....
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes ( ) No (X)
- 14.4 If the answer to 14.3 is no, are the methods described in 14.2 entirely contained in written agreements? Yes ( ) No (X)
- 14.5 If the answer to 14.4 is no, please explain:  
 .....
- 15.1 Has the reporting entity guaranteed any financed premium accounts? Yes ( ) No (X)
- 15.2 If yes, give full information.  
 .....

**GENERAL INTERROGATORIES**  
**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

16.1 Does the reporting entity write any warranty business? Yes ( ) No (X)

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$ .....	\$ .....	\$ .....	\$ .....	\$ .....
16.12 Products	\$ .....	\$ .....	\$ .....	\$ .....	\$ .....
16.13 Automobile	\$ .....	\$ .....	\$ .....	\$ .....	\$ .....
16.14 Other*	\$ .....	\$ .....	\$ .....	\$ .....	\$ .....

\* Disclose type of coverage:

.....

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? Yes ( ) No (X)

Incurring but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$ .....
17.12 Unfunded portion of Interrogatory 17.11	\$ .....
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$ .....
17.14 Case reserves portion of Interrogatory 17.11	\$ .....
17.15 Incurred but not reported portion of Interrogatory 17.11	\$ .....
17.16 Unearned premium portion of Interrogatory 17.11	\$ .....
17.17 Contingent commission portion of Interrogatory 17.11	\$ .....

Provide the following information for all other amounts included in Schedule F - Part 3 and excluded from Schedule F - Part 5, not included above.

17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$ .....
17.19 Unfunded portion of Interrogatory 17.18	\$ .....
17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$ .....
17.21 Case reserves portion of Interrogatory 17.18	\$ .....
17.22 Incurred but not reported portion of Interrogatory 17.18	\$ .....
17.23 Unearned premium portion of Interrogatory 17.18	\$ .....
17.24 Contingent commission portion of Interrogatory 17.18	\$ .....

18.1 Do you act as a custodian for health savings accounts? Yes ( ) No (X)

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ .....

18.3 Do you act as an administrator for health savings accounts? Yes ( ) No (X)

18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ .....

## FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2010	2 2009	3 2008	4 2007	5 2006
<b>Gross Premiums Written (Page 8, Part 1B, Columns 1, 2 and 3)</b>					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)					
2. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	122,585,544	118,095,619	118,896,403	113,983,331	96,742,482
5. Nonproportional reinsurance lines (Lines 31, 32 and 33)					
6. Total (Line 35)	122,585,544	118,095,619	118,896,403	113,983,331	96,742,482
<b>Net Premiums Written (Page 8, Part 1B, Column 6)</b>					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)					
8. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	97,211,957	95,633,784	96,884,938	94,118,901	80,666,540
11. Nonproportional reinsurance lines (Line 31, 32 and 33)					
12. Total (Line 35)	97,211,957	95,633,784	96,884,938	94,118,901	80,666,540
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	8,152,601	7,717,369	19,761,465	17,376,854	11,091,473
14. Net investment gain (loss) (Line 11)	308,727	1,422,172	1,333,942	3,601,077	4,035,168
15. Total other income (Line 15)	(117,533)	(1,080)	396	12,124	1,046
16. Dividends to policyholders (Line 17)	561,846	285,000	791,540	52,070	109,862
17. Federal and foreign income taxes incurred (Line 19)	1,842,129	2,431,822	7,421,688	7,534,881	4,528,734
18. Net income (Line 20)	5,939,820	6,421,639	12,882,575	13,403,104	10,489,091
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Column 3)	229,995,658	227,922,945	206,530,260	170,693,907	149,565,807
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1)	7,067,426	5,820,812	5,146,080	4,488,967	3,489,768
20.2 Deferred and not yet due (Line 15.2)					
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	135,294,626	138,372,707	114,037,382	84,361,155	76,318,974
22. Losses (Page 3, Line 1)	16,522,284	19,061,512	15,639,577	15,493,530	18,889,291
23. Loss adjustment expenses (Page 3, Line 3)	4,990,366	4,934,305	4,164,062	4,242,428	4,780,083
24. Unearned premiums (Page 3, Line 9)	30,565,137	30,125,567	30,157,844	29,522,449	24,609,961
25. Capital paid up (Page 3, Line 30 and Line 31)	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
26. Surplus as regards policyholders (Page 3, Line 37)	94,701,032	89,550,239	92,492,878	86,332,752	73,246,833
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	64,921	8,478,802	17,278,618	14,344,395	17,805,089
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	94,701,032	89,550,239	92,492,878	86,332,752	73,246,833
29. Authorized control level risk-based capital	11,760,498	13,940,976	11,515,211	11,939,656	12,251,099
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Column 3) (Item divided by Page 2, Line 12, Column 3) x 100.0					
30. Bonds (Line 1)	21.9	25.7	47.8	55.2	58.7
31. Stocks (Line 2.1 and Line 2.2)	29.3	24.5	5.9	11.3	5.6
32. Mortgage loans on real estate (Line 3.1 and Line 3.2)	1.0	0.1	0.2	0.7	1.8
33. Real estate (Lines 4.1, 4.2 and 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	46.6	46.9	44.0	31.4	32.2
35. Contact loans (Line 6)					
36. Derivatives (Line 7)		X X X	X X X	X X X	X X X
37. Other invested assets (Line 8)	0.2	1.9	1.0		
38. Receivables for securities (Line 9)					
39. Securities lending reinvested collateral assets (Line 10)		X X X	X X X	X X X	X X X
40. Aggregate write-ins for invested assets (Line 11)	1.1	1.0	0.9	1.4	1.7
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds (Schedule D, Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 1)	28,684,771	30,277,019			
45. Affiliated short-term investments (Schedule DA Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Line 42 through Line 47	28,684,771	30,277,019			
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0)	30.3	33.8			

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2010	2 2009	3 2008	4 2007	5 2006
<b>Capital and Surplus Accounts (Page 4)</b>					
50. Net unrealized capital gains (losses) (Line 24)	(1,141,425)	(3,324,747)	(6,823,260)	168,971	(319,162)
51. Dividends to stockholders (Line 35)					
52. Change in surplus as regards policyholders for the year (Line 38)	5,150,793	(2,942,639)	6,160,125	13,085,918	9,846,484
<b>Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)</b>					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)					
54. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	26,310,257	11,068,232	7,140,041	14,525,166	3,509,109
57. Nonproportional reinsurance lines (Lines 31, 32, and 33)					
58. Total (Line 35)	26,310,257	11,068,232	7,140,041	14,525,166	3,509,109
<b>Net Losses Paid (Page 9, Part 2, Column 4)</b>					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)					
60. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	19,486,430	9,240,486	5,809,265	8,463,703	2,664,119
63. Nonproportional reinsurance lines (Lines 31, 32, and 33)					
64. Total (Line 35)	19,486,430	9,240,486	5,809,265	8,463,703	2,664,119
<b>Operating Percentages (Page 4)</b> (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
66. Losses incurred (Line 2)	17.5	13.2	6.2	5.7	9.0
67. Loss expenses incurred (Line 3)	5.0	5.4	4.5	3.7	5.0
68. Other underwriting expenses incurred (Line 4)	69.1	73.3	68.8	71.1	71.8
69. Net underwriting gain (loss) (Line 8)	8.4	8.1	20.5	19.5	14.1
<b>Other Percentages</b>					
70. Other underwriting expenses to net premiums written (Page 4, Line 4 plus Line 5 minus Line 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	68.9	73.3	68.3	67.4	69.8
71. Losses and loss expenses incurred to premiums earned (Page 4, Line 2 plus Line 3 divided by Page 4, Line 1 x 100.0)	22.5	18.6	10.7	9.4	14.0
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	102.7	106.8	104.7	109.0	110.1
<b>One Year Loss Development (000 omitted)</b>					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11)	(6,380)	(5,255)	(5,517)	(6,426)	(1,937)
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Column 1 x 100.0)	(7.1)	(5.7)	(6.4)	(8.8)	(3.1)
<b>Two Year Loss Development (000 omitted)</b>					
75. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Column 12)	(10,980)	(7,828)	(9,017)	(6,718)	(2,150)
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Column 2 x 100.0)	(11.9)	(9.1)	(12.3)	(10.6)	(4.5)

Note: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?  
If no, please explain:

Yes ( ) No (X)

The Company is not a party to a merger.



**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)**  
**BUSINESS IN THE STATE OF GRAND TOTAL DURING THE YEAR 2010**

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire												
2.1 Allied lines												
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril												
4. Homeowners multiple peril												
5.1 Commercial multiple peril (non-liability portion)												
5.2 Commercial multiple peril (liability portion)												
6. Mortgage guaranty												
8. Ocean marine												
9. Inland marine												
10. Financial guaranty												
11. Medical professional liability												
12. Earthquake												
13. Group accident and health (b)												
14. Credit A and H (group and individual)												
15.1 Collectively renewable A and H (b)												
15.2 Non-cancellable A and H (b)												
15.3 Guaranteed renewable A and H (b)												
15.4 Non-renewable for stated reasons only (b)												
15.5 Other accident only												
15.6 Medicare Title XVIII exempt from state taxes or fees												
15.7 All other A and H (b)												
15.8 Federal employees health benefits program premium (b)												
16. Workers' compensation												
17.1 Other liability - occurrence												
17.2 Other liability - claims-made												
17.3 Excess workers' compensation												
18. Products liability												
19.1 Private passenger auto no-fault (personal injury protection)												
19.2 Other private passenger auto liability												
19.3 Commercial auto no-fault (personal injury protection)												
19.4 Other commercial auto liability												
21.1 Private passenger auto physical damage												
21.2 Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fidelity	135,663	120,603		162,139		869	16,126		174	3,225	31,565	6,138
24. Surety	120,008,440	119,961,556	561,846	38,588,299	26,310,257	23,022,387	23,923,206	1,349,718	1,460,518	6,663,683	47,475,299	4,258,943
26. Burglary and theft												
27. Boiler and machinery												
28. Credit												
30. Warranty												
34. Aggregate write-ins for other lines of business												
35. TOTALS (a)	120,144,103	120,082,159	561,846	38,750,438	26,310,257	23,023,256	23,939,332	1,349,718	1,460,692	6,666,908	47,506,864	4,265,081
<b>DETAILS OF WRITE-INS</b>												
3401.												
3402.												
3403.												
3498. Summary of remaining write-ins for Line 34 from overflow page												
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)												

19GT

(a) Finance and service charges not included in Line 1 to Line 35 \$ .....  
 (b) For health business on indicated lines report: Number of persons insured under PPO managed care products ..... and number of persons insured under indemnity only products .....

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE F - PART 1**

Assumed Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domiciliary Jurisdiction	5 Assumed Premium	Reinsurance On		8 Column 6 plus Column 7	9 Contingent Commissions Payable	10 Assumed Premiums Receivable	11 Unearned Premium	12 Funds Held By or Deposited With Reinsured Companies	13 Letters of Credit Posted	14 Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit	15 Amount of Assets Pledged or Collateral Held in Trust
					6 Paid Losses and Loss Adjustment Expenses	7 Known Case Losses and LAE								
Affiliates - U. S. Non-Pool														
25-0315340	13285	Allegheny Casualty Company	PA	2,441					504		1,296			
0299999	Subtotal - Affiliates - U. S. Non-Pool			2,441					504		1,296			
0499999	Subtotal - Affiliates			2,441					504		1,296			
9999999	TOTAL - Schedule F, Part 1			2,441					504		1,296			

**Page 21**

Sch. F, Pt. 2, Premium Portfolio Reinsurance Effected or Canceled

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE F - PART 3**

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Columns 15 - (16 + 17)	19 Funds Held by Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Column 7 through Column 14 Totals	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers			
Authorized - Other U. S. Unaffiliated Insurers																			
36-2994662	36552	Coliseum Reinsurance Company	DE		1	(2)	1										(1)	(1)	
AA-1120355	00000	CX Reinsurance Company	GB																
06-0949141	33197	Cologne Reinsurance Company of America	CT																
36-2114545	20443	Continental Casualty Company	IL	8	1		3	1	2					10		1	9		
35-2293075	11551	Endurance Reinsurance Corp of America	DE	53		7	(473)	7	25	5	41			(388)	9	185	(582)		
22-2005057	26921	Everest Reinsurance Company	DE	13,321	1,463	44	1,010	484	2,385	477	4,861			10,724	1,268	2,030	7,426		
13-2673100	22039	General Reinsurance Corporation	DE	1,490	216	11	229	89	332	67	880			1,824	344	457	1,023		
13-5009848	21032	Global Reinsurance Corp of America	NY												(2)		2		
AA-1340125	00000	Hannover Ruckversicherungs	DE		3									3	(1)		4		
47-0698507	23680	Odyssey America Reinsurance Corporation	CT	(1)	5									5	(1)		6		
13-3531373	10006	PartnerRe Insurance Company of New York	NY	2	(2)									(1)			(1)		
13-3031176	38636	Partner Reinsurance Company of the US	NY	10,183	971	16	963	308	1,775	355	3,559			7,947	891	1,183	5,873		
36-3030511	37257	Praetorian Insurance Company	PA	1	(1)	3								2			2		
23-1740414	22705	R&Q Reinsurance Company	PA																
75-1444207	30058	SCOR Reinsurance Company	NY		(1)									(1)			(1)		
41-0406690	24767	St Paul Fire & Marine Insurance Company	MN	6			84	20	1			2	87	194			194		
22-1272390	12572	Selective Insurance Company of America	NJ																
13-2554270	11126	Sompo Japan Insurance Company of America	NY																
13-1675535	25364	Swiss Reinsurance America Corporation	NY	3	(4)									(3)			(3)		
13-5616275	19453	Transatlantic Reinsurance Company	NY	3			19	4	1			1		25	1		24		
AA-9992202	00000	US Small Business Administration	DC		(5)	2								(3)			(3)		
13-2997499	38776	White Mountains Reinsurance Comp of Amer	NY											(3)			(3)		
13-1290712	20583	XL Reinsurance America Inc	NY	303	253		1,312	294	68	14	131			2,072	20	317	1,735		
0599999		Subtotal - Authorized - Other U. S. Unaffiliated Insurers		25,373	2,897	84	3,147	1,207	4,589	918	9,480		87	22,408	2,529	4,173	15,707		

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

1 Name of Reinsurer	2 Commission Rate	3 Ceded Premium
1) Everest Reinsurance Company	47.000	8,307,555
2) Partner Reinsurance Company of the US	47.000	6,797,090
3) Everest Reinsurance Company	47.000	4,265,764
4) Partner Reinsurance Company of the US	47.000	2,986,035
5) General Reinsurance Corporation	47.000	1,279,729

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

1 Name of Reinsurer	2 Total Recoverables	3 Ceded Premium	4 Affiliated
1) Everest Reinsurance Company	10,723,949	13,320,762	Yes ( ) No (X)
2) Partner Reinsurance Company of the US	7,946,813	10,182,660	Yes ( ) No (X)
3) XL Reinsurance America Inc	2,071,124	303,419	Yes ( ) No (X)
4) Everest Reinsurance Company	1,824,031	1,489,760	Yes ( ) No (X)
5) St Paul Fire & Marine Insurance Company	194,372	6,301	Yes ( ) No (X)

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE F - PART 3**

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On								Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Columns 15 - (16 + 17)	19 Funds Held by Company Under Reinsurance Treaties		
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Column 7 through Column 14 Totals	16 Ceded Balances Payable			17 Other Amounts Due to Reinsurers	
0999999 - Subtotal - Authorized						25,373	2,897	84	3,147	1,207	4,589	918	9,480	87	22,408	2,529	4,173	15,707	
Unauthorized - Other U. S. Unaffiliated Insurers																			
13-2953213	36048	Unione Italiana Reinsurance of America	NY					1							1			1	
1499999 - Subtotal - Unauthorized - Other U. S. Unaffiliated Insurers								1							1			1	
Unauthorized - Other Non-U. S. Insurers																			
AA-1320035	00000	AXA Corporate Solutions Reassurance	FR																1
AA-1120361	00000	British & European Reinsurance LTD	GB																
AA-1120465	00000	Dai-Tokyo Insurance LTD	GB																
AA-1340085	00000	Eisen Und Stahl Ruckversicherungs	DE																
AA-1121110	00000	Norwich Winterthur Reinsurance	GB																
AA-1121277	00000	Royal Reinsurance Company LTD	GB																
AA-1121366	00000	Sphere Drake Insurance Company LTD	GB																
AA-1121425	00000	Terra Nova Insurance Company LTD	GB																
AA-1460190	00000	Zurich Insurance Company LTD	CH																
1799999 - Subtotal - Unauthorized - Other Non-U. S. Insurers																			1
1899999 - Subtotal - Unauthorized								1							1			1	1
1999999 - Subtotal - Authorized and Unauthorized						25,373	2,897	85	3,147	1,207	4,589	918	9,480	87	22,409	2,529	4,173	15,707	1
9999999 - TOTAL - Schedule F, Part 3						25,373	2,897	85	3,147	1,207	4,589	918	9,480	87	22,409	2,529	4,173	15,707	1

