

MEMORANDUM IN SUPPORT

This motion is brought by the Liquidator requesting that this Court approve the Companies' Statements of Receipts and Disbursements of the Liquidator for the period of January 1, 2008 through June 30, 2008 (the "Statements"). These Statements are described and set forth in the attached Exhibits A and B.

By Orders of this Court entered on December 12, 2000 and January 5, 2001, the Ohio Superintendent of Insurance was appointed Liquidator of Credit General Insurance Company and Credit General Indemnity Company, respectively, and was empowered, authorized and directed to liquidate all of the property and assets of the Companies in accordance with the laws of Ohio and under the continuing jurisdiction of this Court. As part of the liquidation and pursuant to the Orders of Liquidation and Ohio Revised Code Chapter 3903, the Liquidator undertakes to collect all debts and moneys due to the Companies, and makes payment of necessary expenses. The Liquidation Order and O.R.C. 3903.21(A)(4) provides, in pertinent part, that the Liquidator may:

Pay reasonable compensation to persons appointed and defray from the funds or assets of the insurer all expenses of taking possession of, conserving, conducting, liquidating, disposing of or otherwise dealing with the business and property of the insurer.

Section 3903.42(A) of the Ohio Revised Code provides that the expenses of administration be given first priority in the distribution of assets.

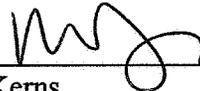
The Liquidator is also required by R.C. 3903.18(E) to periodically account to the Court, throughout the pendency of the Companies' liquidation proceedings, to be submitted in the form attached hereto as Exhibits A and B. Such accountings may assist the Court in monitoring the progress and status of the liquidation, and in particular, the receipts and disbursements in the Companies' proceedings.

WHEREFORE, for the reasons outlined above, the Liquidator respectfully requests the Court to approve the Companies' Statements of Receipts and Disbursements of the Liquidator for the periods of January 1, 2008 through June 30, 2008, as set forth in the attached Exhibits A and B.

Respectfully submitted,

NANCY H. ROGERS
Attorney General State of Ohio

By Outside Counsel:
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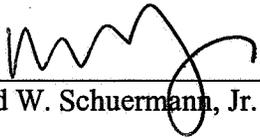
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CERTIFICATE OF SERVICE

I hereby certify that a true and accurate copy of the foregoing Motion and Accompanying Memorandum was served via first class ordinary U.S. Mail, postage prepaid, this 23rd day of September, 2008, upon all parties on the attached Service List:



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EXHIBIT A
Credit General Indemnity Company
January 1, 2008 through June 30, 2008

CREDIT GENERAL INDEMNITY COMPANY, IN LIQUIDATION
LIQUIDATION DATE: DECEMBER 12, 2000
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
CUMULATIVE FROM DECEMBER 12, 2000 THROUGH JUNE 30, 2008

