

**INTERNATIONAL FIDELITY INSURANCE COMPANY**  
 ONE NEWARK CENTER, 20<sup>TH</sup> FLOOR, NEWARK, NEW JERSEY 07102-5207

STATEMENT OF ASSETS, LIABILITIES, SURPLUS AND OTHER FUNDS

AT DECEMBER 31, 2009

ASSETS

Bonds (Amortized Value) . . . . .	\$55,044,308
Common Stocks (Market Value) . . . . .	52,514,550
Mortgage Loans on Real Estate . . . . .	183,000
Cash & Bank Deposits . . . . .	100,651,263
Short Term Investments . . . . .	33,926
Other Invested Assets . . . . .	4,000,000
Unpaid Premiums & Assumed Balances . . . . .	5,820,812
Reinsurance Recoverable from Reinsurers . . . . .	385,409
Electronic Data Processing Equipment . . . . .	227,201
Investment Income Due and Accrued . . . . .	479,074
Current Federal & Foreign Income Tax Recoverable & Interest Thereon . . . . .	1,331,490
Net Deferred Tax Assets . . . . .	5,100,000
Other Assets . . . . .	<u>2,151,913</u>
<b>TOTAL ASSETS . . . . .</b>	<b><u>\$227,922,945</u></b>

LIABILITIES, SURPLUS & OTHER FUNDS

Losses (Reported Losses Net as to Reinsurance Ceded and Incurred But Not Reported Losses) . . . . .	\$19,061,512
Loss Adjustment Expenses . . . . .	4,934,305
Contingent Commissions & Other Similar Charges . . . . .	3,494,103
Other Expenses (Excluding Taxes, Licenses and Fees) . . . . .	3,790,080
Taxes, Licenses & Fees (Excluding Federal Income Tax) . . . . .	864,178
Unearned Premiums . . . . .	30,125,567
Dividends Declared & Unpaid: Policyholders . . . . .	484,708
Ceded Reinsurance Premiums Payable . . . . .	2,340,573
Funds Held by Company under Reinsurance Treaties . . . . .	1,031
Amounts Withheld by Company for Account of Others . . . . .	73,268,661
Provisions for Reinsurance . . . . .	4,173
Other Liabilities . . . . .	<u>3,816</u>
<b>TOTAL LIABILITIES . . . . .</b>	<b><u>\$138,372,707</u></b>
Common Capital Stock . . . . .	\$1,500,000
Gross Paid-in & Contributed Surplus . . . . .	374,600
Surplus Note . . . . .	16,000,000
Unassigned Funds (Surplus) . . . . .	<u>71,675,639</u>
Surplus as Regards Policyholders . . . . .	<u>\$89,550,239</u>
<b>TOTAL LIABILITIES, SURPLUS &amp; OTHER FUNDS . . . . .</b>	<b><u>\$227,922,946</u></b>

I, Francis L. Mitterhoff, President of INTERNATIONAL FIDELITY INSURANCE COMPANY, certify that the foregoing is a fair statement of Assets, Liabilities, Surplus and Other Funds of this Company, at the close of business, December 31, 2009, as reflected by its books and records and as reported in its statement on file with the Insurance Department of the State of New Jersey.



IN TESTIMONY WHEREOF, I have set my hand and affixed the seal of the Company, this 24<sup>th</sup> day of February, 2010.

INTERNATIONAL FIDELITY INSURANCE COMPANY