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**SCHEDULE F - PART 4**

Aging of Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Column 10 divided by Column 11	13 Percentage more Than 120 Days Overdue Column 9 divided by Column 11
				5 Current	Overdue					11 Total Due Column 5 plus Column 10		
					6 1 to 29 Days	7 30 - 90 Days	8 91 - 120 Days	9 Over 120 Days	10 Total Overdue Columns 6 + 7 + 8 + 9			
Authorized - Other U. S. Unaffiliated Insurers												
36-2994662	36552	Coliseum Reinsurance Company	DE	(1)	(2)		1	(1)	(2)	50.000	(50.000)	
AA-1120355	00000	CX Reinsurance Company	GB									
06-0949141	33197	Cologne Reinsurance Company of America	CT									
36-2114545	20443	Continental Casualty Company	IL	1						1		
35-2293075	11551	Endurance Reinsurance Corp of America	DE	8						8		
22-2005057	26921	Everest Reinsurance Company	DE	1,505			2	2	1,507	0.133	0.133	
13-2673100	22039	General Reinsurance Corporation	DE	228					228			
13-5009848	21032	Global Reinsurance Corp of America	NY									
AA-1340125	00000	Hannover Ruckversicherungs	DE	3					3			
47-0698507	23680	Odyssey America Reinsurance Corporation	CT	4					4			
13-3531373	10006	PartnerRe Insurance Company of New York	NY	(2)			3		1	300.000	300.000	
13-3031176	38636	Partner Reinsurance Company of the US	NY	987					987			
36-3030511	37257	Praetorian Insurance Company	PA	(1)					(1)			
23-1740414	22705	R&Q Reinsurance Company	PA									
75-1444207	30058	SCOR Reinsurance Company	NY	(1)					(1)			
41-0406690	24767	St Paul Fire & Marine Insurance Company	MN									
22-1272390	12572	Selective Insurance Company of America	NJ									
13-2554270	11126	Sompo Japan Insurance Company of America	NY									
13-1675535	25364	Swiss Reinsurance America Corporation	NY	(4)					(4)			
13-5616275	19453	Transatlantic Reinsurance Company	NY									
AA-9992202	00000	US Small Business Administration	DC				(3)	(3)	(3)	100.000	100.000	
13-2997499	38776	White Mountains Reinsurance Comp of Amer	NY									
13-1290712	20583	XL Reinsurance America Inc	NY	252					252			
0599999 - Subtotal - Authorized - Other U. S. Unaffiliated Insurers				2,979	(2)		3	1	2,980	0.034	0.101	
0999999 - Subtotal - Authorized				2,979	(2)		3	1	2,980	0.034	0.101	
Unauthorized - Other U. S. Unaffiliated Insurers												
13-2953213	36048	Unione Italiana Reinsurance of America	NY				1	1	1	100.000	100.000	
1499999 - Subtotal - Unauthorized - Other U. S. Unaffiliated Insurers							1	1	1	100.000	100.000	
Unauthorized - Other Non-U.S. Insurers												
AA-1320035	00000	AXA Corporate Solutions Reassurance	FR									
AA-1120361	00000	British & European Reinsurance LTD	GB									
AA-1120465	00000	Dai-Tokyo Insurance LTD	GB									
AA-1340085	00000	Eisen Und Stahl Ruckversicherungs	DE									
AA-1121110	00000	Norwich Winterthur Reinsurance	GB									
AA-1121277	00000	Royal Reinsurance Company LTD	GB									
AA-1121366	00000	Sphere Drake Insurance Company LTD	GB									
AA-1121425	00000	Terra Nova Insurance Company LTD	GB									
AA-1460190	00000	Zurich Insurance Company LTD	CH									
1799999 - Subtotal - Unauthorized - Other Non-U. S. Insurers												
1899999 - Subtotal - Unauthorized							1	1	1	100.000	100.000	
1999999 - Subtotal - Authorized and Unauthorized				2,979	(2)		4	2	2,981	0.060	0.128	
9999999 - TOTAL - Schedule F, Part 4				2,979	(2)		4	2	2,981	0.060	0.128	

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**SCHEDULE F - PART 5**

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F Part 3, Column 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Columns 6 through 10 but not in excess of Column 5	Subtotal Column 5 minus Column 11	Recoverable Paid Losses & LAE Expenses Over 90 Days past Due not in Dispute	20% of Amount in Column 13	Smaller of Column 11 or Column 14	Smaller of Column 11 or 20% of Amount Included in Column 5	Total Provision for Unauthorized Reinsurance Smaller of Column 5 or Columns 12 + 15 + 16
Other U.S. Unaffiliated Insurers																
13-2953213	36048	Unione Italiana Reinsurance of America	NY	1							1	1				1
0599999 - Subtotal Other U.S. Unaffiliated Insurers				1							1	1				1
Other Non-U.S. Insurers																
AA-1320035	00000	AXA Corporate Solutions Reassurance	FR		1											
AA-1120361	00000	British & European Reinsurance LTD	GB													
AA-1120465	00000	Dai-Tokyo Insurance LTD	GB													
AA-1340085	00000	Eisen Und Stahl Ruckversicherungs	DE													
AA-1121110	00000	Norwich Winterthur Reinsurance	GB													
AA-1121277	00000	Royal Reinsurance Company LTD	GB													
AA-1121366	00000	Sphere Drake Insurance Company LTD	GB													
AA-1121425	00000	Terra Nova Insurance Company LTD	GB													
AA-1460190	00000	Zurich Insurance Company LTD	CH				5									
0899999 - Subtotal Other Non-U.S. Insurers					1		5									
0999999 - Subtotal Affiliates and Others				1	1	5					1	1				1
9999999 - TOTAL - Schedule F, Part 5				1	1	5					1	1				1

1. Amounts in dispute totaling \$ ..... are included in Column 5.  
 2. Amounts in dispute totaling \$ ..... are excluded from Column 13.

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE F - PART 6**

Provision for Overdue Authorized Reinsurance as of December 31, Current Year

1	2	3	4	5	6	7	8	9	10	11
Federal ID Number	NAIC Company Code	Name of Reinsurer	Reinsurance Recoverable on Paid Losses and LAE More Than 90 Days Overdue (a)	Total Reinsurance Recoverable on Paid Losses and Paid LAE (b)	Amounts Received Prior 90 Days	Column 4 divided by (Column 5 plus Column 6)	Amounts in Column 4 for Companies Reporting less than 20% in Column 7	Amounts in Dispute Excluded from Column 4 for Companies Reporting less than 20% in Column 7	20% of Amount in Column 9	Amount Reported in Column 8 x 20% plus Column 10
36-3030511	37257	Praetorian Insurance Company	3,060	1,985		154.156	3,059			612
22-2005057	26921	Everest Reinsurance Company	1,843	1,506,868		0.122				
36-2994662	36552	Coliseum Reinsurance Company	1,793	(410)		(437.317)				
9999999	TOTALS		6,696	1,508,443			3,059			612

(a) From Schedule F - Part 4 Columns 8 plus 9, total authorized, less \$ ..... in dispute.  
 (b) From Schedule F - Part 3 Columns 7 plus 8, total authorized, less \$ ..... in dispute.

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE F - PART 7**

Provision for Overdue Reinsurance as of December 31, Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Reinsurance Recoverable All Items	5 Funds Held By Company Under Reinsurance Treaties	6 Letters of Credit	7 Ceded Balances Payable	8 Other Miscellaneous Balances	9 Other Allowed Offset Items	10 Sum of Column 5 through Column 9 but not in Excess of Column 4	11 Column 4 minus Column 10	12 Greater of Column 11 or Schedule F - Part 4 Column 8 plus Column 9
22-2005057	26921	Everest Reinsurance Company	1,506,868			1,267,558	2,030,395		1,506,868		
36-2994662	36552	Coliseum Reinsurance Company	(410)			272	44		(410)		1,793
9999999 - TOTALS			1,506,458			1,267,830	2,030,439		1,506,458		1,793

1. Total	1,793
2. Line 1 x .20	359
3. Schedule F - Part 6 Column 11	612
4. Provision for Overdue Authorized Reinsurance (Line 2 plus Line 3)	970
5. Provision for Unauthorized Reinsurance (Schedule F - Part 5, Column 17 x 1000)	1,134
6. Provision for Reinsurance (sum Line 4 plus Line 5) (Enter this amount on Page 3, Line 16)	2,104

**SCHEDULE F - PART 8**

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
<b>ASSETS</b> (Page 2, Column 3)			
1. Cash and invested assets (Line 12) .....	212,978,848	(1,031)	212,977,817
2. Premiums and considerations (Line 15) .....	7,067,426		7,067,426
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) .....	2,981,958	(2,981,958)	
4. Funds held by or deposited with reinsured companies (Line 16.2) .....			
5. Other assets .....	6,967,426		6,967,426
6. Net amount recoverable from reinsurers .....		23,879,889	23,879,889
7. Protected cell assets (Line 27) .....			
8. Totals (Line 28) .....	229,995,658	20,896,900	250,892,558
<b>LIABILITIES</b> (Page 3)			
9. Losses and loss adjustment expenses (Line 1 through Line 3) .....	21,512,650	9,860,942	31,373,592
10. Taxes, expenses, and other obligations (Line 4 through Line 8) .....	8,491,673	4,087,240	12,578,913
11. Unearned premiums (Line 9) .....	30,565,137	9,481,483	40,046,620
12. Advance premiums (Line 10) .....			
13. Dividends declared and unpaid (Line 11.1 and Line 11.2) .....	500,000		500,000
14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12) .....	2,529,630	(2,529,630)	
15. Funds held by company under reinsurance treaties (Line 13) .....	1,031	(1,031)	
16. Amounts withheld or retained by company for account of others (Line 14) .....	71,612,437		71,612,437
17. Provision for reinsurance (Line 16) .....	2,104	(2,104)	
18. Other liabilities .....	79,964		79,964
19. Total liabilities excluding protected cell business (Line 26) .....	135,294,626	20,896,900	156,191,526
20. Protected cell liabilities (Line 27) .....			
21. Surplus as regards policyholders (Line 37) .....	94,701,032	X X X	94,701,032
22. Totals (Line 38) .....	229,995,658	20,896,900	250,892,558

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements?

Yes ( ) No (X)

If yes, give full explanation:

.....  
 .....  
 .....  
 .....  
 .....

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Sch. H, Accident and Health Exhibit, Part 1  
**NONE**

**Page 29**

Sch. H, Accident and Health Exhibit, Part 2  
**NONE**

Sch. H, Accident and Health Exhibit, Part 3  
**NONE**

Sch. H, Accident and Health Exhibit, Part 4  
**NONE**

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Schedule H, Part 5, Health Claims  
**NONE**

**SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES**

**SCHEDULE P - PART 1 - SUMMARY**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	X X X	X X X	X X X	(110)	(31)	(85)				185	(164)	X X X
2. 2001	45,203	7,321	37,882	6,499	550	753		58	1,430	1,037	8,074	X X X
3. 2002	57,895	11,922	45,973	6,404	3,999	1,056		109	1,039	1,126	4,391	X X X
4. 2003	69,152	11,995	57,157	13,448	3,205	2,249		907	1,015	1,921	12,600	X X X
5. 2004	73,508	12,823	60,685	13,064	3,341	1,617		424	1,511	1,594	12,427	X X X
6. 2005	83,949	13,113	70,836	11,854	2,763	1,634		406	1,637	3,695	11,956	X X X
7. 2006	93,339	14,922	78,417	5,819	1,089	1,610		428	1,694	1,679	7,606	X X X
8. 2007	107,736	18,530	89,206	9,531	4,035	843		137	2,800	769	9,002	X X X
9. 2008	117,589	21,340	96,249	8,069	1,688	862		172	3,195	693	10,266	X X X
10. 2009	117,615	21,949	95,666	11,114	1,371	1,118		246	3,089	722	13,704	X X X
11. 2010	121,227	24,455	96,772	19,901	5,463	832		196	3,750	858	18,824	X X X
12. Totals	X X X	X X X	X X X	105,593	27,473	12,489		3,083	21,160	14,279	108,686	X X X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct & Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													X X X
2.													X X X
3.	20				4							24	X X X
4.	26				11						29	37	X X X
5.	1,243	209			453	65					906	1,422	X X X
6.	29	25			82	23					287	63	X X X
7.	(204)	(135)			14	1					29	(56)	X X X
8.	(1,076)	(1,037)			208	36					48	133	X X X
9.	504	220	1,201	459	230	67	240	92			459	1,337	X X X
10.	7,509	2,454	3,604	1,377	1,607	504	721	275			372	8,831	X X X
11.	4,195	1,410	7,209	2,754	1,720	509	1,442	551	384		327	9,726	X X X
12.	12,246	3,146	12,014	4,590	4,329	1,205	2,403	918	384		2,457	21,517	X X X

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter - Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	X X X	X X X	X X X	X X X	X X X	X X X			X X X		
2.	8,682	608	8,074	19.2	8.3	21.3					
3.	8,523	4,108	4,415	14.7	34.5	9.6				20	4
4.	16,749	4,112	12,637	24.2	34.3	22.1				26	11
5.	17,888	4,039	13,849	24.3	31.5	22.8				1,034	388
6.	15,236	3,217	12,019	18.1	24.5	17.0				4	59
7.	8,933	1,383	7,550	9.6	9.3	9.6				(69)	13
8.	12,306	3,171	9,135	11.4	17.1	10.2				(39)	172
9.	14,301	2,698	11,603	12.2	12.6	12.1				1,026	311
10.	28,762	6,227	22,535	24.5	28.4	23.6				7,282	1,549
11.	39,433	10,883	28,550	32.5	44.5	29.5				7,240	2,486
12.	X X X	X X X	X X X	X X X	X X X	X X X			X X X	16,524	4,993

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

**SCHEDULE P - PART 2 - SUMMARY**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010	11 One Year	12 Two Year
1. Prior	7,285	7,686	7,960	8,916	8,270	8,569	8,359	8,313	8,157	7,994	(163)	(319)
2. 2001	6,871	6,465	7,469	7,326	7,065	6,900	6,808	6,689	6,668	6,644	(24)	(45)
3. 2002	XXX	8,610	5,496	4,536	2,814	3,054	3,050	3,419	3,371	3,375	4	(44)
4. 2003	XXX	XXX	14,314	13,494	12,114	11,577	11,707	11,700	11,616	11,623	7	(77)
5. 2004	XXX	XXX	XXX	13,529	16,147	15,551	13,853	13,799	16,006	12,338	(3,668)	(1,461)
6. 2005	XXX	XXX	XXX	XXX	15,929	14,751	11,846	11,001	10,457	10,380	(77)	(621)
7. 2006	XXX	XXX	XXX	XXX	XXX	11,029	9,384	7,493	5,686	5,855	169	(1,638)
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	11,693	8,767	6,909	6,335	(574)	(2,432)
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,751	9,807	8,408	(1,399)	(4,343)
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,101	19,446	(655)	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,415	XXX	XXX
12. Totals											(6,380)	(10,980)

**SCHEDULE P - PART 3 - SUMMARY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	0 0 0	3,117	7,470	7,299	8,098	8,116	8,321	8,246	8,157	7,994	XXX	XXX
2. 2001	1,544	3,897	5,974	6,496	6,593	6,573	6,742	6,659	6,644	6,644	XXX	XXX
3. 2002	XXX	1,534	2,707	2,831	2,696	2,703	2,862	3,372	3,353	3,352	XXX	XXX
4. 2003	XXX	XXX	4,087	8,986	11,191	11,022	11,461	11,664	11,584	11,586	XXX	XXX
5. 2004	XXX	XXX	XXX	5,765	9,204	8,925	10,288	10,393	10,567	10,916	XXX	XXX
6. 2005	XXX	XXX	XXX	XXX	6,504	8,653	9,710	9,781	9,833	10,318	XXX	XXX
7. 2006	XXX	XXX	XXX	XXX	XXX	2,122	3,886	4,559	5,609	5,912	XXX	XXX
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	4,336	5,554	5,951	6,202	XXX	XXX
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,389	6,214	7,071	XXX	XXX
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,245	10,615	XXX	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,074	XXX	XXX

**SCHEDULE P - PART 4 - SUMMARY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior	370	217								
2. 2001	3,803	220	561							
3. 2002	XXX	4,102	299	541						
4. 2003	XXX	XXX	5,647	1,622	593					
5. 2004	XXX	XXX	XXX	3,244	1,779	857				
6. 2005	XXX	XXX	XXX	XXX	3,559	2,571	963			
7. 2006	XXX	XXX	XXX	XXX	XXX	5,142	2,888	983		
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	5,776	2,948	902	
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,897	2,705	891
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,410	2,673
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,346

**Page 33**

Sch. P, Pt. 1A, Homeowners/Farmowners

**NONE**

**Page 34**

Sch. P, Pt. 1B, Private Passenger Auto Liability/Medical

**NONE**

**Page 35**

Sch. P, Pt. 1C, Commercial Auto/Truck Liability/Medical

**NONE**

**Page 36**

Sch. P, Pt. 1D, Workers' Compensation

**NONE**

**Page 37**

Sch. P, Pt. 1E, Commercial Multiple Peril

**NONE**

**Page 38**

Sch P, Pt. 1F, Sn. 1, Medical Professional Liability, Occurrence

**NONE**

**Page 39**

Sch P, Pt. 1F, Sn. 2, Medical Professional Liability Claims Made

**NONE**

**Page 40**

Sch. P, Pt. 1G, Special Liability

**NONE**

**Page 41**

Sch. P, Pt. 1H, Sn. 1, Other Liability, Occurrence

**NONE**

**Page 42**

Sch. P, Pt. 1H, Sn. 2, Other Liability, Claims Made

**NONE**

**Page 43**

Sch. P, Pt. 1I, Special Property

**NONE**

**Page 44**

Sch. P, Pt. 1J, Auto Physical Damage

**NONE**

**SCHEDULE P - PART 1K - FIDELITY / SURETY**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior .....	X X X	X X X	X X X	2,985	783	(143)	(26)			1,451	2,085	X X X
2. 2009 .....	117,615	21,949	95,666	11,114	1,371	1,118	246	3,089		722	13,704	X X X
3. 2010 .....	121,227	24,455	96,772	19,901	5,463	832	196	3,750		858	18,824	X X X
4. Totals .....	X X X	X X X	X X X	34,000	7,617	1,807	416	6,839		3,031	34,613	X X X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct & Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. ....	540	(718)	1,201	459	1,001	193	240	92			1,758	2,956	
2. ....	7,509	2,454	3,604	1,377	1,607	504	721	275			372	8,831	
3. ....	4,195	1,410	7,209	2,754	1,720	509	1,442	551	384		327	9,726	
4. ....	12,244	3,146	12,014	4,590	4,328	1,206	2,403	918	384		2,457	21,513	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. ....	X X X	X X X	X X X	X X X	X X X	X X X			X X X	2,000	956
2. ....	28,762	6,227	22,535	24.5	28.4	23.6				7,282	1,549
3. ....	39,433	10,883	28,550	32.5	44.5	29.5				7,240	2,486
4. ....	X X X	X X X	X X X	X X X	X X X	X X X			X X X	16,522	4,991

**Page 46**

Sch. P, Pt. 1L, Other (Including Credit, Accident/Health)