	Current Period 1/1/2008 TO 6/30/2008	Year To Date 1/1/2008 TO 6/30/2008	CUMULATIVE FROM 12/12/2000
Beginning Cash & Invested Assets (Note 1)	6,360,059.62	6,360,059.62	2,815,389.97
Receipts:			
Interest Income (Note 2)	74,721.90	74,721.90	1,813,218.25
Premiums Collected (Note 3)	243,438.04	243,438.04	1,541,745.10
Recovery of IRS Tax Refunds	0.00	0.00	451,321.41
Recovery of Statutory Deposits	0.00	0.00	673,253.01
Recovery of Unearned Commissions	0.00	0.00	1,271.85
Salvage & Subrogation	0.00	0.00	188,254.34
Reimbursement of Paid Claims	0.00	0.00	422,352.00
Premium & Losses Direct	0.00	0.00	972.34
Recovery of Tax Premium Refunds	0.00	0.00	10,373.00
Other Income	0.00	0.00	1,915.92
Total Receipts	318,159.94	318,159.94	5,104,677.22
Disbursements:			
Compensation:			
Salaries (Note 4)	58,699.37	58,699.37	713,657.64
Employee Benefits (Note 5)	6,895.18	6,895.18	76,152.53
Payroll and Other Taxes (Note 6)	4,552.73	4,552.73	53,537.58
Professional Fees:			
Tax Preparation and Audit Fees (Note 7)	7,880.56	7,880.56	23,351.00
Consulting Fees and Other Outside Contracts (Note 8)	11,049.97	11,049.97	315,293.66
Legal Fees (Note 9)	136.40	136.40	9,752.67
Other Expenses of Administration of Company and its Property:			
Office Supplies (Note 10)	343.29	343.29	4,264.77
Rent and Rent Items (Note 11)	11,155.88	11,155.88	89,914.68
Equipment Expense (Note 12)	106.19	106.19	3,047.32
Travel and Travel Items (Note 13)	301.37	301.37	5,824.13
Postage, Freight and Telephone (Note 14)	654.15	654.15	12,534.74
Data Processing (Note 15)	2,558.65	2,558.65	28,434.05
Investment Expense (Note 16)	75.00	75.00	6,652.99
Moving and Relocation Expense (Note 17)	3,791.41	3,791.41	3,791.41
Other Expenses (Note 18)	6,998.12	6,998.12	116,879.09
All Other Disbursements			
Additional Cost of Replacement of Special Deposit	0.00	0.00	3,376.39
Net Cost of Replacement Statutory Deposit	0.00	0.00	699,290.64
Total Disbursements	115,198.27	115,198.27	2,165,755.29
Net Recovery of Statutory Deposits (Various Securities)	0.00	0.00	566,632.06
Reclass of NCB Held CA Replacement Ancillary Security to Bonds	0.00	0.00	250,615.61
Security Amortization for the Period	0.00	0.00	(8,538.28)
Ending Cash & Invested Assets (Note 1)	6,563,021.29	6,563,021.29	6,563,021.29

See Schedule A for Analysis of Increase in Cash and Invested Assets (Unencumbered)

CREDIT GENERAL INDEMNITY COMPANY, IN LIQUIDATION
LIQUIDATION DATE: DECEMBER 12, 2000
ANALYSIS OF INCREASE IN CASH AND INVESTED ASSETS (UNENCUMBERED)
FOR THE PERIOD JANUARY 1, 2007 THROUGH JUNE 30, 2008

SCHEDULE A

Beginning Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 01/01/08	9,140,117.08
Increase in Cash and Invested Assets (Unencumbered)	202,961.67
Decrease in Non Cash Assets (Encumbered)	<u>(10.87)</u>
Ending Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 06/30/08	<u>9,343,067.88</u>

CREDIT GENERAL INDEMNITY COMPANY, IN LIQUIDATION
LIQUIDATION DATE: DECEMBER 12, 2000
NOTES TO STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE PERIOD JANUARY 1, 2007 THROUGH JUNE 30, 2008

Note 1	<u>Cash and Invested Assets</u>	Ending Balance 12/31/2007	Ending Balance 6/30/2008
Unencumbered Cash & Invested Assets			
	Cash	5,059.62	30,021.29
	Repurchase Agreements	6,355,000.00	6,533,000.00
	Bonds at Amortized Value	0.00	0.00
	Total Unencumbered Cash & Invested Assets	6,360,059.62	6,563,021.29
Encumbered Non Cash Assets			
	Statutory Deposits (C)	2,780,057.46	2,780,046.59
	Total Encumbered Non Cash Assets	2,780,057.46	2,780,046.59
	Total Cash and Invested Assets and Non Cash Assets	9,140,117.08	9,343,067.88

These assets are held by various state insurance departments as statutory deposits for the benefit of creditors in their states. It is uncertain whether all or any portion of such assets will be returned to the Liquidator.

