

INTERNATIONAL FIDELITY INSURANCE COMPANY
 ONE NEWARK CENTER, 20TH FLOOR, NEWARK, NEW JERSEY 07102-5207

STATEMENT OF ASSETS, LIABILITIES, SURPLUS AND OTHER FUNDS

AT DECEMBER 31, 2010

ASSETS

Bonds (Amortized Value)	\$46,649,126
Common Stocks (Market Value)	62,328,576
Mortgage Loans on Real Estate	2,167,950
Cash & Bank Deposits	97,628,047
Short Term Investments	1,544,986
Other Invested Assets	435,828
Unpaid Premiums & Assumed Balances	7,067,426
Reinsurance Recoverable from Reinsurers	2,981,958
Electronic Data Processing Equipment	338,089
Investment Income Due and Accrued	263,824
Current Federal & Foreign Income Tax Recoverable & Interest Thereon	589,361
Net Deferred Tax Assets	4,800,000
Receivables from Parent, Subsidiaries and Affiliates	912,570
Other Assets	<u>2,287,918</u>
 TOTAL ASSETS	 <u>\$229,995,658</u>

LIABILITIES, SURPLUS & OTHER FUNDS

Losses (Reported Losses Net as to Reinsurance Ceded and Incurred But Not Reported Losses)	\$16,522,284
Loss Adjustment Expenses	4,990,366
Contingent Commissions & Other Similar Charges	5,064,116
Other Expenses (Excluding Taxes, Licenses and Fees)	3,142,789
Taxes, Licenses & Fees (Excluding Federal Income Tax)	284,768
Unearned Premiums	30,565,137
Dividends Declared & Unpaid: Policyholders	500,000
Ceded Reinsurance Premiums Payable	2,529,630
Funds Held by Company under Reinsurance Treaties	1,031
Amounts Withheld by Company for Account of Others	71,612,437
Provisions for Reinsurance	2,104
Payable to Parent, Subsidiaries and Affiliates	73,243
Other Liabilities	<u>6,721</u>
TOTAL LIABILITIES	<u>\$135,294,626</u>
 Common Capital Stock	 \$1,500,000
Gross Paid-in & Contributed Surplus	374,600
Surplus Note	16,000,000
Unassigned Funds (Surplus)	77,831,432
Less: Treasury Stock at cost (22,333 shares common) (value incl. \$45.)	<u>1,005,000</u>
 Surplus as Regards Policyholders	 <u>\$94,701,032</u>
TOTAL LIABILITIES, SURPLUS & OTHER FUNDS	<u>\$229,995,658</u>

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, 2010, 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 24th day of February, 2011.
 INTERNATIONAL FIDELITY INSURANCE COMPANY