**NONE**

**Page 47**

Sch. P, Pt. 1M, International

**NONE**

**Page 48**

Sch. P, Pt. 1N, Reinsurance Property

**NONE**

**Page 49**

Sch. P, Pt. 1O, Reinsurance Liability

**NONE**

**Page 50**

Sch. P, Pt. 1P, Reinsurance Financial Lines

**NONE**

**Page 51**

Sch. P, Pt. 1R, Sn. 1, Products Liability, Occurrence

**NONE**

**Page 52**

Sch. P, Pt. 1R, Sn. 2, Products Liability, Claims Made

**NONE**

**Page 53**

Sch. P, Pt. 1S, Financial Guaranty/Mortgage Guaranty

**NONE**

**Page 54**

Sch. P, Pt. 1T, Warranty

**NONE**

**Page 55**

Sch. P, Pt. 2A, Homeowners/Farmowners

**NONE**

Sch. P, Pt. 2B, Private Passenger Auto Liability/Medical

**NONE**

Sch. P, Pt. 2C, Commercial Auto/Truck Liability/Medical

**NONE**

Sch. P, Pt. 2D, Workers' Compensation

**NONE**

Sch. P, Pt. 2E, Commercial Multiple Peril

**NONE**

**Page 56**

Sch P, Pt. 2F, Sn. 1, Medical Professional Liability, Occurrence  
**NONE**

Sch P, Pt. 2F, Sn. 2, Medical Professional Liability Claims Made  
**NONE**

Sch. P, Pt. 2G, Special Liability  
**NONE**

Sch. P, Pt. 2H, Sn. 1, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 2H, Sn. 2, Other Liability, Claims - Made  
**NONE**

**SCHEDULE P - PART 2I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010	11 One Year	12 Two Year
1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX				XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	X	XXX	XXX		XXX
4. Totals												

**SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX				XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	X	XXX	XXX		XXX
4. Totals												

**SCHEDULE P - PART 2K - FIDELITY, SURETY**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,315	14,058	8,334	(5,724)	(10,981)
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,101	19,446	(655)	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,416	XXX	XXX
4. Totals											(6,379)	(10,981)

**SCHEDULE P - PART 2L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX				XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	X	XXX	XXX		XXX
4. Totals												

**SCHEDULE P - PART 2M - INTERNATIONAL**

1. Prior .....												
2. 2001 .....												
3. 2002 .....	XXX											
4. 2003 .....	XXX	XXX										
5. 2004 .....	XXX	XXX	XXX									
6. 2005 .....	XXX	XXX	XXX									
7. 2006 .....	XXX	XXX	XXX									
8. 2007 .....	XXX	XXX	XXX									
9. 2008 .....	XXX	XXX	XXX									
10. 2009 .....	XXX	XXX	XXX									XXX
11. 2010 .....	XXX	XXX	XXX							X	XXX	XXX
12. Totals												

**Page 58**

Sch. P, Pt. 2N, Reinsurance  
**NONE**

Sch. P, Pt. 2O, Reinsurance  
**NONE**

Sch. P, Pt. 2P, Reinsurance  
**NONE**

**Page 59**

Sch. P, Pt. 2R, Sn. 1, Products Liability, Occurrence  
**NONE**

Sch. P, Pt. 2R, Sn. 2, Products Liability, Claims Made  
**NONE**

Sch. P, Pt. 2S, Financial Guaranty/Mortgage Guaranty  
**NONE**

Sch. P, Pt. 2T, Warranty  
**NONE**

**Page 60**

Sch. P, Pt. 3A, Homeowners/Farmowners  
**NONE**

Sch. P, Pt. 3B, Private Passenger Auto Liability/Medical  
**NONE**

Sch. P, Pt. 3C, Commercial Auto/Truck Liability/Medical  
**NONE**

Sch. P, Pt. 3D, Workers' Compensation  
**NONE**

Sch. P, Pt. 3E, Commercial Multiple Peril  
**NONE**

**Page 61**

Sch P, Pt. 3F, Sn. 1, Medical Professional Liability, Occurrence  
**NONE**

Sch P, Pt. 3F, Sn. 2, Medical Professional Liability, Claims Made  
**NONE**

Sch. P, Pt. 3G, Special Liability  
**NONE**

Sch. P, Pt. 3H, Sn. 1, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 3H, Sn. 2, Other Liability, Claims Made  
**NONE**

**SCHEDULE P - PART 3I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ( \$000 OMITTED )										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010		
1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000			XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX			XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	XXX	XXX		XXX	XXX

**SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000				
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX				
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	XXX	XXX			

**SCHEDULE P - PART 3K - FIDELITY, SURETY**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000	3,293	5,377	XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,245	10,615	XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,074	XXX	XXX

**SCHEDULE P - PART 3L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000			XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	X	X	XXX			XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	X	<b>NONE</b>	XXX	XXX		XXX	XXX

**SCHEDULE P - PART 3M - INTERNATIONAL**

1. Prior .....	000										XXX	XXX
2. 2001 .....											XXX	XXX
3. 2002 .....	XXX										XXX	XXX
4. 2003 .....	XXX	XXX									XXX	XXX
5. 2004 .....	XXX	XXX	XXX								XXX	XXX
6. 2005 .....	XXX	XXX	XXX								XXX	XXX
7. 2006 .....	XXX	XXX	XXX								XXX	XXX
8. 2007 .....	XXX	XXX	XXX								XXX	XXX
9. 2008 .....	XXX	XXX	XXX								XXX	XXX
10. 2009 .....	XXX	XXX	XXX								XXX	XXX
11. 2010 .....	XXX	XXX	XXX						X		XXX	XXX

**Page 63**

Sch. P, Pt. 3N, Reinsurance  
**NONE**

Sch. P, Pt. 3O, Reinsurance  
**NONE**

Sch. P, Pt. 3P, Reinsurance  
**NONE**

**Page 64**

Sch. P, Pt. 3R, Sn. 1, Product Liability, Occurrence  
**NONE**

Sch. P, Pt. 3R, Sn. 2, Product Liability, Claims Made  
**NONE**

Sch. P, Pt. 3S, Financial Guaranty/Mortgage Guaranty  
**NONE**

Sch. P, Pt. 3T, Warranty  
**NONE**

**Page 65**

Sch. P, Pt. 4A, Homeowners/Farmowners  
**NONE**

Sch. P, Pt. 4B, Private Passenger Auto Liability/Medical  
**NONE**

Sch. P, Pt. 4C, Commercial Auto/Truck Liability/Medical  
**NONE**

Sch. P, Pt. 4D, Workers' Compensation  
**NONE**

Sch. P, Pt. 4E, Commercial Multiple Peril  
**NONE**

**Page 66**

Sch P, Pt. 4F, Sn. 1, Medical Professional Liability, Occurrence  
**NONE**

Sch P, Pt. 4F, Sn. 2, Medical Professional Liability, Claims Made  
**NONE**

Sch. P, Pt. 4G, Special Liability  
**NONE**

Sch. P, Pt. 4H, Sn. 1, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 4H, Sn. 2, Other Liability, Claims Made  
**NONE**

**SCHEDULE P - PART 4I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2001	2 2002	3 2003	4 2004	5 2005	6 2006	7 2007	8 2008	9 2009	10 2010
1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	<b>NONE</b>	XXX	XXX	XXX	XXX	XXX

**SCHEDULE P - PART 4J - AUTO PHYSICAL DAMAGE**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	<b>NONE</b>	XXX	XXX	XXX	XXX	XXX

**SCHEDULE P - PART 4K - FIDELITY/SURETY**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,747	3,607	891
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,410	2,673
3. 2010 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,346

**SCHEDULE P - PART 4L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2009 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2010 .....	XXX	XXX	XXX	XXX	<b>NONE</b>	XXX	XXX	XXX	XXX	XXX

**SCHEDULE P - PART 4M - INTERNATIONAL**

1. Prior .....										
2. 2001 .....										
3. 2002 .....	XXX									
4. 2003 .....	XXX	XXX								
5. 2004 .....	XXX	XXX								
6. 2005 .....	XXX	XXX								
7. 2006 .....	XXX	XXX								
8. 2007 .....	XXX	XXX								
9. 2008 .....	XXX	XXX								
10. 2009 .....	XXX	XXX						XXX	XXX	
11. 2010 .....	XXX	XXX						XXX	XXX	

**Page 68**

Sch. P, Pt. 4N, Reinsurance

**NONE**

Sch. P, Pt. 4O, Reinsurance

**NONE**

Sch. P, Pt. 4P, Reinsurance

**NONE**

**Page 69**

Sch. P, Pt. 4R, Sn. 1, Products Liability, Occurrence

**NONE**

Sch. P, Pt. 4R, Sn. 2, Products Liability, Claims Made

**NONE**

Sch. P, Pt. 4S, Financial Guaranty/Mortgage Guaranty

**NONE**

Sch. P, Pt. 4T, Warranty

**NONE**

**Page 70**

Sch. P, Pt. 5A, Sn. 1, Homeowners/Farmowners

**NONE**

Sch. P, Pt. 5A, Sn. 2, Homeowners/Farmowners

**NONE**

Sch. P, Pt. 5A, Sn. 3, Homeowners/Farmowners

**NONE**

**Page 71**

Sch. P, Pt. 5B, Sn. 1, Private Passenger Auto Liability/Medical

**NONE**

Sch. P, Pt. 5B, Sn. 2, Private Passenger Auto Liability/Medical

**NONE**

Sch. P, Pt. 5B, Sn. 3, Private Passenger Auto Liability/Medical

**NONE**

**Page 72**

Sch. P, Pt. 5C, Sn. 1, Commercial Auto/Truck Liability/Medical

**NONE**

Sch. P, Pt. 5C, Sn. 2, Commercial Auto/Truck Liability/Medical

**NONE**

Sch. P, Pt. 5C, Sn. 3, Commercial Auto/Truck Liability/Medical

**NONE**

**Page 73**

Sch. P, Pt. 5D, Sn. 1, Workers' Compensation  
**NONE**

Sch. P, Pt. 5D, Sn. 2, Workers' Compensation  
**NONE**

Sch. P, Pt. 5D, Sn. 3, Workers' Compensation  
**NONE**

**Page 74**

Sch. P, Pt. 5E, Sn. 1, Commercial Multiple Peril  
**NONE**

Sch. P, Pt. 5E, Sn. 2, Commercial Multiple Peril  
**NONE**

Sch. P, Pt. 5E, Sn. 3, Commercial Multiple Peril  
**NONE**

**Page 75**

Sch P, Pt. 5F, Sn. 1A, Medical Professional Liability, Occurrence  
**NONE**

Sch P, Pt. 5F, Sn. 2A, Medical Professional Liability, Occurrence  
**NONE**

Sch P, Pt. 5F, Sn. 3A, Medical Professional Liability, Occurrence  
**NONE**

**Page 76**

Sch P, Pt. 5F, Sn. 1B, Medical Professional Liability Claims Made  
**NONE**

Sch P, Pt. 5F, Sn. 2B, Medical Professional Liability Claims Made  
**NONE**

Sch P, Pt. 5F, Sn. 3B, Medical Professional Liability Claims Made  
**NONE**

**Page 77**

Sch. P, Pt. 5H, Sn. 1A, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 5H, Sn. 2A, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 5H, Sn. 3A, Other Liability, Occurrence  
**NONE**

**Page 78**

Sch. P, Pt. 5H, Sn. 1B, Other Liability, Claims Made  
**NONE**

Sch. P, Pt. 5H, Sn. 2B, Other Liability, Claims Made  
**NONE**

Sch. P, Pt. 5H, Sn. 3B, Other Liability, Claims Made  
**NONE**

**Page 79**

Sch. P, Pt. 5R, Sn. 1A, Products Liability, Occurrence  
**NONE**

Sch. P, Pt. 5R, Sn. 2A, Products Liability, Occurrence  
**NONE**

Sch. P, Pt. 5R, Sn. 3A, Products Liability, Occurrence  
**NONE**

**Page 80**

Sch. P, Pt. 5R, Sn. 1B, Products Liability, Claims Made  
**NONE**

Sch. P, Pt. 5R, Sn. 2B, Products Liability, Claims Made  
**NONE**

Sch. P, Pt. 5R, Sn. 3B, Products Liability, Claims Made  
**NONE**

**Page 81**

Sch. P, Pt. 5T, Sn. 1, Warranty  
**NONE**

Sch. P, Pt. 5T, Sn. 2, Warranty  
**NONE**

Sch. P, Pt. 5T, Sn. 3, Warranty  
**NONE**

**Page 82**

Sch. P, Pt. 6C, Sn. 1, Commercial Auto/Truck Liability/Medical  
**NONE**

Sch. P, Pt. 6C, Sn. 2, Commercial Auto/Truck Liability/Medical  
**NONE**

Sch. P, Pt. 6D, Sn. 1, Workers' Compensation  
**NONE**

Sch. P, Pt. 6D, Sn. 2, Workers' Compensation  
**NONE**

**Page 83**

Sch. P, Pt. 6E, Sn. 1, Commercial Multiple Peril  
**NONE**

Sch. P, Pt. 6E, Sn. 2, Commercial Multiple Peril  
**NONE**

Sch. P, Pt. 6H, Sn. 1A, Other Liability, Occurrence  
**NONE**

Sch. P, Pt. 6H, Sn. 2A, Other Liability, Occurrence  
**NONE**

**Page 84**

Sch. P, Pt. 6H, Sn. 1B, Other Liability, Claims Made  
**NONE**

Sch. P, Pt. 6H, Sn. 2B, Other Liability, Claims Made  
**NONE**

Sch. P, Pt. 6M, Sn. 1, International  
**NONE**

Sch. P, Pt. 6M, Sn. 2, International  
**NONE**

**Page 85**

Sch. P, Pt. 6N, Sn. 1, Reinsurance  
**NONE**

Sch. P, Pt. 6N, Sn. 2, Reinsurance  
**NONE**

Sch. P, Pt. 6O, Sn. 1, Reinsurance  
**NONE**

Sch. P, Pt. 6O, Sn. 2, Reinsurance  
**NONE**

**Page 86**

Sch. P, Pt. 6R, Sn. 1A, Products Liability, Occurrence  
**NONE**

Sch. P, Pt. 6R, Sn. 2A, Products Liability, Occurrence  
**NONE**

Sch. P, Pt. 6R, Sn. 1B, Products Liability, Claims Made  
**NONE**

Sch. P, Pt. 6R, Sn. 2B, Products Liability, Claims Made  
**NONE**

**Page 87**

Sch. P, Pt. 7A, Sn. 1, Primary, Loss Sensitive Contracts  
**NONE**

Sch. P, Pt. 7A, Sn. 2, Incurred Losses and Cost Containment Exp  
**NONE**

Sch. P, Pt. 7A, Sn. 3, Bulk and Incurred But Not Reported Res.  
**NONE**

**Page 88**

Sch. P, Pt. 7A, Sn. 4, Net Earned Premiums Reported  
**NONE**

Sch. P, Pt. 7A, Sn. 5, Net Reserve for Premium Adjustments  
**NONE**

**Page 89**

Sch. P, Pt. 7B, Sn. 1, Reinsurance Loss Sensitive Contracts  
**NONE**

Sch. P, Pt. 7B, Sn. 2, Incurred Losses and Cost Containment Exp.  
**NONE**

Sch. P, Pt. 7B, Sn. 3, Bulk Incurred But Not Reported Reserves  
**NONE**

**Page 90**

Sch. P, Pt. 7B, Sn. 4, Net Earned Premiums Reported at Year End  
**NONE**

Sch. P, Pt. 7B, Sn. 5, Net Reserve for Premium Adjustments  
**NONE**

Sch. P, Pt. 7B, Sn. 6, Incurred Adjustable Commissions  
**NONE**

Sch. P, Pt. 7B, Sn. 7, Reserves for Commission Adjustments  
**NONE**

**SCHEDULE P INTERROGATORIES**

- 1. The following questions relate to yet-to-be-issued Extended Reporting Endorsements (EREs) arising from Death, Disability, or Retirement (DDR) provisions in Medical Professional Liability Claims Made insurance policies. EREs provided for reasons other than DDR are not to be included.
- 1.1 Does the company issue Medical Professional Liability Claims Made insurance policies that provide tail (also known as an extended reporting endorsement, or "ERE") benefits in the event of Death, Disability, or Retirement (DDR) at a reduced charge or at no additional cost? Yes ( ) No (X)  
 If the answer to question 1.1 is "no", leave the following questions blank. If the answer to question 1.1 is "yes", please answer the following questions:
- 1.2 What is the total amount of the reserve for that provision (DDR Reserve), as reported, explicitly or not, elsewhere in this statement (in dollars)? \$ .....
- 1.3 Does the company report any DDR reserve as Unearned Premium Reserve per SSAP #65? Yes ( ) No (X)
- 1.4 Does the company report any DDR reserve as loss or loss adjustment expense reserve? Yes ( ) No (X)
- 1.5 If the company reports DDR reserve as Unearned Premium Reserve, does that amount match the figure on the Underwriting and Investment Exhibit, Part 1A - Recapitulation of all Premiums (Page 7) Column 2, Lines 11.1 plus 11.2? Yes ( ) No ( ) N/A (X)
- 1.6 If the company reports DDR reserve as loss or loss adjustment expense reserve, please complete the following table corresponding to where these reserves are reported in Schedule P:

Years in Which Premiums Were Earned and Losses Were Incurred	DDR Reserve Included in Schedule P, Part 1F, Medical Professional Liability Column 24: Total Net Losses and Expenses Unpaid	
	1 Section 1: Occurrence	2 Section 2: Claims-Made
1.601 Prior .....		
1.602 2001 .....		
1.603 2002 .....		
1.604 2003 .....		
1.605 2004 .....		
1.606 2005 .....		
1.607 2006 .....		
1.608 2007 .....		
1.609 2008 .....		
1.610 2009 .....		
1.611 2010 .....		
1.612 TOTALS .....		

- 2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? Yes (X) No ( )
- 3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement? Yes (X) No ( )
- 4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on Page 10? Yes ( ) No (X)  
 If yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Column 32 and Column 33.  
 Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.  
 Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.
- 5. What were the net premiums in force at the end of the year for: 5.1 Fidelity \$ ..... 161  
 (in thousands of dollars) 5.2 Surety \$ ..... 63,336
- 6. Claim count information is reported per claim or per claimant. (Indicate which). .....  
 If not the same in all years, explain in Interrogatory 7.
- 7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? Yes ( ) No (X)
- 7.2 An extended statement may be attached:  
 Suitable claim count information is not available for the Surety line of business  
 In 2010 all adjusting and other expense payments were related to claims incurred in the current year.  
 .....