State	Cusip # - Description	Where Deposited	Interest Rate	PAR Value	Amortized Value	
CA	CD	Bank of America		25,000.00	25,046.59	
TX	CD	Wells Fargo Bank		-	-	NOTE B
TX	CD	Wells Fargo Bank		-	-	NOTE B
CA	31359-MDT-7	Citibank	5.7500	250,000.00	250,000.00	NOTE A
CA	912827-7E-6	Citibank	2.7500	450,000.00	450,000.00	NOTE A
CA	912828-AB-6	Citibank	3.3750	200,000.00	200,000.00	NOTE A
CA	912828-AD-2	Citibank	3.2500	100,000.00	100,000.00	NOTE A
CA	912828-AK-6	Citibank	2.1250	175,000.00	175,000.00	NOTE A
CA	912828-AL-4	Citibank	1.8750	280,000.00	280,000.00	NOTE A
CA	912828-AR-1	Citibank	1.7500	300,000.00	300,000.00	NOTE A
CA	912828-AV-2	Citibank	1.5000	100,000.00	100,000.00	NOTE A
CA	345397-NJ-8	Citibank	6.2500	100,000.00	100,000.00	NOTE A
CA	254687-AM-8	Citibank	6.7500	100,000.00	100,000.00	NOTE A
CA	590188-HQ-4	Citibank	7.0000	100,000.00	100,000.00	NOTE A
CA	617446-AZ-2	Citibank	6.8750	100,000.00	100,000.00	NOTE A
CA	976826-BA-4	Citibank	7.0000	100,000.00	100,000.00	NOTE A
CA	459200-AQ-4	Citibank	6.4500	100,000.00	100,000.00	NOTE A
CA	616880-BM-1	Citibank	6.7000	100,000.00	100,000.00	NOTE A
CA	031162-AB-6	Citibank	6.5000	100,000.00	100,000.00	NOTE A
CA	06422K-AA-0	Citibank	6.2500	100,000.00	100,000.00	NOTE A
	Ending Balance As of June 30, 2008			2,780,000.00	2,780,046.59	

NOTE A: Matured securities, Citibank holding cash proceeds.

NOTE B: Texas Certificates of Deposit proceeds sent to liquidation office in March and April 2006.

Note 2	<u>Interest Income</u>	
	Interest on Repurchase Agreements	71,335.58
	Interest on Bonds Ancillary Rec.	3,386.32
		74,721.90
Note 3	<u>Premiums Collected</u>	
	Premiums Collected	22,748.75
	CGIN Portion of RSI Premium Settlement Payment recvd. 1/30/08	220,689.29
		243,438.04
Note 4	<u>Salaries</u>	
	Chief Deputy Liquidator	3,783.86
	Deputy Liquidators	6,047.95
	Employee Salaries	48,867.56
		58,699.37
Note 5	<u>Employee Benefits</u>	
	Salaries 401K Employer Contribution	1,090.43
	Employee, A&H, Dental, Vision Insurance	5,766.82
	Employee Relations Other	37.93
		6,895.18
Note 6	<u>Payroll & Other Taxes</u>	
	Workers Compensation Insurance	235.50
	State Unemployment Tax	256.90
	Federal Unemployment Tax	137.56
	FICA	3,922.77
		4,552.73
Note 7	<u>Tax Preparation and Audit Fees</u>	
	Schneider Downs & Co., Inc.	7,880.56
		7,880.56

CREDIT GENERAL INDEMNITY COMPANY, IN LIQUIDATION
LIQUIDATION DATE: DECEMBER 12, 2000
NOTES TO STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE PERIOD JANUARY 1, 2007 THROUGH JUNE 30, 2008

