

INVESTORS TITLE CO
Form 10-Q
August 09, 2011
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934

For the quarterly period ended June 30, 2011

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934

For the transition period from _____ to _____

Commission File Number: 0-11774

INVESTORS TITLE COMPANY
(Exact name of registrant as specified in its charter)

North Carolina
(State of incorporation)

56-1110199
(I.R.S. Employer Identification No.)

121 North Columbia Street, Chapel Hill, North Carolina 27514
(Address of principal executive offices) (Zip Code)

(919) 968-2200
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (Section 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting
company
(do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of July 19, 2011, there were 2,127,735 common shares of the registrant outstanding.

INVESTORS TITLE COMPANY
AND SUBSIDIARIES

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Item 1. Financial Statements

Investors Title Company and Subsidiaries
Consolidated Balance Sheets
As of June 30, 2011 and December 31, 2010
(Unaudited)

	June 30, 2011	December 31, 2010
Assets:		
Investments in securities:		
Fixed maturities, available-for-sale, at fair value (amortized cost: 2011: \$79,192,609; 2010: \$81,784,262)	\$ 84,442,518	\$ 86,033,557
Equity securities, available-for-sale, at fair value (cost: 2011: \$10,214,982; 2010: \$9,458,773)	15,268,038	13,872,370
Short-term investments	22,212,440	27,203,550
Other investments	2,995,116	2,888,958
Total investments	124,918,112	129,998,435
Cash and cash equivalents	12,652,920	8,117,031
Premiums and fees receivable, less allowance for doubtful accounts of \$1,302,000 and \$1,421,000 for 2011 and 2010, respectively	5,490,826	7,253,786
Accrued interest and dividends	1,114,632	1,150,602
Prepaid expenses and other assets	4,910,571	2,816,661
Property, net	3,574,593	3,672,317
Current income taxes recoverable	730,356	-
Deferred income taxes, net	-	476,534
Total Assets	\$ 153,392,010	\$ 153,485,366
Liabilities and Stockholders' Equity		
Liabilities:		
Reserves for claims	\$ 37,605,000	\$ 38,198,700
Accounts payable and accrued liabilities	12,414,679	10,301,495
Current income taxes payable	-	1,056,356
Deferred income taxes, net	994,169	-
Total liabilities	51,013,848	49,556,551
Commitments and Contingencies		
Stockholders' Equity:		
Class A Junior Participating preferred stock (shares authorized 100,000; no shares issued)	-	-
Common stock - no par value (shares authorized 10,000,000;		

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2,127,735 and 2,282,596 shares issued and
 outstanding as of June 30, 2011 and
 December 31, 2010, respectively, excluding
 291,676 shares for 2011 and 2010
 of common stock held by the Company's
 subsidiary)

	1	1
Retained earnings	95,599,613	98,240,109
Accumulated other comprehensive income	6,778,548	5,688,705
Total stockholders' equity	102,378,162	103,928,815
Total Liabilities and Stockholders' Equity	\$ 153,392,010	\$ 153,485,366

See notes to Consolidated Financial Statements.

Investors Title Company and Subsidiaries
 Consolidated Statements of Income
 For the Three and Six Months Ended June 30, 2011 and 2010
 (Unaudited)

	Three Months Ended		Six Months Ended	
	June 30 2011	2010	June 30 2011	2010
Revenues:				
Net premiums written	\$21,451,022	\$13,638,950	\$39,316,610	\$25,425,252
Investment income - interest and dividends	878,818	915,852	1,778,190	1,822,474