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

**Allocated by States and Territories**

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	L	1,279,455	1,441,654	830,379	1,838,406	1,214,096		
2. Alaska	AK	L	436,343	417,345		11,563	32,305		
3. Arizona	AZ	L	883,016	840,494	99,219	81,233	84,703		
4. Arkansas	AR	L	638,591	822,568	512,679	503,410	99,807		
5. California	CA	L	22,529,171	22,411,898	4,242,315	6,379,165	4,612,280		
6. Colorado	CO	L	1,887,365	1,808,496	253,610	308,990	190,229		
7. Connecticut	CT	L	2,602,037	2,752,181	(4,293)	(45,812)	58,962		
8. Delaware	DE	L	855,488	811,623		11,586	88,670		
9. Dist. Columbia	DC	L	1,163,167	951,861	7,239	30,660	112,437		
10. Florida	FL	L	6,654,103	6,946,190	519,712	51,210	697,128		
11. Georgia	GA	L	2,274,922	2,352,259	277,127	399,202	426,890		
12. Hawaii	HI	L	652,800	582,637		10,127	30,926		
13. Idaho	ID	L	176,190	159,764		1,565	12,758		
14. Illinois	IL	L	2,438,702	2,680,757	663,118	906,352	920,115		
15. Indiana	IN	L	628,392	596,869	5,000	12,129	50,378		
16. Iowa	IA	L	610,550	558,683	31,315	21,762	103,028		
17. Kansas	KS	L	931,517	1,026,122		(13,206)	65,899		
18. Kentucky	KY	L	566,201	554,027		96,172	285,235		
19. Louisiana	LA	L	4,341,657	4,326,190	241,151	128,388	232,279		
20. Maine	ME	L	318,942	260,639		11,842	28,941		
21. Maryland	MD	L	2,948,992	2,815,331	111,754	174,821	303,461		
22. Massachusetts	MA	L	2,248,187	2,262,889	836	23,742	251,107		
23. Michigan	MI	L	1,699,333	1,521,935	8,154	(40,227)	140,015		
24. Minnesota	MN	L	922,781	848,105	12,989	28,516	71,073		
25. Mississippi	MS	L	959,955	972,747	(1,200)	1,858	102,415		
26. Missouri	MO	L	933,115	940,911	72,941	82,099	262,615		
27. Montana	MT	L	95,583	82,156		(892)	9,122		
28. Nebraska	NE	L	1,005,967	1,000,336	96,042	88,162	180,088		
29. Nevada	NV	L	1,701,414	1,734,435	131,341	95,531	137,003		
30. New Hampshire	NH	L	580,826	530,059	796	7,929	51,614		
31. New Jersey	NJ	L	9,304,619	9,764,333	5,086,730	886,190	4,477,113		
32. New Mexico	NM	L	785,790	753,027		(3,210)	77,994		
33. New York	NY	L	10,831,594	10,211,572	184,168	154,556	(247,583)		
34. North Carolina	NC	L	1,840,687	2,155,605	(9,751)	5,337	919,838		
35. North Dakota	ND	L	184,725	166,413		5,965	17,337		
36. Ohio	OH	L	3,512,824	3,588,215	223,304	165,305	399,883		
37. Oklahoma	OK	L	959,001	965,878	40,436	48,937	94,836		
38. Oregon	OR	L	799,567	667,718	2,417	20,186	78,602		
39. Pennsylvania	PA	L	6,616,625	7,158,684	5,211,133	3,313,946	5,208,651		
40. Rhode Island	RI	L	170,235	161,689	31,583	28,133	17,959		
41. South Carolina	SC	L	1,798,175	1,770,900	(36,266)	(17,345)	760,395		
42. South Dakota	SD	L	45,900	47,655		(612)	5,292		
43. Tennessee	TN	L	1,270,690	1,221,848	47,876	54,657	102,732		
44. Texas	TX	L	11,923,906	11,466,715	561,846	5,523,475	4,848,796	123,833	
45. Utah	UT	L	267,080	237,670	79,390	58,474	20,936		
46. Vermont	VT	L	144,926	152,355		933	15,585		
47. Virginia	VA	L	1,744,566	1,564,162	199,457	622,137	703,406		
48. Washington	WA	L	1,495,909	1,477,334	877,618	886,124	187,865		
49. West Virginia	WV	L	661,123	626,029	421	7,975	68,816		
50. Wisconsin	WI	L	190,655	265,011	736,042	732,742	29,478		
51. Wyoming	WY	L	109,930	116,893		1,631	12,379		
52. American Samoa	AS	N							
53. Guam	GU	L							
54. Puerto Rico	PR	L	520,814	531,292		(3,886)	8,406		
55. U.S. Virgin Islands	VI	N							
56. Northern Mariana Islands	MP	N							
57. Canada	CN	N							
58. Aggregate other alien	OT	X X X							
59. Totals	(a) 53	120,144,103	120,082,159	561,846	26,310,257	23,023,254	23,939,332		

**DETAILS OF WRITE-INS**

5801.	X X X								
5802.	X X X								
5803.	X X X								
5898. Summary of remaining write-ins for Line 58 from overflow page	X X X								
5899. Totals (Line 5801 through Line 5803 plus Line 5898) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

**Explanation of basis of allocation of premiums by states, etc.**

PREMIUM FOR JUDICIAL BONDS, INCLUDING BAIL BONDS, ARE ALL ALLOCATED TO THE STATE IN WHICH THE COURT IS LOCATED AND LICENSE BONDS TO THE STATE IN WHICH THE OBLIGEE IS LOCATED. BONDS COVERING CONSTRUCTION WORK ARE ALLOCATED TO THE STATE IN WHICH THE WORK IS BEING PERFORMED. SUPPLY BONDS ARE ALLOCATED TO THE STATE IN WHICH THE CONTRACTOR IS LOCATED. PREMIUMS FOR ALL OTHER TYPES OF SURETY BONDS ARE ALLOCATED TO THE STATE IN WHICH THE RISK IS LOCATED. PREMIUMS FOR FIDELITY BONDS ARE ALLOCATED TO THE STATE IN WHICH THE RISK IS LOCATED.

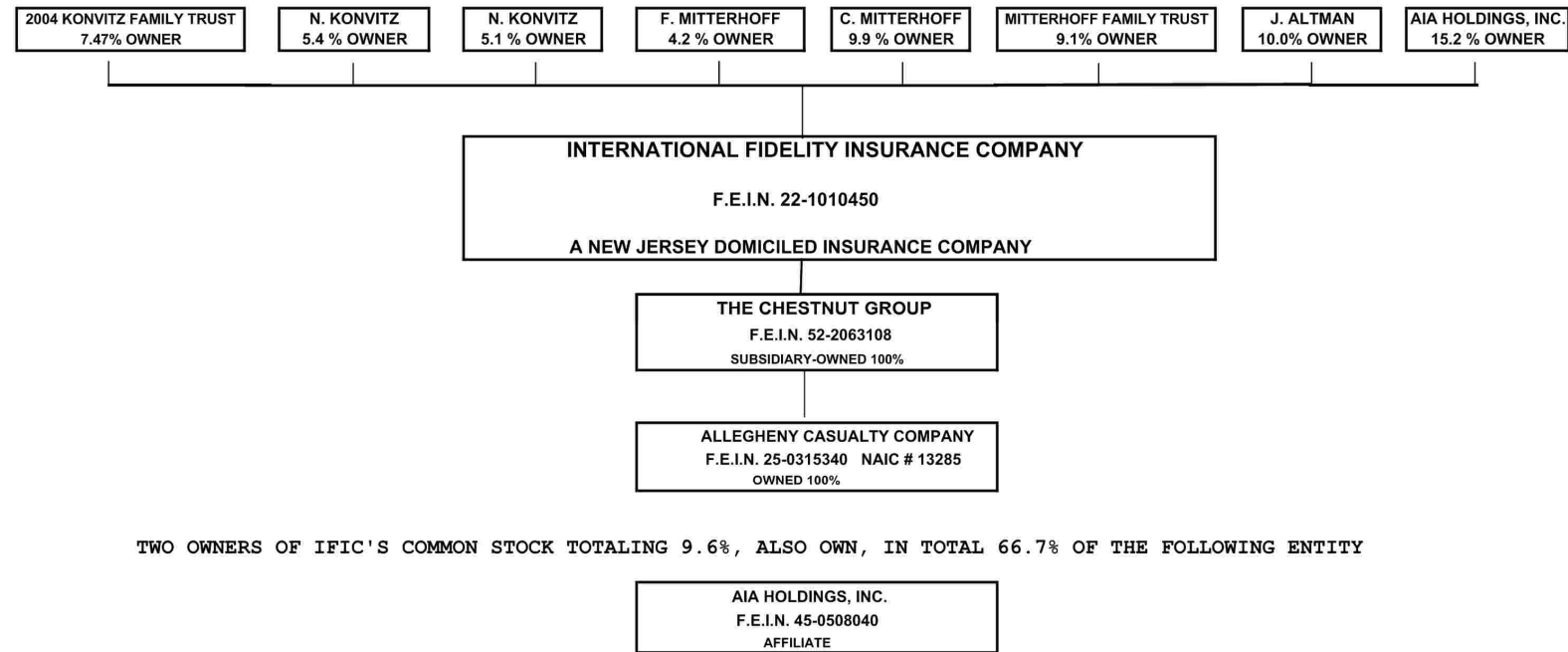
(a) Insert the number of "L" responses except for Canada and Other Alien.

**Page 93**

Sch. T, Part 2, Interstate Compact

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company  
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
 PART 1 - ORGANIZATIONAL CHART



ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE Y**

**PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
11592	22-1010450	International Fidelity Insurance Company						257,383			257,383	(1,678,000)
13285	25-0315340	Allegheny Casualty Company						(257,383)			(257,383)	1,678,000
	45-0508040	AIA Holdings, Inc.						20,671,893			20,671,893	
9999999	CONTROL TOTALS							20,671,893			20,671,893	

If the nature of the transactions reported in Part 2 requires explanation, report such in the following explanatory note:

.....  
 .....  
 .....



**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES  
(Continued)**

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**JUNE FILING**

9. Will an audited financial report be filed by June 1? YES

**EXPLANATION:**

**BARCODE:**  
Document Identifier 220:

10. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? YES

**EXPLANATION:**

**BARCODE:**  
Document Identifier 221:

**AUGUST FILING**

11. Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1? YES

**EXPLANATION:**

**BARCODE:**  
Document Identifier 222

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**MARCH FILING**

12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 420:



13. Will the Financial Guaranty Insurance Exhibit be filed by March 1? NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 240:



14. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 360:



15. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1? NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 455:



16. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 490:



**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES  
(Continued)**

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING	RESPONSES
17. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1?	NO

EXPLANATION:

BARCODE:  
Document Identifier 385: 1 1 5 9 2 2 0 1 0 3 8 5 0 0 0 0 0  


18. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1?	NO
---	----

EXPLANATION:

BARCODE:  
Document Identifier 401: 1 1 5 9 2 2 0 1 0 4 0 1 0 0 0 0 0  


19. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1?	NO
---	----

EXPLANATION:

BARCODE:  
Document Identifier 365: 1 1 5 9 2 2 0 1 0 3 6 5 0 0 0 0 0  


20. Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)?	YES
--	-----

EXPLANATION:

BARCODE:  
Document Identifier 441:

21. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1?	YES
--	-----

EXPLANATION:

BARCODE:  
Document Identifier 399:

22. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1?	NO
---	----

EXPLANATION:

BARCODE:  
Document Identifier 400: 1 1 5 9 2 2 0 1 0 4 0 0 0 0 0 0 0  


23. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1?	YES
--	-----

EXPLANATION:

BARCODE:  
Document Identifier 500:

**APRIL FILING**

24. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1?	NO
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EXPLANATION:

BARCODE:  
Document Identifier 230: 1 1 5 9 2 2 0 1 0 2 3 0 0 0 0 0 0  


**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES  
(Continued)**

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**APRIL FILING**

**RESPONSES**

25. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?

NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 306:



26. Will the Accident and Health Policy Experience Exhibit be filed by April 1?

NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 210:



27. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1?

NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 216:



28. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1?

NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 217:



**AUGUST FILING**

29. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1?

NO

**EXPLANATION:**

**BARCODE:**  
Document Identifier 223:



## SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	22,726,844	10.532	22,726,844	10.668
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies				
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	207,556	0.096	207,556	0.097
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	2,201,783	1.020	2,201,783	1.033
1.43 Revenue and assessment obligations	1,358,948	0.630	1,358,948	0.638
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC				
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA				
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	20,153,996	9.339	20,153,996	9.460
2.2 Unaffiliated non-U.S. securities (including Canada)				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds	13,245,264	6.138	13,245,264	6.217
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	23,149,595	10.728	23,149,595	10.866
3.4 Other equity securities:				
3.41 Affiliated	28,684,771	13.293	25,933,717	12.173
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties	2,167,950	1.005	2,167,950	1.018
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (including \$ ..... of property acquired in satisfaction of debt)				
5.3 Property held for sale (including \$ ..... property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities				
8. Cash, cash equivalents and short-term investments	99,173,033	45.957	99,173,033	46.551
9. Other invested assets	2,723,746	1.262	2,723,746	1.278
10. Total invested assets	215,793,486	100.000	213,042,432	100.000

**SCHEDULE A - VERIFICATION BETWEEN YEARS**  
Real Estate

1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6) .....		
2.2 Additional investment made after acquisition (Part 2, Column 9) .....		
3. Current year change in encumbrances:		
3.1 Totals, Part 1, Column 13 .....		
3.2 Totals, Part 3, Column 11 .....		
4. Total gain (loss) on disposals, Part 3, Column 18 .....		
5. Deduct amounts received on disposals, Part 3, Column 15 .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
6.1 Totals, Part 1, Column 15 .....		
6.2 Totals, Part 3, Column 13 .....		
7. Deduct current year's other than temporary impairment recognized:		
7.1 Totals, Part 1, Column 12 .....		
7.2 Totals, Part 3, Column 10 .....		
8. Deduct current year's depreciation:		
8.1 Totals, Part 1, Column 11 .....		
8.2 Totals, Part 3, Column 9 .....		
9. Book/adjusted carrying value at the end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 plus Line 6 minus Line 7 minus Line 8) .....		
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10) .....		

**NONE**

**SCHEDULE B - VERIFICATION BETWEEN YEARS**  
Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		183,000
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 7) .....	2,574,450	
2.2 Additional investment made after acquisition (Part 2, Column 8) .....		2,574,450
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 12 .....		
3.2 Totals, Part 3, Column 11 .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 9 .....		
5.2 Totals, Part 3, Column 8 .....		
6. Total gain (loss) on disposals, Part 3, Column 18 .....		
7. Deduct amounts received on disposals, Part 3, Column 15 .....		589,500
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:		
9.1 Totals, Part 1, Column 13 .....		
9.2 Totals, Part 3, Column 13 .....		
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 11 .....		
10.2 Totals, Part 3, Column 10 .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10) .....		2,167,950
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		2,167,950
14. Deduct total nonadmitted amounts .....		
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14) .....		2,167,950

**SCHEDULE BA - VERIFICATION BETWEEN YEARS**  
Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year .....		4,000,000
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8) .....	442,000	
2.2 Additional investment made after acquisition (Part 2, Column 9) .....		442,000
3. Capitalized deferred interest and other		
3.1 Totals, Part 1, Column 16 .....		
3.2 Totals, Part 3, Column 12 .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13 .....		
5.2 Totals, Part 3, Column 9 .....		
6. Total gain (loss) on disposals, Part 3, Column 19 .....		
7. Deduct amounts received on disposals, Part 3, Column 16 .....		4,006,172
• 8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17 .....		
9.2 Totals, Part 3, Column 14 .....		
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 15 .....		
10.2 Totals, Part 3, Column 11 .....		
11. Book/adjusted carrying value at the end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10) .....		435,828
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....		435,828

**SCHEDULE D - VERIFICATION BETWEEN YEARS**  
Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year .....		113,299,248
2. Cost of bonds and stocks acquired, Part 3, Column 7 .....		147,640,425
3. Accrual of discount .....		15,062
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12 .....		
4.2 Part 2, Section 1, Column 15 .....		
4.3 Part 2, Section 2, Column 13 .....	(4,250,816)	
4.4 Part 4, Column 11 .....	3,109,393	(1,141,423)
5. Total gain (loss) on disposals, Part 4, Column 19 .....		97,299
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 .....		147,866,721
7. Deduct amortization of premium .....		315,134
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15 .....		
8.2 Part 2, Section 1, Column 19 .....		
8.3 Part 2, Section 2, Column 16 .....		
8.4 Part 4, Column 15 .....		
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14 .....		
9.2 Part 2, Section 1, Column 17 .....		
9.3 Part 2, Section 2, Column 14 .....		
9.4 Part 4, Column 13 .....		
10. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 minus Line 6 minus Line 7 plus Line 8 minus Line 9) .....		111,728,756
11. Deduct total nonadmitted amounts .....		2,751,054
12. Statement value at end of current period (Line 10 minus Line 11) .....		108,977,702

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States .....	22,726,844	23,054,305	23,108,655	22,350,000
	2. Canada .....				
	3. Other Countries .....				
	4. Totals .....	22,726,844	23,054,305	23,108,655	22,350,000
U. S. States, Territories and Possessions (Direct and guaranteed)	5. Totals .....	207,556	224,746	216,870	200,000
U. S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals .....	2,201,783	2,335,111	2,243,197	2,190,000
U. S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals .....	1,358,948	1,374,893	1,439,980	1,315,000
Industrial and Miscellaneous, Credit Tenant Loans and Hybrid Securities (unaffiliated)	8. United States .....	20,153,996	19,702,740	20,151,243	4,000,000
	9. Canada .....				
	10. Other Countries .....				
	11. Totals .....	20,153,996	19,702,740	20,151,243	4,000,000
Parent, Subsidiaries and Affiliates	12. Totals .....				
	13. Total Bonds .....	46,649,127	46,691,795	47,159,945	30,055,000
PREFERRED STOCKS Industrial and Miscellaneous (unaffiliated)	14. United States .....				
	15. Canada .....				
	16. Other Countries .....				
	17. Totals .....				
Parent, Subsidiaries and Affiliates	18. Totals .....				
	19. Total Preferred Stocks .....				
COMMON STOCKS Industrial and Miscellaneous (unaffiliated)	20. United States .....	36,394,859	36,394,859	45,318,280	
	21. Canada .....				
	22. Other Countries .....				
	23. Totals .....	36,394,859	36,394,859	45,318,280	
Parent, Subsidiaries and Affiliates	24. Totals .....	28,684,771	25,933,717	30,499,872	
	25. Total Common Stocks .....	65,079,630	62,328,576	75,818,152	
	26. Total Stocks .....	65,079,630	62,328,576	75,818,152	
	27. Total Bonds and Stocks .....	111,728,757	109,020,371	122,978,097	