Note 8	<u>Consulting Fees and Other Outside Contracts</u>	
	Automatic Data Processing (ADP)	168.02
	Teksystems - IT Consultants	965.01
	LS Consulting - Accounting Consultants	7,008.60
	Digital Controls - IT Consultant	341.78
	Madison Consulting Group - Actuarial Consultant	2,509.23
	Kim Burnside - POC Admin. Consultant	41.31
	KB Resolutions - Reinsurance Consultant	16.02
		<u>11,049.97</u>
Note 9	<u>Legal Fees & Expenses</u>	
	<u>Special Counsel</u>	
	Kegler Brown Ritter	135.76
	Kegler Brown Ritter - Expense Items	0.64
		<u>136.40</u>
	Total Legal Fees & Expenses	<u>136.40</u>
Note 10	<u>Office Supply Expense</u>	
	Liquidation Office - Office Supplies	343.29
		<u>343.29</u>
Note 11	<u>Rent & Rent Items</u>	
	Rent on Leased Properties	7,484.00
	Utilities - Gas/Electric	2,065.93
	Janitorial Service	330.05
	Furniture Fixture Equipment Rent	1,275.90
		<u>11,155.88</u>
Note 12	<u>Equipment Expense (Includes Furniture and Fixtures Expense)</u>	
	ADT Security Systems - Includes Key Card Purchases/Reimb	23.29
	Gordon Flesch Co Inc - Copier/Fax Maintenance	82.90
		<u>106.19</u>
Note 13	<u>Travel & Travel Items</u>	
	Travel-Accom. Transportation	259.71
	Travel Expenses and Meals	41.66
		<u>301.37</u>
Note 14	<u>Postage, Freight and Telephone</u>	
	Office Postage	199.75
	Express & Freight	98.69
	Office Telephone and Fax	271.80
	Internet	83.91
		<u>654.15</u>
Note 15	<u>Data Processing</u>	
	Computer Maintenance	1,236.55
	Computer Supplies	155.43
	Computer Software Lease	1,166.67
		<u>2,558.65</u>
Note 16	<u>Investment Expense</u>	
	Investment Expense	75.00
		<u>75.00</u>
Note 17	<u>Moving and Relocation Expense</u>	
	Liquidation Office Travel Expense	14.62
	Liquidation Office Miscellaneous Expense	0.70
	Contract Printing - Scioto Business Forms	17.75
	Republic Waste - Dumpster Rental	58.45
	Micromen - IT Consultants - Network Labor for warehouse to Lazarus Building	7.93
	Columbus Downtown Development Corp - Construction Building Redevelopm	178.12
	Advance Technology Integration - Relocation Phone System	168.30
	Critical Power Service Inc. - Relocation of Backup Power System	76.58
	Pan-L-Tek - Relocation of Policy files to Warehouse	2.31
	Commercial Works Inc. - Moving Specialist	3,266.65
		<u>3,791.41</u>
Note 18	<u>Other Expenses</u>	
	Advertising & Publications	15.61
	Training & Seminars	115.04
	Employment Fees	42.32
	Insurance - Building Liability	441.05
	Furniture & Equipment - Non Capitalized Purchases	7.91
	Registration and Fees	105.14
	Contract Printing	10.31
	Books & Periodicals	106.49
	Moving Expense	11.16
	Temporary Help	279.35
	Misc. Expenses	18.65
	Dana and Pariser Co. LPA - Collection Agency Fees	5,845.09
		<u>6,998.12</u>

EXHIBIT B
Credit General Insurance Company
January 1, 2008 through June 30, 2008

Credit General Insurance Company, In Liquidation
Liquidation Date: January 5, 2001
Notes to Statement of Cash Receipts and Disbursements
Cumulative From 1/5/01 to 06/30/08

Unencumbered Cash & Invested Assets

Note 1 Cash and Invested Assets

Unencumbered Cash & Invested Assets

	Ending Balance 12/31/2007	Ending Balance 6/30/2008
Cash	90,690.71	77,048.46
Repurchase Agreements	39,526,000.00	44,702,000.00
Bonds at Amortized Value	369,044.29	0.00
Talcoff Notch-Other Structured Securities	1.06	1.06
Common Stock	120.00	120.00
Short Term Investments	9,902.62	10,042.05
Total Unencumbered Cash & Invested Assets	39,995,758.68	44,789,211.57
Encumbered Cash Assets	1,597,336.72	1,619,682.07
Total Cash & Invested Assets (Note 1)	41,593,095.40	46,408,893.64
Encumbered Non Cash Assets:		
Statutory Deposits(A)	7,200,101.57	7,206,730.43
Total Cash and Invested Assets and Non Cash Assets	48,793,196.97	53,615,624.07

Note A These assets are held by various state insurance departments as statutory deposits for the benefit of creditors in their states. It is uncertain whether all or any portion of such assets will be returned to the Liquidator.