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 Class 1	5,027,177	16,631,894	1,067,773			22,726,844	47.2	43,346,876	78.7	22,726,844	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	5,027,177	16,631,894	1,067,773			22,726,844	47.2	43,346,876	78.7	22,726,844	
<b>2. All Other Governments</b>											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
<b>3. U.S. States, Territories and Possessions etc., Guaranteed</b>											
3.1 Class 1		207,556				207,556	0.4	209,651	0.4	207,556	
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals		207,556				207,556	0.4	209,651	0.4	207,556	
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Class 1	261,726	1,940,057				2,201,783	4.6	2,217,737	4.0	2,201,783	
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals	261,726	1,940,057				2,201,783	4.6	2,217,737	4.0	2,201,783	
<b>5. U.S. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed</b>											
5.1 Class 1	514,147	785,975	58,826			1,358,948	2.8	1,304,489	2.4	1,358,948	
5.2 Class 2								96,478	0.2		
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	514,147	785,975	58,826			1,358,948	2.8	1,400,967	2.5	1,358,948	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Industrial and Miscellaneous (Unaffiliated)</b>											
6.1 Class 1	1,544,986	20,153,996				21,698,982	45.0	6,402,128	11.6	21,698,982	
6.2 Class 2								1,500,875	2.7		
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6											
6.7 Totals	1,544,986	20,153,996				21,698,982	45.0	7,903,003	14.3	21,698,982	
<b>7. Credit Tenant Loans</b>											
7.1 Class 1											
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals											
<b>8. Hybrid Securities</b>											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
<b>9. Parent, Subsidiaries and Affiliates</b>											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1	(d) 7,348,036	39,719,478	1,126,599			48,194,113	100.0	X X X	X X X	48,194,113	
10.2 Class 2	(d)							X X X	X X X		
10.3 Class 3	(d)							X X X	X X X		
10.4 Class 4	(d)							X X X	X X X		
10.5 Class 5	(d)							X X X	X X X		
10.6 Class 6	(d)					(c)		X X X	X X X		
10.7 Totals	7,348,036	39,719,478	1,126,599			(b) 48,194,113	100.0	X X X	X X X	48,194,113	
10.8 Line 10.7 as a % of Column 6	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1	3,511,735	43,915,345	5,234,934	818,867		X X X	X X X	53,480,881	97.1	53,480,881	
11.2 Class 2		1,597,353				X X X	X X X	1,597,353	2.9	1,097,705	499,648
11.3 Class 3						X X X	X X X				
11.4 Class 4						X X X	X X X				
11.5 Class 5						X X X	X X X	(c)			
11.6 Class 6						X X X	X X X	(c)			
11.7 Totals	3,511,735	45,512,698	5,234,934	818,867		X X X	X X X	(b) 55,078,234	100.0	54,578,586	499,648
11.8 Line 11.7 as a % of Column 8	6.4	82.6	9.5	1.5		X X X	X X X	100.0	X X X	99.1	0.9
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1	7,348,036	39,719,478	1,126,599			48,194,113	100.0	53,480,881	97.1	48,194,113	X X X
12.2 Class 2								1,097,705	2.0		X X X
12.3 Class 3											X X X
12.4 Class 4											X X X
12.5 Class 5											X X X
12.6 Class 6											X X X
12.7 Totals	7,348,036	39,719,478	1,126,599			48,194,113	100.0	54,578,586	99.1	48,194,113	X X X
12.8 Line 12.7 as a % of Column 6	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	X X X
12.9 Line 12.7 as a % of Line 10.7, Column 6, Section 10	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	X X X
<b>13. Total Privately Placed Bonds</b>											
13.1 Class 1										X X X	
13.2 Class 2								499,648	0.9	X X X	
13.3 Class 3										X X X	
13.4 Class 4										X X X	
13.5 Class 5										X X X	
13.6 Class 6										X X X	
13.7 Totals								499,648	0.9	X X X	
13.8 Line 13.7 as a % of Column 6							X X X	X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Column 6, Section 10							X X X	X X X	X X X	X X X	

(a) Includes \$ ..... freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.  
 (b) Includes \$ ..... current year, \$ ..... prior year of bonds with Z designations and \$ ..... current year, \$ ..... prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.  
 (c) Includes \$ ..... current year, \$ ..... prior year of bonds with 5\* designations and \$ ..... current year, \$ ..... prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.  
 (d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....; NAIC 2 \$ .....; NAIC 3 \$ .....; NAIC 4 \$ .....; NAIC 5 \$ .....; NAIC 6 \$ .....

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments											
1.1 Issuer Obligations	5,027,177	16,631,894	1,067,773			22,726,844	47.2	43,346,876	78.7	22,726,844	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	5,027,177	16,631,894	1,067,773			22,726,844	47.2	43,346,876	78.7	22,726,844	
2. All Other Governments											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations		207,556				207,556	0.4	209,651	0.4	207,556	
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
3.5 Defined											
3.6 Other											
3.7 Totals		207,556				207,556	0.4	209,651	0.4	207,556	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations	261,726	1,940,057				2,201,783	4.6	2,217,737	4.0	2,201,783	
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
4.5 Defined											
4.6 Other											
4.7 Totals	261,726	1,940,057				2,201,783	4.6	2,217,737	4.0	2,201,783	
5. U.S. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed											
5.1 Issuer Obligations	514,147	785,975	58,826			1,358,948	2.8	1,400,967	2.5	1,358,948	
5.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
5.5 Defined											
5.6 Other											
5.7 Totals	514,147	785,975	58,826			1,358,948	2.8	1,400,967	2.5	1,358,948	

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations	1,544,986	20,153,996				21,698,982	45.0	7,903,003	14.3	21,698,982	
6.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
6.5 Defined											
6.6 Other											
6.7 Totals	1,544,986	20,153,996				21,698,982	45.0	7,903,003	14.3	21,698,982	
<b>7. Credit Tenant Loans</b>											
7.1 Issuer Obligations											
7.2 Single Class Mortgage-Backed Securities											
7.7 Totals											
<b>8. Hybrid Securities</b>											
8.1 Issuer Obligations											
8.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
8.3 Defined											
8.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
8.5 Defined											
8.6 Other											
8.7 Totals											
<b>9. Parent, Subsidiaries and Affiliates</b>											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
9.5 Defined											
9.6 Other											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	7,348,035	39,719,478	1,126,599			48,194,112	100.0	X X X	X X X	48,194,112	
10.2 Single Class Mortgage-Backed/Asset-Backed Securities								X X X	X X X		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined								X X X	X X X		
10.4 Other								X X X	X X X		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
10.5 Defined								X X X	X X X		
10.6 Other								X X X	X X X		
10.7 Totals	7,348,035	39,719,478	1,126,599			48,194,112	100.0	X X X	X X X	48,194,112	
10.8 Line 10.7 as a % of Column 6	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	
11. Total Bonds Prior Year											
11.1 Issuer Obligations	3,511,735	45,512,698	5,234,934	818,867		X X X	X X X	55,078,234	100.0	54,578,586	499,648
11.2 Single Class Mortgage-Backed/Asset-Backed Securities						X X X	X X X				
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined						X X X	X X X				
11.4 Other						X X X	X X X				
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
11.5 Defined						X X X	X X X				
11.6 Other						X X X	X X X				
11.7 Totals	3,511,735	45,512,698	5,234,934	818,867		X X X	X X X	55,078,234	100.0	54,578,586	499,648
11.8 Line 11.7 as a % of Column 8	6.4	82.6	9.5	1.5		X X X	X X X	X X X	X X X	99.1	0.9
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	7,348,035	39,719,478	1,126,599			48,194,112	100.0	54,578,586	99.1	48,194,112	X X X
12.2 Single Class Mortgage-Backed/Asset-Backed Securities											X X X
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined											X X X
12.4 Other											X X X
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
12.5 Defined											X X X
12.6 Other											X X X
12.7 Totals	7,348,035	39,719,478	1,126,599			48,194,112	100.0	54,578,586	99.1	48,194,112	X X X
12.8 Line 12.7 as a % of Column 6	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	X X X
12.9 Line 12.7 as a % of Line 10.7, Column 6, Section 10	15.2	82.4	2.3			100.0	X X X	X X X	X X X	100.0	X X X
13. Total Privately Placed Bonds											
13.1 Issuer Obligations								499,648	0.9	X X X	
13.2 Single Class Mortgage-Backed/Asset-Backed Securities										X X X	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined										X X X	
13.4 Other										X X X	
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
13.5 Defined										X X X	
13.6 Other										X X X	
13.7 Totals								499,648	0.9	X X X	
13.8 Line 13.7 as a % of Column 6								X X X	X X X	X X X	
13.9 Line 13.7 as a % of Line 10.7, Column 6, Section 10								X X X	X X X	X X X	

**SCHEDULE DA - VERIFICATION BETWEEN YEARS**

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year .....	33,926	33,926			
2. Cost of short-term investments acquired .....	32,751,577	32,751,577			
3. Accrual of discount .....					
4. Unrealized valuation increase (decrease) .....					
5. Total gain (loss) on disposals .....					
6. Deduct consideration received on disposals .....	31,240,517	31,240,517			
7. Deduct amortization of premium .....					
8. Total foreign exchange change in book/adjusted carrying value .....					
9. Deduct current year's other than temporary impairment recognized .....					
10. Book/adjusted carrying value at the end of current period (Lines 1 plus 2 plus 3 plus 4 plus 5 minus 6 minus 7 plus 8 minus 9) .....	1,544,986	1,544,986			
11. Deduct total nonadmitted amounts .....					
12. Statement value of end of current period (Line 10 minus Line 11) .....	1,544,986	1,544,986			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: .....

**Page SI12**

Schedule DB, Part A, Verification Between Years  
**NONE**

Schedule DB, Part B, Verification Between Years  
**NONE**

**Page SI13**

Schedule DB, Part C, Section 1  
**NONE**

**Page SI14**

Schedule DB, Part C, Section 2  
**NONE**

**Page SI15**

Schedule DB, Verification  
**NONE**

**Page SI16**

Schedule E Verification Between Years  
**NONE**

**Page E01**

Schedule A, Pt. 1, Real Estate Owned  
**NONE**

**Page E02**

Schedule A, Pt. 2, Real Estate Acquired  
**NONE**

**Page E03**

Schedule A, Pt. 3, Real Estate Sold  
**NONE**

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE B - PART 1**

Showing all Mortgage Loans OWNED December 31 of Current Year

1 Loan Number	2 Code	3 Location		5 Loan Type	6 Date Acquired	7 Rate of Interest	8 Book Value/Recorded Investment Excluding Accrued Interest	9 Change in Book Value/ Recorded Investment					14 Value of Land and Buildings	15 Date of Last Appraisal or Valuation
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Amortization) / Accretion	11 Current Year's Other than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Foreign Exchange Change in Book Value		
Mortgages in good standing - Residential mortgages - all other														
900937		Loma Linda	CA		06/16/2010	8.000	85,000						155,000	06/09/2010
901141		Los Angeles	CA		09/27/2010	8.000	115,000						210,000	09/10/2010
901157		Altadena	CA		10/05/2010	8.000	130,000						280,000	09/25/2010
901159		Los Angeles	CA		10/07/2010	8.000	127,000						235,000	09/27/2010
901164		San Fernando	CA		10/15/2010	8.000	210,000						420,000	10/03/2010
901168		Los Angeles	CA		10/15/2010	8.000	155,200						285,000	10/03/2010
901145		South El Monte	CA		10/25/2010	8.000	148,000						270,000	09/10/2010
900983		Los Angeles	CA		10/25/2010	8.000	105,000						190,000	10/08/2010
901167		El Monte	CA		10/27/2010	8.000	152,000						285,000	10/03/2010
901181		Santa Ana	CA		10/27/2010	8.000	187,500						480,000	10/16/2010
901188		Norwalk	CA		11/09/2010	8.000	133,000						265,000	11/01/2010
901212		Los Angeles	CA		11/19/2010	8.000	92,000						175,000	11/10/2010
901220		Compton	CA		11/24/2010	8.000	133,250						245,000	11/20/2010
901211		Los Angeles	CA		11/24/2010	8.000	135,000						270,000	11/09/2010
901219		Los Angeles	CA		12/10/2010	8.000	130,000						265,000	12/05/2010
901231		Los Angeles	CA		12/10/2010	8.000	130,000						235,000	12/05/2010
0399999		Mortgages in good standing - Residential mortgages - all other					2,167,950						4,265,000	
0899999		TOTAL Mortgages in good standing					2,167,950						4,265,000	
3399999		TOTALS					2,167,950						4,265,000	

General Interrogatory:

- Mortgages in good standing \$ ..... unpaid taxes \$ ..... interest due and unpaid.
- Restructured mortgages \$ ..... unpaid taxes \$ ..... interest due and unpaid.
- Mortgages with overdue interest over 90 days not in process of foreclosure \$ ..... unpaid taxes \$ ..... interest due and unpaid.
- Mortgages in process of foreclosure \$ ..... unpaid taxes \$ ..... interest due and unpaid.

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE B - PART 2**

Showing All Mortgage Loans ACQUIRED During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisition	9 Value of Land and Buildings
	2 City	3 State						
Mortgages in good standing - Residential mortgages - all other								
900937	Loma Linda	CA		06/16/2010	8.000	85,000		155,000
901006	Rialto	CA		06/16/2010	8.000	80,000		145,000
900990	Compton	CA		08/03/2010	8.000	110,000		235,000
901082	Los Angeles	CA		08/24/2010	8.000	95,500		190,000
901141	Los Angeles	CA		09/27/2010	8.000	115,000		210,000
901140	Los Angeles	CA		09/29/2010	8.000	121,000		250,000
901157	Altadena	CA		10/05/2010	8.000	130,000		280,000
901159	Los Angeles	CA		10/07/2010	8.000	127,000		235,000
901164	San Fernando	CA		10/15/2010	8.000	210,000		420,000
901168	Los Angeles	CA		10/15/2010	8.000	155,200		285,000
901145	South El Monte	CA		10/25/2010	8.000	148,000		270,000
900983	Los Angeles	CA		10/25/2010	8.000	105,000		190,000
901167	El Monte	CA		10/27/2010	8.000	152,000		285,000
901181	Santa Ana	CA		10/27/2010	8.000	187,500		480,000
901188	Norwalk	CA		11/09/2010	8.000	133,000		265,000
901212	Los Angeles	CA		11/19/2010	8.000	92,000		175,000
901220	Compton	CA		11/24/2010	8.000	133,250		245,000
901211	Los Angeles	CA		11/24/2010	8.000	135,000		270,000
901219	Los Angeles	CA		12/10/2010	8.000	130,000		265,000
901231	Los Angeles	CA		12/10/2010	8.000	130,000		235,000
0399999 - Mortgages in good standing - Residential mortgages - all other						2,574,450		5,085,000
0899999 - TOTAL Mortgages in good standing (sum of 0199999 - 0799999)						2,574,450		5,085,000
3399999 - TOTAL Mortgages (sum of 0899999, 1699999, 2499999 and 3299999)						2,574,450		5,085,000

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE B - PART 3**

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value / Recorded Investment Excluding Accrued Interest Prior Year	Change in Book / Recorded Investment					14 Book Value / Recorded Investment Excluding Accrued Interest on Disposal	15 Consideration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization) / Accretion	10 Current Year's Other Than Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8+9-10+11)					
Mortgages closed by repayment																
900006	La Puente	CA		05/11/2007	05/27/2010	183,000							183,000	183,000		
901006	Rialto	CA		06/16/2010	08/25/2010	80,000							80,000	80,000		
900990	Compton	CA		08/03/2010	10/15/2010	110,000							110,000	110,000		
901082	Los Angeles	CA		08/24/2010	10/22/2010	95,500							95,500	95,500		
901140	Los Angeles	CA		09/29/2010	12/08/2010	121,000							121,000	121,000		
0199999	Mortgages closed by repayment					589,500							589,500	589,500		
0599999	TOTALS					589,500							589,500	589,500		

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE BA - PART 1**

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1 CUSIP Identification	2 Name or Description	3 Code	4		6 Name of Vendor or General Partner	7 NAIC Designation	8 Date Originally Acquired	9 Type and Strategy	10 Actual Cost	11 Fair Value	12 Book/Adjusted Carrying Value Less Encumbrances	Change in Book/Adjusted Carrying Value					18 Investment Income	19 Commitment for Additional Investment	20 Percentage of Ownership
			4 City	5 State								13 Unrealized Valuation Increase (Decrease)	14 Current Year's (Depreciation) or (Amortization)/ Accretion	15 Current Year's Other than Temporary Impairment Recognized	16 Capitalized Deferred Interest and Other	17 Total Foreign Exchange Change in B./A.C.V.			
Non-collateral Loans - Affiliated																			
000000-00-0	LOAN		CALABASAS	CA	AIA HOLDINGS, INC.		09/01/2010		442,000	435,828	435,828						2,569		
2699999	Subtotal - Non-collateral Loans - Affiliated																2,569		
4099999	Subtotal - Affiliated																2,569		
4199999	TOTALS																2,569		

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE BA - PART 2**

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE December 31 of Current Year

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 Date Originally Acquired	7 Type and Strategy	8 Actual Cost at Time of Acquisition	9 Additional Investment Made After	10 Amount of Encumbrances	11 Percentage of Ownership
		3 City	4 State							
Non-collateral Loans - Affiliated										
000000-00-0 LOAN		CALABASAS	CA	AIA HOLDINGS, INC	09/01/2010		442,000			
2699999 - Subtotal - Non-collateral Loans - Affiliated							442,000			
4099999 - Subtotal - Affiliated							442,000			
4199999 - TOTALS							442,000			

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE BA - PART 3**

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Year

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Change in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization) / Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B. /A. C. V. (9+10-11+12)	14 Total Foreign Exchange Change in B. /A. C. V.						
Non-collateral Loans - Affiliated																			
000000-00-0	LOAN	CALABASAS	CA	PRINCIPAL REDUCTION	09/01/2010										6,172				2,569
2699999	Subtotal - Non-collateral Loans - Affiliated																		2,569
Any Other Class of Assets - Unaffiliated																			
000000-00-0	CDARS CD PROGRAM	PHILADELPHIA	PA	MATURITY	02/05/2009	02/04/2010	2,000,000								2,000,000	2,000,000			53,558
000000-00-0	CDARS CD PROGRAM	PHILADELPHIA	PA	MATURITY	12/23/2010	12/26/2010	2,000,000								2,000,000	2,000,000			41,173
3799999	Subtotal - Any Other Class of Assets - Unaffiliated																		4,000,000
3999999	Subtotal - Unaffiliated																		4,000,000
4099999	Subtotal - Affiliated																		6,172
4199999	TOTALS																		4,006,172

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 Foreign	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization) / Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B. /A. C. V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Maturity
U. S. Governments - Issuer Obligations																					
912828-KA-7	U S TREASURY NOTE 1.125 12/15/2011				1	2,002,663	100.734	2,014,688	2,000,000	2,000,876		(908)			1.125	1.079	JD	1,051	22,500	01/06/2009	12/15/2011
912828-KC-3	U S TREASURY NOTE 1.375 02/12/2012	SD			1	5,004,901	101.109	5,055,469	5,000,000	5,001,831		(1,624)			1.375	1.243	FA	25,968	68,750	02/26/2009	02/15/2012
912828-JZ-4	U S TREASURY NOTE 1.750 01/13/2014	SD			1	2,322,102	102.078	2,398,836	2,350,000	2,332,372		5,481			1.750	2.002	JJ	17,210	41,125	02/09/2009	01/31/2014
912828-JU-5	U S TREASURY NOTE 1.750 11/15/2011				1	2,018,757	101.234	2,024,688	2,000,000	2,005,547		(6,303)			1.750	1.428	MN	4,544	35,000	11/18/2008	11/15/2011
912828-HV-5	U S TREASURY NOTE 2.500 03/31/2013				1	2,075,007	104.063	2,081,250	2,000,000	2,041,392		(17,964)			2.500	1.559	MS	12,775	50,000	02/10/2009	03/31/2013
912828-HQ-6	U S TREASURY NOTE 2.875 01/31/2013				1	2,110,241	104.719	2,094,375	2,000,000	2,058,478		(27,411)			2.875	1.446	JJ	24,063	57,500	02/05/2009	01/31/2013
912828-HK-9	U S TREASURY NOTE 3.375 11/30/2012				1	2,168,835	105.359	2,107,188	2,000,000	2,083,831		(43,160)			3.375	1.151	MN	5,934	67,500	01/07/2009	11/30/2012
912828-JR-2	U S TREASURY NOTE 3.750 11/15/2018				1	1,062,152	106.297	1,062,969	1,000,000	1,067,773		(7,623)			3.750	2.785	AO	4,869	37,500	01/30/2009	11/15/2018
912828-HG-8	U S TREASURY NOTE 3.875 11/31/2012	SD			1	1,094,691	106.031	1,060,313	1,000,000	1,046,787		(25,079)			3.875	1.283	AO	6,637	38,685	01/27/2009	10/31/2012
912828-HC-7	U S TREASURY NOTE 4.125 08/31/2012				1	2,154,538	105.953	2,119,063	2,000,000	2,067,203		(39,725)			4.125	2.050	FA	28,032	82,500	10/07/2008	08/31/2012
912828-FW-5	U S TREASURY NOTE 4.625 10/31/2011				1	1,074,769	103.547	1,035,469	1,000,000	1,020,753		(24,475)			4.625	2.095	AO	7,921	46,250	10/03/2008	10/31/2011
0199999	U. S. Governments - Issuer Obligations					23,108,656		23,054,308	22,350,000	22,726,843		(188,791)						139,004	547,310		
0399999	Subtotal - U. S. Governments					23,108,656		23,054,308	22,350,000	22,726,843		(188,791)						139,004	547,310		
U. S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
658256-SG-8	NORTH CAROLINA ST	SD			1FE	216,870	112.373	224,746	200,000	207,556		(2,095)			5.000	3.780	MN	6,667	10,000	03/22/2006	05/01/2014
1199999	U. S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					216,870		224,746	200,000	207,556		(2,095)						6,667	10,000		
1799999	Subtotal - U. S. States, Territories and Possessions (Direct and Guaranteed)					216,870		224,746	200,000	207,556		(2,095)						6,667	10,000		
U. S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
64966C-E4-9	NEW YORK NY	SD			1FE	815,142	106.251	850,008	800,000	804,466		(1,788)			3.800	3.552	FA	12,667	30,400	03/18/2004	08/01/2013
64966H-5A-4	NEW YORK NY SER F	SD	1		1FE	110,000	107.971	118,768	110,000	110,000					5.500	4.802	JJ	2,550		11/17/2010	01/15/2013
64966H-N5-5	NEW YORK NY SER F PREREFUNDED B4B6	SD	1		1FE	200,000	108.177	216,354	200,000	200,000					4.800	4.900	JJ	4,387		08/25/2010	01/15/2013
64966H-P3-8	NEW YORK NY UNREFUNDED BAL SER F B4B6	SD	1		1FE	205,000	103.935	213,067	205,000	205,000					4.800	4.900	JJ	4,497		08/25/2010	01/15/2013
64966H-5N-6	NEW YORK NY UNREFUNDED BALANCE SER F	SD	1		1FE	120,000	104.381	125,257	120,000	120,000					5.500	4.802	JJ	2,781		11/17/2010	01/15/2013
655867-LN-7	NORFOLK VA PRE-REFUNDED 655867BX6	SD	1		1FE	125,000	114.091	142,614	125,000	125,000					5.500	3.977	MS	972		10/26/2010	03/01/2015
655867-LV-9	NORFOLK VA UNREFUNDED 655867BX6	SD	1		1FE	75,000	111.769	83,827	75,000	75,000					5.500	3.977	MS	583		10/26/2010	03/01/2015
939307-DM-3	WASHINGTON MULTNOMAH & YAMHILL	SD			1FE	279,261	101.956	265,086	260,000	261,726		(3,768)			5.000	3.490	JD	578	13,000	01/05/2006	06/15/2011
975672-T7-1	WINSTON SALEM N C	SD			1FE	313,794	108.519	320,131	295,000	300,591		(2,290)			4.500	3.636	JD	7,744	13,275	07/22/2004	06/01/2013
1899999	U. S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					2,243,197		2,335,112	2,190,000	2,201,783		(7,845)						36,759	56,675		
2499999	Subtotal - U. S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)					2,243,197		2,335,112	2,190,000	2,201,783		(7,845)						36,759	56,675		
U. S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																					
57585K-3E-6	MASSACHUSETTS ST HEALTH & EDL	SD			1FE	60,785	116.680	64,174	55,000	58,826		(431)			5.000	3.920	JJ	1,375	2,750	02/06/2006	07/01/2018
658196-C7-3	NORTH CAROLINA EASTN MUN PWR A	SD			1FE	105,355	100.000	95,000	95,000	94,771		(1,707)			5.500	3.665	JJ	2,613	5,225	01/26/2004	01/01/2011
658203-P9-9	NORTH CAROLINA MUN PWR AGY NO (DEF)	SD			1FE	85,000	100.000	85,000	85,000	85,000					5.500	3.564	JJ	2,338		06/22/2010	01/01/2011
658203-Q4-9	NORTH CAROLINA MUN PWR AGY NO (NON-DEF)	SD			1FE	20,000	100.000	20,000	20,000	20,000					5.500	3.564	JJ	550		06/22/2010	01/01/2011
745291-SP-0	PUERTO RICO PUB FIN CORP COMWLTH SER E O				1FE	823,598	105.129	788,468	750,000	785,975		(32,892)			5.500	1.032	FA	17,188	41,251	11/09/2009	02/01/2012

(continues)

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 Foreign	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization) / Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B. /A. C. V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Maturity
U. S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations (continued)																					
914713-WU-2	UNIVERSITY N C UNIV REVS	SD			1FE	345,243	103.952	322,251	310,000	314,376		(5,252)			5.000	3.222	JD	9,042	15,500	07/19/2004	12/01/2011
2599999	U. S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations					1,439,981		1,374,893	1,315,000	1,358,948		(40,282)						33,106	64,726		
3199999	Subtotal - U. S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					1,439,981		1,374,893	1,315,000	1,358,948		(40,282)						33,106	64,726		
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
36186C-BF-9	GMAC LLC FDIC TLGP GUARANTEED				1FE	3,993,884	102.769	4,110,740	4,000,000	3,996,637		1,779			2.200	2.652	JD	2,933	88,000	06/09/2009	12/19/2012
464287-17-6	ISHARES BARCLAYS TIPS BOND E T F	#			1	12,285,950	107.520	11,827,200		12,285,950							N/A	23,638	42,585	11/03/2010	
464287-43-2	ISHARES TR BARCLAYS BONDBARCLAYS 20+YEAR	#			1	3,871,409	94.120	3,764,800		3,871,409							N/A			12/01/2010	
3299999	Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					20,151,243		19,702,740	4,000,000	20,153,996		1,779						26,571	130,585		
3899999	Subtotal - Industrial and Miscellaneous (Unaffiliated)					20,151,243		19,702,740	4,000,000	20,153,996		1,779						26,571	130,585		
7799999	Total Bonds - Subtotal - Issuer Obligations					47,159,947		46,691,799	30,055,000	46,649,126		(237,234)						242,107	809,296		
8399999	Subtotal - Total Bonds					47,159,947		46,691,799	30,055,000	46,649,126		(237,234)						242,107	809,296		

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Sch. D, Pt. 2, Sn. 1, Preferred Stocks Owned

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book/Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Changes in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 Foreign			7 Rate Per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
Industrial and Miscellaneous (Unaffiliated)																	
17275R-10-2	CISCO SYSTEMS INC	1		200,000,000	4,046,000	20,230	4,046,000	4,005,027				40,973		40,973	L	12/15/2010	
92826C-83-9	VISA INC CL A	1		10,000,000	703,800	70,380	703,800	677,804				25,996		25,996	L	12/20/2010	
912318-10-2	UNITED STATES NATURAL GAS FUND LP	1		50,000,000	299,575	5,992	299,575	605,295				(204,425)		(204,425)	L	06/03/2010	
922908-74-4	VANGUARD VALUE ETF	1		73,391,958	3,913,993	53,330	3,913,993	4,010,121		62,619		419,213		419,213	L	10/01/2010	
464287-70-5	ISHARES S&P MIDCAP 400/VALUE	1		2,874,632	228,418	79,460	228,418	221,780		4,029		38,708		38,708	L	10/01/2010	
74347R-50-3	PROSHARES SHORT S&P500	1		100,000,000	4,384,000	43,840	4,384,000	5,543,372				(723,636)		(723,636)	L	10/04/2010	
74347R-37-0	PROSHARES SHORT MSCI EAFE	1		20,000,000	1,001,200	50,060	1,001,200	1,421,651				(108,710)		(108,710)	L	11/24/2010	
74347R-82-6	PROSHARES SHORT RUSSELL2000	1		20,000,000	643,600	32,180	643,600	1,031,103				(153,703)		(153,703)	L	11/18/2010	
74347R-88-3	PROSHARES ULTRASHORT S&P500	1		130,000,000	3,088,800	23,760	3,088,800	7,836,279				(1,467,700)		(1,467,700)	L	06/07/2010	
25459W-49-0	FINANCIAL BEAR 3X SHARES	1		10,000,000	94,500	9,450	94,500	297,019				(99,800)		(99,800)	L	06/03/2010	
25459W-85-4	DIREXIONSHARES LARGE CAP BEAR 3X	1		35,000,000	306,950	8,770	306,950	898,104				(291,830)		(291,830)	L	06/03/2010	
74347R-87-5	ULTRASHORT PROSHARES	1		60,000,000	697,950	11,633	697,950	829,660				(131,710)		(131,710)	L	11/11/2010	
74347R-83-4	ULTRASHORT RUSSELL 2000 PROSH	1		25,000,000	314,000	12,560	314,000	392,496				(78,496)		(78,496)	L	11/03/2010	
74347X-85-6	PROSHARES ULTRAPRO ETF SHORT S&P 500	1		80,000,000	1,552,800	19,410	1,552,800	2,252,008				(699,208)		(699,208)	L	09/22/2010	
06740C-52-7	BARCLAYS BANK IPATH ETN IPATH S&P 500 VI	1		17,500,000	658,175	37,610	658,175	1,035,109				(376,934)		(376,934)	L	10/15/2010	
74347R-86-7	PROSHS ULTRASHORT DOW30 PROSHARES TRUST	1		20,000,000	414,000	20,700	414,000	432,595				(18,595)		(18,595)	L	12/02/2010	
74347X-61-7	PROSH ULTRASHRT BSIC NEWBASIC MATERIALS	1		30,000,000	577,200	19,240	577,200	645,305				(68,105)		(68,105)	L	12/08/2010	
921928-10-7	VANGUARD MORGAN GROWTH FD-IV	1		12,458,868	224,633	18,030	224,633	208,724		1,190		34,204		34,204	L	12/29/2010	
9099999	- Industrial and Miscellaneous (Unaffiliated)				23,149,595		23,149,595	32,343,452		67,838		(3,863,757)		(3,863,757)			
Parent, Subsidiaries, and Affiliates																	
16664*-10-3	TheChestnut Group			18,449,000	28,684,771	1,405,698	25,933,717	30,499,872				(1,592,248)		(1,592,248)	J	10/01/2009	
9199999	- Parent, Subsidiaries, and Affiliates				28,684,771		25,933,717	30,499,872				(1,592,248)		(1,592,248)			
Mutual Funds																	
023375-40-5	AMCAP FUND F-1	1		99,099,608	1,858,118	18,750	1,858,118	1,860,348		8,429		219,031		219,031	U	06/22/2010	
197199-81-3	COLUMBIA ACORN INTL-Z	1		11,884,890	486,330	40,920	486,330	437,118		10,518		85,513		85,513	U	12/17/2010	
256206-10-3	DODGE & COX INTL STOCK FUND	1		27,940,122	997,742	35,710	997,742	1,070,858		13,639		117,930		117,930	U	12/23/2010	
269858-10-6	EAGLE SMALL CAP GROWTH FD-A	1		10,896,142	435,955	40,010	435,955	387,564				128,574		128,574	U	06/05/2008	
298706-40-9	AMERICAN EUROPACIFIC GRTH-F1	1		24,356,827	1,002,527	41,160	1,002,527	980,747		13,536		72,450		72,450	U	12/29/2010	
315807-48-7	FIDELITY ADV MID CAP II-I	1		16,609,744	300,969	18,120	300,969	240,647			823	60,322		60,322	U	07/09/2010	
315920-68-6	FIDELITY ADV DIVERS INTL-I	1		10,466,330	170,392	16,280	170,392	240,563		2,889		12,890		12,890	U	12/31/2010	
32008F-10-1	FIRST EAGLE OVERSEAS-A	1		15,042,284	358,758	23,850	358,758	345,587		7,815		65,074		65,074	U	12/20/2010	
863137-10-5	STRATTON SMALL CAP VALUE FD	1		9,253,246	459,146	49,620	459,146	525,003				85,593		85,593	U	06/05/2008	
921908-70-3	VANGUARD REIT INDEX FUND-INV	1		20,410,376	375,143	18,380	375,143	373,303		12,043		70,716		70,716	U	12/27/2010	
316071-60-4	FIDELITY ADVISOR NEWINSIGHTS FUND CLASS	1		40,108,524	807,786	20,140	807,786	683,200		2,200		124,585		124,585	U	12/13/2010	
47103C-24-1	PERKINS MID CAP VALUE FUND CLASS I	1		16,329,928	368,566	22,570	368,566	325,011		3,261		43,556		43,556	U	12/22/2010	
665162-40-0	NORTHERN SMALL CAP VALUE FUND	1		5,800,066	88,219	15,210	88,219	77,095		603		11,124		11,124	U	12/22/2010	
648018-40-6	NEW PERSPECTIVE FUND CLASS F-1	1		19,521,844	556,177	28,490	556,177	476,527		5,527		79,650		79,650	U	12/29/2010	
74441D-50-9	PRUDENTIAL SMALL-CAP CORE EQUITY, INC.	1		9,914,194	183,809	18,540	183,809	147,000				36,809		36,809	U	07/09/2010	
55272P-50-5	MFS MUNICIPAL LIMITED-MATURITY FUND CLAS	1		223,829,133	1,810,778	8,090	1,810,778	1,801,806		1,806		8,971		8,971	U	12/02/2010	
885215-45-9	THORNBURG LIMITED TERM MUNICIPAL FUND CL	1		70,241,406	994,618	14,160	994,618	1,000,931		931		(6,313)		(6,313)	U	12/02/2010	
922907-80-3	VANGUARD SHORT-TERM TAX-EXEMPT FUND ADMI	1		125,487,487	1,990,232	15,860	1,990,232	2,001,521		1,521		(11,289)		(11,289)	U	12/01/2010	
9299999	- Mutual Funds				13,245,264		13,245,264	12,974,829		85,541		1,205,187		1,205,187			
9799999	- Total Common Stocks				65,079,630		62,328,575	75,818,153		153,379		(4,250,818)		(4,250,818)			

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues ..... 18 , the total \$ value (included in Column 8) of all such issues \$ ..... 13,245,264 .

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book/Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Changes in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 Foreign			7 Rate Per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
9899999 - Total Preferred and Common Stocks .....					65,079,630	62,328,575	75,818,153	153,379	(4,250,818)	(4,250,818)							

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)								
64966H-5A-4	NEW YORK NY SER F	-	11/17/2010	64966B4A8 preredempted amount		110,000	110,000.00	
64966H-N5-5	NEW YORK NY SER F PREREFUNDED B4B6	-	11/16/2010	VARIOUS		200,000	200,000.00	
64966H-P3-8	NEW YORK NY UNREFUNDED BAL SER F B4B6	-	08/25/2010	64966B4B6 non-preredempted amount		205,000	205,000.00	
64966H-5N-6	NEW YORK NY UNREFUNDED BALANCE SER F	-	11/17/2010	64966B4A8 non-preredempted amount		120,000	120,000.00	
655867-LN-7	NORFOLK VA PRE-REFUNDED 655867BX6	-	10/26/2010	655867BX6 preredempted amount		125,000	125,000.00	
655867-LV-9	NORFOLK VA UNREFUNDED 655867BX6	-	10/26/2010	655867BX6 non-preredempted amount		75,000	75,000.00	
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)					835,000	835,000.00	
Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
658203-P9-9	NORTH CAROLINA MUN PWR AGY NO (DEF)	-	06/22/2010	transfer from 658203ZC1 bond defeasance		85,000	85,000.00	
658203-Q4-9	NORTH CAROLINA MUN PWR AGY NO (NON-DEF)	-	06/22/2010	transfer from 658203ZC1 bond remaining n		20,000	20,000.00	
3199999	Subtotal - Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					105,000	105,000.00	
Bonds - Industrial and Miscellaneous (Unaffiliated)								
464287-17-6	ISHARES BARCLAYS TIPS BOND E T F	-	11/03/2010	VARIOUS		12,285,950		
464287-43-2	ISHARES TR BARCLAYS BONDBARCLAYS 20+YEAR	-	12/01/2010	Charles Schwab		3,871,409		
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					16,157,359		
8399997	Subtotal - Bonds - Part 3					17,097,359	940,000.00	
8399998	Summary Item from Part 5 for Bonds					105,000	105,000.00	
8399999	Subtotal - Bonds					17,202,359	1,045,000.00	
Common Stocks - Industrial and Miscellaneous (Unaffiliated)								
06740C-52-7	BARCLAYS BANK IPATH ETN IPATH S&P 500 VI	-	10/15/2010	Charles Schwab	70,000.000	1,035,109		
17275R-10-2	CISCO SYSTEMS INC	-	12/15/2011	Charles Schwab	200,000.000	4,005,027		
464287-70-5	ISHARES S&P MIDCAP 400/VALUE	-	10/01/2010	Dividend Reinvestment	58,719	4,029		
74347X-61-7	PROSH ULTRASHRT BSIC NEWBASIC MATERIALS	-	12/08/2010	Charles Schwab	30,000.000	645,305		
74347R-86-7	PROSHS ULTRASHORT DOW30 PROSHARES TRUST	-	12/02/2010	Charles Schwab	20,000.000	432,595		
74347R-37-0	PROSHARES SHORT MSCI EAFE	-	11/24/2010	Charles Schwab	10,000.000	526,190		
74347R-82-6	PROSHARES SHORT RUSSELL2000	-	11/18/2010	Charles Schwab	10,000.000	354,103		
74347X-85-6	PROSHARES ULTRAPRO ETF SHORT S&P 500	-	09/22/2010	Charles Schwab	80,000.000	2,252,008		
74347R-87-5	PROSHARES ULTRASHORT QQQPROSHARES TRUST	-	11/11/2010	Charles Schwab	60,000.000	829,660		
74347R-50-3	SHORT S&P 500 PROSHARES	-	10/04/2010	Charles Schwab	80,000.000	4,056,436		
74347R-83-4	ULTRASHORT RUSSELL 2000 PROSH	-	11/03/2010	Charles Schwab	25,000.000	392,496		
921928-10-7	VANGUARD MORGAN GROWTH FD-IV	-	12/29/2010	Dividend Reinvestment	65,986	1,190		
922908-74-4	VANGUARD VALUE ETF	-	10/01/2010	VARIOUS	21,118,999	998,746		
92826C-83-9	VISA INC CL A	-	12/20/2010	Charles Schwab	10,000.000	677,804		
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					16,210,698		
Common Stocks - Mutual Funds								
023375-40-5	AMCAP FUND F-1	-	06/22/2010	Dividend Reinvestment	510,869	8,429		
298706-40-9	AMERICAN EUROPACIFIC GRTH-F1	-	12/29/2010	Dividend Reinvestment	332,160	13,536		
197199-81-3	COLUMBIA ACORN INTL-Z	-	12/17/2010	VARIOUS	7,468,697	249,518		
256206-10-3	DODGE & COX INTL STOCK FUND	-	12/23/2010	VARIOUS	8,138,805	249,140		
316071-60-4	FID ADVISOR NEW INSIGHTS FUND CLASS I	-	12/13/2010	VARIOUS	40,108,524	683,200		
315920-68-6	FIDELITY ADV DIVERS INTL-I	-	12/31/2010	Dividend Reinvestment	179,380	2,889		
315807-48-7	FIDELITY ADV MID CAP II-I	-	07/09/2010	Northwestern Mutual	16,609,744	240,647		
32008F-10-1	FIRST EAGLE OVERSEAS-A	-	12/20/2010	Dividend Reinvestment	352,192	7,815		
55272P-50-5	MFS MUNICIPAL LIMITED-MATURITY FUND CLAS	-	12/02/2010	VARIOUS	223,829,133	1,801,806		
(continues)								

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Common Stocks - Mutual Funds (continued)								
648018-40-6	NEW PERSPECTIVE FUND CLASS F-1	-	12/29/2010	VARIOUS	19,521.844	476,527		
665162-40-0	NORTHERN SMALL CAP VALUE FUND	-	12/22/2010	VARIOUS	5,800.067	77,095		
47103C-24-1	PERKINS MID CAP VALUE FUND CLASS I	-	12/22/2010	VARIOUS	16,329.928	325,011		
74441D-50-9	PRUDENTIAL SMALL CAP CORE EQ FUND CLASS	-	07/09/2010	Northwestern Mutual	9,914.194	147,000		
885215-45-9	THORNBURG LIMITED TERM MUNICIPAL FUND CL	-	12/02/2010	VARIOUS	70,241.406	1,000,931		
921908-70-3	VANGUARD REIT INDEX FUND-INV	-	12/27/2010	Dividend Reinvestment	707.946	12,043		
922907-80-3	VANGUARD SHORT-TERM TAX-EXEMPT FUND ADMI	-	12/01/2010	VARIOUS	125,487.487	2,001,521		
9299999	- Subtotal - Common Stocks - Mutual Funds					7,297,108		
9799997	- Subtotal - Common Stocks - Part 3					23,507,806		
9799998	- Summary Item from Part 5 for Common Stocks					106,930,260		
9799999	- Subtotal - Common Stocks					130,438,066		
9899999	- Subtotal - Preferred and Common Stocks					130,438,066		
9999999	- TOTALS					147,640,425		

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Forfeiture	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date
Bonds - U.S. Governments																				
3133X0-6Q-7	FEDERAL HOME LOAN BANK 4.125 08/13/2010		08/13/2010	MATURITY RECEIVED FROM ISSUER		1,975,000	1,975,000.00	1,958,805	1,973,380		1,620		1,620		1,975,000				81,017	08/13/2010
912828-KB-5	U S TREASURY NOTE 1.125 01/15/2012		01/13/2010	CREDIT SUISSE SECURITIES (USA)		4,010,313	4,000,000.00	3,988,684	3,992,186		147		147		3,992,333		17,980	17,980	22,378	01/15/2012
912828-KG-4	U S TREASURY NOTE 1.375 03/15/2012		01/11/2010	G. X. CLARKE & COMPANY		4,026,250	4,000,000.00	4,023,295	4,017,467		(260)		(260)		4,017,207		9,043	9,043	18,080	03/15/2012
912828-JW-1	U S TREASURY NOTE 1.500 12/31/2013		04/12/2010	FIRST TENNESSEE BANK, N.A.		3,921,250	4,000,000.00	3,964,466	3,971,135		2,006		2,006		3,973,140		(51,890)	(51,890)	17,072	12/31/2013
912828-JZ-4	U S TREASURY NOTE 1.750 01/13/2014		10/01/2010	BANC OF AMERICA SECURITIES		671,506	650,000.00	642,283	643,608		1,149		1,149		644,757		26,749	26,749	13,384	01/31/2014
912828-JL-5	U S TREASURY NOTE 2.000 09/30/2010		09/30/2010	MATURITY RECEIVED FROM ISSUER		1,500,000	1,500,000.00	1,511,372	1,504,429		(4,429)		(4,429)		1,500,000				30,000	09/30/2010
912828-HG-8	U S TREASURY NOTE 3.875 11/31/2012		10/13/2010	BANC OF AMERICA SECURITIES		1,072,266	1,000,000.00	1,094,691	1,071,866		(19,781)		(19,781)		1,052,085		20,181	20,181	36,960	10/31/2012
912828-DM-9	U S TREASURY NOTE 4.000 02/15/2015		10/01/2010	BANC OF AMERICA SECURITIES		3,373,828	3,000,000.00	3,299,075	3,257,172		(36,479)		(36,479)		3,220,693		153,136	153,136	136,304	02/15/2015
0399999 - Subtotal - Bonds - U.S. Governments						20,550,412	20,125,000.00	20,482,671	20,431,243		(56,029)		(56,029)		20,375,214		175,198	175,198	355,195	
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																				
64966B-4B-6	NEW YORK NY 4.800		08/25/2010	TRANSFER TO 64966HNN55 &HP38		405,000	405,000.00	400,930	402,614		2,386		2,386		405,000				19,440	01/15/2017
64966B-4A-8	NEW YORK NY SERIES F 4.75 01/15/2016		11/17/2010	TRANSFER TO CUSIPS 64966H5A4 &H5N6		230,000	230,000.00	228,896	229,412		81		81		229,493		507	507	10,925	01/15/2016
655867-BX-6	NORFOLK VA 5.000		10/26/2010	TRANSFER TO CUSIPS 655867LN7 &LV9		200,000	200,000.00	216,960	211,083		(1,328)		(1,328)		209,755		(9,755)	(9,755)	10,000	03/01/2016
2499999 - Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						835,000	835,000.00	846,786	843,109		1,139		1,139		844,248		(9,248)	(9,248)	40,365	
Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																				
658203-ZC-1	NORTH CAROLINA MUN PWR AGY NO		06/22/2010	SHARES EXCHANGED TO DEFEASED CUSIPS		105,000	105,000.00	117,124	106,736		(943)		(943)		105,793		(793)	(793)	5,775	01/01/2011
3199999 - Subtotal - Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						105,000	105,000.00	117,124	106,736		(943)		(943)		105,793		(793)	(793)	5,775	
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
066365-DC-8	BANKERS TRUST NY SUBORDINATED 7.250		04/12/2010	SOUTHWEST SECURITIES, INC.		744,128	704,000.00	843,885	738,199		(5,376)		(5,376)		732,823		11,305	11,305	25,520	10/15/2011
20825C-AM-6	CONOCO PHILLIPS 4.400		04/12/2010	SOUTHWEST SECURITIES, INC.		127,148	120,000.00	119,790	119,855		11		11		119,866		7,282	7,282	2,200	05/15/2013
302570-BA-3	FPL GROUP CAPITAL INC 5.350		04/12/2010	SOUTHWEST SECURITIES, INC.		539,090	500,000.00	501,394	501,000		(78)		(78)		500,922		38,168	38,168	8,917	06/15/2013
41283D-AA-1	HARLEY-DAVIDSON FUNDING 5.250		04/12/2010	KEYBANC CAPITAL MARKETS INC.		512,475	500,000.00	499,430	499,648		33		33		499,681		12,794	12,794	8,750	12/15/2012
59018Y-J3-6	MERRILL LYNCH & CO 6.050		04/12/2010	KEYBANC CAPITAL MARKETS INC.		1,071,040	1,000,000.00	1,024,770	1,014,290		(1,499)		(1,499)		1,012,791		58,249	58,249	40,333	08/15/2012
74432Q-BE-4	PRUDENTIAL FINANCIAL INC 5.150		04/12/2010	SOUTHWEST SECURITIES, INC.		1,058,920	1,000,000.00	1,001,883	1,001,227		(97)		(97)		1,001,130		57,790	57,790	27,896	01/15/2013
3899999 - Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						4,052,801	3,824,000.00	3,991,152	3,874,219		(7,006)		(7,006)		3,867,213		185,588	185,588	113,616	
8399997 - Subtotal - Bonds - Part 4						25,543,213	24,889,000.00	25,437,733	25,255,307		(62,839)		(62,839)		25,192,468		350,745	350,745	514,951	
8399998 - Summary Item from Part 5 for Bonds						105,000	105,000.00	105,000	105,000						105,000					
8399999 - Subtotal - Bonds						25,648,213	24,994,000.00	25,542,733	25,255,307		(62,839)		(62,839)		25,297,468		350,745	350,745	514,951	
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																				
25459W-85-4	DIREXIONSHARES LARGE CAP BEAR 3X		12/28/2010	VARIOUS		165,000.000	2,788,740	4,239,917	2,822,820		1,417,097		1,417,097		4,239,917		(1,451,177)	(1,451,177)		
25459W-49-0	FINANCIAL BEAR 3X SHARES		02/05/2010	BNY CONVERGEX		20,000.000	425,395	597,639	388,600		209,039		209,039		597,639		(172,244)	(172,244)		
464287-70-5	ISHARES S&P MIDCAP 400/VALUE		01/06/2010	PERSHING LLC		946,000	63,789	73,153	62,379		10,774		10,774		73,153		(9,364)	(9,364)		
74347R-50-3	PROSHARES SHORT S&P500		02/04/2010	MERRILL LYNCH		5,000.000	271,950	371,734	262,800		108,934		108,934		371,734		(99,784)	(99,784)		
74347R-88-3	PROSHARES ULTRASHORT S&P500		07/01/2010	CHARLES SCHWAB		18,000.000	686,058	1,031,289	630,900		400,389		400,389		1,031,289		(345,231)	(345,231)		
74347R-58-6	ULTRASHORT OIL & GAS PROSHARES		04/12/2010	SOUTHWEST SECURITIES, INC.		30,000.000	333,594	569,538	382,200		187,338		187,338		569,538		(235,944)	(235,944)		
912318-10-2	UNITED STATES NATURAL GAS FUND LP		06/15/2010	CHARLES SCHWAB		30,000.000	264,597	363,177	302,400		60,777		60,777		363,177		(98,580)	(98,580)		
921928-10-7	VANGUARD MORGAN GROWTH FD-IV		11/09/2010	NORTHWESTERN MUTUAL		126,877.000	2,142,458	2,124,309	1,937,418		186,890		186,890		2,124,309		18,149	18,149		
922908-74-4	VANGUARD VALUE ETF		01/06/2010	NORTHWESTERN MUTUAL		17,423.000	850,400	1,003,722	831,948		171,773		171,773		1,003,722		(153,322)	(153,322)		
9099999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						7,826,981		10,374,478	7,621,466		2,753,011		2,753,011		10,374,477		(2,547,496)	(2,547,496)		

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1 CUSIP Identifi- cation	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change In Book/Adjusted Carrying Value					16 Book/Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date																		
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amorti- zation) / Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B. /A. C. V. (11+12-13)	15 Total Foreign Exchange Change in B. /A. C. V.																								
Common Stocks - Mutual Funds																																						
023375-40-5	AMCAP FUND F-1		01/06/2010	NORTHWESTERN MUTUAL	32,863.000	553,083		617,297	543,553	73,744			73,744		617,297		(64,214)	(64,214)																				
298706-40-9	AMERICAN EUROPACIFIC GRTH-F1		11/09/2010	NORTHWESTERN MUTUAL	30,433.000	1,233,552		1,225,216	1,161,032	64,184			64,184		1,225,216		8,337	8,337																				
197199-81-3	COLUMBIA ACORN INTL-Z		01/06/2010	NORTHWESTERN MUTUAL	1,472.000	52,067		62,533	50,433	12,100			12,100		62,533		(10,466)	(10,466)																				
256206-10-3	DODGE & COX INTL STOCK FUND		01/06/2010	NORTHWESTERN MUTUAL	6,600.000	216,890		273,905	210,224	63,681			63,681		273,905		(57,015)	(57,015)																				
269858-10-6	EAGLE SMALL CAP GROWTH FD-A		01/06/2010	NORTHWESTERN MUTUAL	3,632.000	104,966		129,188	102,460	26,728			26,728		129,188		(24,222)	(24,222)																				
315920-68-6	FIDELITY ADV DIVERS INTL-I		01/06/2010	NORTHWESTERN MUTUAL	3,429.000	53,012		79,227	51,538	27,689			27,689		79,227		(26,215)	(26,215)																				
315807-48-7	FIDELITY ADV MID CAP II-I		11/09/2010	NORTHWESTERN MUTUAL	43,910.000	745,370		732,051	628,351	103,701			103,701		732,051		13,319	13,319																				
32008F-10-1	FIRST EAGLE OVERSEAS-A		01/06/2010	NORTHWESTERN MUTUAL	4,897.000	97,591		113,138	95,290	17,848			17,848		113,138		(15,547)	(15,547)																				
411511-39-7	HARBOR CMDTY REAL RETURN STRAT FUND INST		10/08/2010	NORTHWESTERN MUTUAL	107,861.000	839,699		682,361	767,971	(85,610)			(85,610)		682,361		157,338	157,338																				
863137-10-5	STRATTON SMALL CAP VALUE FD		01/06/2010	NORTHWESTERN MUTUAL	3,084.000	127,849		88,615	124,518	(35,903)			(35,903)		88,615		39,234	39,234																				
77956H-86-4	T ROWE PRICE EMERGING MKT ST		10/08/2010	NORTHWESTERN MUTUAL	19,547.000	655,841		561,580	588,161	(26,581)			(26,581)		561,580		94,262	94,262																				
921908-70-3	VANGUARD REIT INDEX FUND-INV		01/27/2010	NORTHWESTERN MUTUAL	32,837.000	474,632		602,106	487,307	114,799			114,799		602,106		(127,475)	(127,475)																				
9299999	Subtotal - Common Stocks - Mutual Funds					5,154,552		5,167,217	4,810,836	356,382			356,382		5,167,217		(12,665)	(12,665)																				
9799997	Subtotal - Common Stocks - Part 4						12,981,533	15,541,695	12,432,301	3,109,393			3,109,393		15,541,694		(2,560,160)	(2,560,160)																				
9799998	Summary Item from Part 5 for Common Stocks						109,236,975	106,930,260							106,930,260		2,306,714	2,306,714	224,698																			
9799999	Subtotal - Common Stocks						122,218,508	122,471,955	12,432,301	3,109,393			3,109,393		122,471,954		(253,446)	(253,446)	224,698																			
9899999	Subtotal - Preferred and Common Stocks						122,218,508	122,471,955	12,432,301	3,109,393			3,109,393		122,471,954		(253,446)	(253,446)	224,698																			
9999999	TOTALS						147,866,721	148,014,688	37,687,608	3,109,393	(62,839)		3,046,554		147,769,422		97,299	97,299	739,649																			

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12-16					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	Forfeiture	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																				
64966H-P3-8	NEW YORK NY UNREFUNDED BAL SER F B486		08/25/2010	JP MORGAN	11/16/2010	PREREFUNDED TRANSFER TO 64966HN55	105,000.000	105,000	105,000	105,000										
2499999	- Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																			
8399998	- Subtotal - Bonds																			
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																				
060505-10-4	BANK OF AMERICA CORP		11/29/2010	Charles Schwab	12/02/2010	CHARLES SCHWAB	180,000.000	2,041,681	2,094,272	2,041,681							52,591	52,591		1,000
17275R-10-2	CISCO SYSTEMS INC		08/12/2010	Charles Schwab	08/17/2010	CHARLES SCHWAB	20,000.000	430,386	444,997	430,386							14,612	14,612		
25459W-88-8	DIREXION SHS EXCH TRD FDDAILY ENERGY		06/29/2010	Charles Schwab	07/13/2010	CHARLES SCHWAB	40,000.000	998,684	1,108,890	998,684							110,206	110,206		
30231G-10-2	EXXON MOBIL CORP		04/12/2010	DEMATTEO MONNESS LLC	11/09/2010	VARIOUS	170,000.000	11,531,434	11,722,281	11,531,434							190,847	190,847		208,600
315807-48-7	FIDELITY ADV MID CAP IH		02/08/2010	VARIOUS	11/09/2010	NORTHWESTERN MUTUAL	889,000	12,177	15,779	12,177							3,602	3,602		
345370-86-0	FORD MOTOR COMPANY		05/19/2010	Charles Schwab	05/19/2010	CHARLES SCHWAB	50,000.000	560,509	571,434	560,509							10,925	10,925		
37045V-10-0	GENERAL MOTORS CO		12/17/2010	Charles Schwab	12/20/2011	CHARLES SCHWAB	30,000.000	998,275	1,017,283	998,275							19,007	19,007		
428236-10-3	HEWLETT-PACKARD COMPANY		08/25/2010	Charles Schwab	09/23/2010	CHARLES SCHWAB	80,000.000	3,200,366	3,240,582	3,200,366							40,216	40,216		6,400
464287-30-9	ISHARES S&P 500 GROWTH S&P 500 GROWT		11/29/2010	Charles Schwab	12/01/2010	CHARLES SCHWAB	30,000.000	1,872,983	1,906,062	1,872,983							33,078	33,078		
464287-40-8	ISHARES S&P 500 VALUE S&P 500 VALUE		11/23/2010	Charles Schwab	11/24/2010	CHARLES SCHWAB	25,000.000	1,387,502	1,399,874	1,387,502							12,372	12,372		
478160-10-4	JOHNSON & JOHNSON		06/09/2010	Charles Schwab	06/10/2010	CHARLES SCHWAB	30,000.000	1,742,628	1,770,592	1,742,628							27,964	27,964		
46625H-10-0	JPMORGAN CHASE & CO		10/27/2010	Charles Schwab	11/01/2010	CHARLES SCHWAB	30,000.000	1,122,214	1,134,878	1,122,214							12,663	12,663		
58933Y-10-5	MERCK & CO INC NEW		11/12/2010	Charles Schwab	11/18/2010	CHARLES SCHWAB	30,000.000	1,038,436	1,046,685	1,038,436							8,249	8,249		
594918-10-4	MICROSOFT CORP		06/14/2010	Charles Schwab	06/15/2010	CHARLES SCHWAB	40,000.000	1,029,598	1,052,795	1,029,598							23,198	23,198		
717081-10-3	PFIZER INCORPORATED		07/23/2010	Charles Schwab	08/03/2010	CHARLES SCHWAB	250,000.000	3,696,976	3,926,265	3,696,976							229,288	229,288		
73935A-10-4	POWERSHS QQQ TRUST SER 1		05/20/2010	Charles Schwab	05/20/2010	CHARLES SCHWAB	30,000.000	1,343,397	1,352,059	1,343,397							8,662	8,662		
742718-10-9	PROCTER & GAMBLE		06/14/2010	Charles Schwab	06/15/2010	CHARLES SCHWAB	30,000.000	1,842,900	1,854,587	1,842,900							11,687	11,687		
74347R-50-3	PROSHARES SHORT S&P500		07/13/2010	VARIOUS	08/24/2010	VARIOUS	610,000.000	31,708,673	32,481,929	31,708,673							773,256	773,256		
74347R-10-7	PROSHARES ULTRA S&P 500		05/20/2010	Charles Schwab	05/20/2010	CHARLES SCHWAB	30,000.000	1,066,192	1,082,387	1,066,192							16,194	16,194		
74347X-67-4	PROSHARES ULTRAPRO ETF 3X SHORT DOW		10/27/2010	Charles Schwab	11/29/2010	CHARLES SCHWAB	20,000.000	992,074	1,002,405	992,074							10,332	10,332		
74347X-86-4	PROSHARES ULTRAPRO ETF S&P 500		08/11/2010	Charles Schwab	08/17/2010	CHARLES SCHWAB	4,000.000	534,314	544,285	534,314							9,971	9,971		
74347X-85-6	PROSHARES ULTRAPRO ETF SHORT S&P 500		08/18/2010	Charles Schwab	08/19/2010	CHARLES SCHWAB	77,000.000	2,445,664	2,565,437	2,445,664							119,773	119,773		
74347W-88-2	PROSHS ULTRASHORT EUO		11/19/2010	Charles Schwab	11/23/2010	CHARLES SCHWAB	135,000.000	2,692,468	2,778,155	2,692,468							85,687	85,687		
74347R-29-7	PROSHS ULTRASHORT LEHMAN 20+		11/03/2010	VARIOUS	10/27/2010	VARIOUS	280,000.000	9,930,605	9,991,793	9,930,605							61,188	61,188		
747525-10-3	QUALCOMM INC		03/01/2010	DEMATTEO MONNESS LLC	03/02/2010	DEMATTEO MONNESS LLC	80,000.000	2,881,448	3,065,561	2,881,448							184,113	184,113		
760975-10-2	RESEARCH IN MOTION LTD F		08/31/2010	Charles Schwab	09/03/2010	CHARLES SCHWAB	10,000.000	433,194	447,495	433,194							14,302	14,302		
74347R-60-2	SHORT QQQ PROSHARES		01/13/2010	DEMATTEO MONNESS LLC	02/04/2010	BNY CONVERGEX	30,000.000	1,292,385	1,384,722	1,292,385							92,337	92,337		
78463V-10-7	SPDR GOLD TRUST - SPDR GOLD SHARES		05/20/2010	Charles Schwab	05/24/2010	CHARLES SCHWAB	10,000.000	1,158,697	1,167,776	1,158,697							9,079	9,079		
78464A-79-7	SPDR KBW BANK ETF		12/03/2010	Charles Schwab	12/07/2010	CHARLES SCHWAB	30,000.000	703,718	724,874	703,718							21,157	21,157		
H8817H-10-0	TRANSOCEAN LTD		06/08/2010	VARIOUS	09/13/2010	CHARLES SCHWAB	40,000.000	2,409,101	2,391,951	2,409,101							(17,150)	(17,150)		
74347R-87-5	ULTRASHORT PROSHARES		02/18/2010	BNY CONVERGEX	05/06/2010	BNY CONVERGEX	50,000.000	987,000	893,645	987,000							(93,355)	(93,355)		
74347R-83-4	ULTRASHORT RUSSELL 2000 PROSH		06/17/2010	VARIOUS	06/22/2010	VARIOUS	220,000.000	4,560,919	4,562,567	4,560,919							1,648	1,648		
91232N-10-8	UNITED STATES OIL FUND		05/20/2010	Charles Schwab	05/27/2010	CHARLES SCHWAB	20,000.000	644,334	671,780	644,334							27,446	27,446		
92343V-10-4	VERIZON COMMUNICATIONS		07/06/2010	Charles Schwab	07/13/2010	CHARLES SCHWAB	180,000.000	4,865,561	4,887,941	4,865,561							22,379	22,379		
931142-10-3	WAL-MART STORES INC		06/08/2010	Charles Schwab	06/09/2010	CHARLES SCHWAB	40,000.000	2,028,800	2,051,188	2,028,800							22,388	22,388		
9099999	- Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)																			
Common Stocks - Mutual Funds																				
411511-39-7	HARBOR CDMTY REAL RETURN STRAT FUND I		10/01/2010	VARIOUS	10/08/2010	NORTHWESTERN MUTUAL	69,267.000	468,708	547,211	468,708							78,503	78,503		8,698
665162-40-0	NORTHERN SMALL CAP VALUE FUND		04/09/2010	Northwestern Mutual	11/09/2010	NORTHWESTERN MUTUAL	6,998.000	82,509	100,000	82,509							17,491	17,491		
77956H-86-4	T ROWE PRICE EMERGING MKT ST		07/09/2010	Northwestern Mutual	10/08/2010	NORTHWESTERN MUTUAL	6,828.000	193,750	234,558	193,750							40,808	40,808		
9299999	- Subtotal - Common Stocks - Mutual Funds																			

LIST

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1 CUSIP Identifi- cation	2 Description	3 F o r e i g n	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/Adjusted Carrying Value at Disposal						17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization) / Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B. / A. C. V. (12+13-14)	16 Total Foreign Exchange Change in B. / A. C. V.					
9799998 - Subtotal - Common Stocks								106,930,260	109,236,975	106,930,260							2,306,714	2,306,714	224,698	
9899999 - Subtotal - Preferred and Common Stocks								106,930,260	109,236,975	106,930,260							2,306,714	2,306,714	224,698	
9999999 - TOTALS								107,035,260	109,341,975	107,035,260							2,306,714	2,306,714	224,698	

**SCHEDULE D - PART 6 - SECTION 1**

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book/Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
Common Stocks - Non-Insurer Which Controls Insurer									
16664*-10-3	The Chestnut Group			Z	Yes	11,396,955	28,684,771	18,449,000	100.000
1599999	Subtotal - Common Stocks - Non-Insurer Which Controls Insurer					11,396,955	28,684,771		
1899999	Subtotal - Common Stocks					11,396,955	28,684,771		
1999999	TOTALS					11,396,955	28,684,771		

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 86,459,000
2. Total amount of intangible assets nonadmitted \$ 2,751,054

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identification	2 Name of Lower-tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
16664*-10-3	Allegheny Casualty Company	The Chestnut Group		1,500,000.000	100.000
0299999	Subtotal - Common Stocks				

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE International Fidelity Insurance Company

**SCHEDULE DA - PART 1**

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book/Adjusted Carrying Value	Change In Book/Adjusted Carrying Value				13 Par Value	14 Actual Cost	Interest						21 Paid for Accrued Interest
		3 Code	4 Foreign					9 Unrealized Valuation Increase/ (Decrease)	10 Current Year's (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Total Foreign Exchange Change in B./A.C.V.			15 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	16 Non-Admitted Due and Accrued	17 Rate of	18 Effective Rate of	19 When Paid	20 Amount Received During Year	
Class One Money Market Mutual Funds																				
31846V-62-5	FIRST AMERICAN PRIME OBILG FD CL Z			12/31/2010	US BANK	12/31/2011	1,544,986					1,544,986	1,544,986	106		0.080	0.080	MON	2,747	
8999999	- Subtotal - Class One Money Market Mutual Funds						1,544,986						1,544,986	106					2,747	
9199999	- TOTAL Short-Term Investments						1,544,986						1,544,986	106					2,747	

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Schedule DB, Part A, Section 1

**NONE**

Financial or Economic Impact of the Hedge

**NONE**

**Page E19**

Schedule DB, Part A, Section 2

**NONE**

Financial or Economic Impact of the Hedge

**NONE**

**Page E20**

Schedule DB, Part B, Section 1

**NONE**

Broker Name

**NONE**

Financial or Economic Impact of the Hedge

**NONE**

**Page E21**

Schedule DB, Part B, Section 2

**NONE**

Broker Name

**NONE**

Financial or Economic Impact of the Hedge

**NONE**

**Page E22**

Schedule DB, Part D

**NONE**

**Page E23**

Schedule DL, Part 1, Securities Lending Collateral Assets

**NONE**

Schedule DL, Part 1, General Interrogatory

**NONE**

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Schedule DL, Part 2, Securities Lending Collateral Assets

**NONE**

Schedule DL, Part 2, General Interrogatory

**NONE**

**SCHEDULE E - PART 1 - CASH**

1		2	3	4	5	6	7
Depository		Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
Name	Location and Supplemental Information						
Open Depositories							
Wachovia Bank N.A. (General Account)	Newark, NJ					1,350,028	
Int'l Bank of Commerce	Tulsa, OK	SD		9,734	68	325,000	
1.25 PCT 06/24/2012, 1.25 PCT 06/24/2012							
Discover Bank	New Castle, DE		2.710	70,904	2,559	2,000,000	
Amegy Bank (CD's)	Houston, TX	SD	Various	8,159	294	900,000	
0.995 PCT 06/03/11, 0.100 PCT 06/23/12							
0.549 PCT 09/25/11, 1.342 PCT 05/10/11							
1.342 PCT 05/18/11, 0.100 PCT 12/03/11							
0.100 PCT 12/16/11, 0.995 PCT 01/06/11							
0.995 PCT 01/21/11, 0.995 PCT 03/15/11							
0.995 PCT 04/26/11, 0.598 PCT 08/17/11							
0.598 PCT 08/23/11, 0.549 PCT 10/17/11							
0.100 PCT 12/15/11							
Hudson City (CD)	Newark, NJ		2.340	47,197	3,898	2,000,000	
U.S. BANK M/M FUND	Winston-Salem, NC	SD		1		310,718	
Charles Schwab & Co. Inc.	Millburn, NJ		0.010	226		1,470,614	
Wells Fargo M/M 5	Charlotte, NC		0.170	1,614		102,614	
Wells Fargo M/M 5 Tax Free	Charlotte, NC		0.170	2,025		1,118,400	
Sovereign Bank M/M	Newark, NJ		1.000	62,323		5,439,932	
Hudson City M/M 8	Newark, NJ		1.341	48,057		1,780,049	
Collateral Cash & Sec Held in Escrow						70,520,685	
Bank of America (SC)	Charlotte, NC	SD				255,000	
TD Bank (NJ)	Cherry Hill, NJ	SD				1,613,583	
TD Bank Ultra Plus M/M			0.780	1,467		551,246	
Comerica Bank (CD's)	Sugarland, TX	SD	Various	61,182	1,144	6,105,000	
0.75 PCT 12/31/11, 0.65 PCT 02/01/11							
0.65 PCT 03/05/11, 0.65 PCT 05/01/11							
0.75 PCT 01/01/11, 0.75 PCT 01/15/11							
0.65 PCT 02/28/11, 0.65 PCT 07/28/11							
0.45 PCT 10/17/11, 0.45 PCT 12/05/11							
0.75 PCT 12/31/10, 0.65 PCT 03/11/11							
0.65 PCT 03/01/11, 0.65 PCT 05/02/11							
0.65 PCT 03/31/11, 2.97 PCT 05/31/11							
0.65 PCT 08/15/11, 0.45 PCT 11/07/11							
0.65 PCT 07/16/11, 0.65 PCT 09/29/11							
0.45 PCT 11/07/11, 0.65 PCT 02/05/11							
0.65 PCT 02/16/11, 0.65 PCT 02/08/11							
0.85 PCT 12/19/11, 0.45 PCT 11/22/11							
0.65 PCT 08/13/11, 0.65 PCT 08/14/11							
0.65 PCT 08/04/11, 0.75 PCT 12/30/10							
0.45 PCT 11/21/11, 0.45 PCT 11/28/11							
0.45 PCT 11/27/11, 1.00 PCT 09/17/11							
0.65 PCT 08/27/11, 0.65 PCT 09/12/11							
0.45 PCT 11/06/11, 0.65 PCT 08/22/11							
1.99 PCT 02/23/12, 0.45 PCT 12/29/11							
2.28 PCT 04/17/11, 2.28 PCT 04/25/11							
0.65 PCT 06/21/11, 0.45 PCT 12/16/11							
3.21 PCT 03/28/11, 2.97 PCT 02/22/11							
0.65 PCT 02/16/11, 0.75 PCT 01/21/11							
0.45 PCT 12/14/11, 0.75 PCT 01/17/11							
0.65 PCT 04/22/11, 0.75 PCT 01/15/11							
0.65 PCT 03/04/11, 0.65 PCT 08/05/11							
0.65 PCT 05/03/11, 0.45 PCT 12/10/11							
0.65 PCT 05/01/11, 0.65 PCT 05/06/11							
0.65 PCT 03/31/11, 0.75 PCT 01/20/11							
0199998 - Deposits in	61 depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories			26,549	7,779	1,783,879	
0199999 - TOTAL - Open Depositories				339,436	15,742	97,626,746	
0399999 - TOTAL Cash on Deposit				339,436	15,742	97,626,746	
0499999 - Cash in Company's Office						1,300	
0599999 - TOTAL Cash				339,436	15,742	97,628,046	

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	103,240,390	4. April	103,752,645	7. July	95,652,962	10. October	99,166,950
2. February	99,896,676	5. May	97,730,083	8. August	104,171,838	11. November	102,166,963
3. March	102,238,162	6. June	97,978,295	9. September	103,746,100	12. December	97,682,046

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Schedule E, Part 2, Cash Equivalents

**NONE**

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR	ST FIDELITY, SURETY			170,000	170,000
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE	C FIDELITY, SURETY			10,000	10,000
9. District of Columbia	DC					
10. Florida	FL	B FIDELITY, SURETY			600,000	636,433
11. Georgia	GA	B FIDELITY, SURETY			35,000	37,014
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN	ST BAIL BONDS			75,000	75,000
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA	C FIDELITY, SURETY, BAIL			80,000	80,000
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA	B FIDELITY, SURETY			58,826	64,174
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO	C BAIL BONDS			10,000	10,000
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH	B BAIL BONDS			804,466	850,008
31. New Jersey	NJ	ST FIDELITY, SURETY	1,613,583	1,613,583		
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC	O FIDELITY, SURETY, BAIL			1,333,011	1,377,846
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK	O BAIL BONDS			2,657,372	2,723,836
38. Oregon	OR	B FIDELITY, SURETY			261,726	265,086
39. Pennsylvania	PA	C BAIL BONDS			25,000	25,000
40. Rhode Island	RI					
41. South Carolina	SC	ST FIDELITY, SURETY			255,000	255,000
42. South Dakota	SD					
43. Tennessee	TN	C BAIL BONDS			175,189	175,189
44. Texas	TX	C BAIL BONDS			7,885,000	7,885,000
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA	B FIDELITY, SURETY			200,000	226,441
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. U. S. Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Alien and Other	OT	XXX XXX			6,048,618	6,115,781
59. Total			1,613,583	1,613,583	20,684,208	20,981,808
<b>DETAILS OF WRITE-INS</b>						
5801. Sovereign	B	PLEGGED ILOC			6,048,618	6,115,781
5802.						
5803.						
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	XXX				
5899. Total (Line 5801 through Line 5803 plus Line 5898) (Line 58 above)	XXX	XXX			6,048,618	6,115,781

# Property and Casualty

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