State	Cusip # Description	Where Deposited	PAR Value (12/31/07)
ID	CDA0010973(Formerly CDA007508/8571)	Wells Fargo	289,760.97
ID	CDA009496	Wells Fargo	3,845.08
GA	Money Market - Matured Proceeds	Wachovia Bank, N.A.	41,414.56
GA	912827S86-Matured Proceeds	Wachovia Bank, N.A.	60,000.00
GA	912828BE9-Matured Proceeds	Wachovia Bank, N.A.	40,000.00
MA	912828BU3-Matured Proceeds (not replaced as of 06/30/07)	State Street Bank	340,000.00
MA	912828CF5-Matured Proceeds (not replaced as of 06/30/07)	State Street Bank	100,000.00
MA	912828DN7-Matured Proceeds (not replaced as of 06/30/07)	State Street Bank	750,000.00
AR	912828CE8- Various Matured Proceeds Put Into 1 Security	Bank of America	510,000.00
DOL	912828HF0 (Formerly 912828EH9)	Federal Reserve Bank	820,000.00
DOL	912828HF0 (Formerly 912828EH9)	Federal Reserve Bank	200,000.00
MA	912828EF3 (Formerly 957526AA4)	State Street Bank	500,000.00
MA	912828EP1 (Formerly 912828BL3)	State Street Bank	420,000.00
LA	912828BT6 (Formerly 912828EP1)	Hibernia Trust	70,000.00
MA	575827ELO	State Street Bank	755,000.00
ME	560551CA9	Key Trust Co./ McDonalds Invest.	200,000.00
CA	CD - Matured Proceeds	Bank of America	40,000.00
CA	CD - Matured Proceeds	Bank of America	25,000.00
FL	341422JT1 - Matured Proceeds	First Union Nat'l. Bank	115,000.00
FL	912827W65 - Matured Proceeds	First Union Nat'l. Bank	110,000.00
NC	Money Market - Matured Proceeds	Wachovia Bank, N.A.	655,356.59
AZ	912827V66 - Matured Proceeds	BNY Western Trust Co.	110,000.00
AZ	9128272G6 - Matured Proceeds	BNY Western Trust Co.	50,000.00
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	65,000.00
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	200,000.00
VA	921827V66 - Matured Proceeds	Sun Trust	210,000.00
VA	912827L83- Matured Proceeds	SunTrust	25,000.00
OR	9128272G6 - Matured Proceeds	US National Bank	-
NM	912827L83 - Matured Proceeds	The Bank of Santa Fe Trust	70,000.00
OK	679087AG1 - Matured Proceeds	Bank One	305,000.00
DE	Money Market - Matured Proceeds	Mellon Bank	119,724.37
SC	912827L83- Matured Proceeds	Wachovia Bank, N.A.	-
NV	912828CD0 (Formerly 912828AL4)	National City Bank	-
SC	912828AB6 - Matured Proceeds	Wachovia Bank, N.A.	-
MI	912827V66 - Matured Proceeds	Bank One, Michigan	-
			7,200,101.57

Note B The various named Ancillaries kept the matured proceeds and have not reinvested them to our knowledge. They will stay in the account at their matured values until otherwise notified by the corresponding Ancillary office.

Note C The Michigan P & C Guaranty Association submitted a final accounting of the \$500,000 security deposit. On 6/13/05, \$348,948.54 was returned to the OH Liquidator. The remaining funds were used by MI to reimburse IGA Paid Losses, LAE and Administrative costs.

The South Carolina P & C Insurance Guaranty Association submitted a final accounting for the \$250,000 ancillary security deposit that was being held. The entire sum was used by SC to reimburse Ancillary and IGA Paid Losses, LAE and Administrative costs.

The Oregon P & C Insurance Guaranty Association submitted a final accounting for the \$330,000 ancillary security deposit that was being held. The entire sum was used by OR to reimburse Ancillary and IGA Paid Losses, LAE and Administrative costs.

Note D The matured proceeds of the Nevada deposit were released to the liquidator and the funds are currently being invested in short term repurchase agreements. The Nevada IGA had previously requested the release of these funds to the IGA and the liquidator is in current discussions with the Nevada IGA regarding the status of these funds.

Note 2 Interest Income

Interest on Bonds	5,550.00
Interest Paid on Bonds	(87.09)
Accrued Discount on Bonds	955.71
Interest on Repurchase Agreements	454,154.10
Interest on Bonds Held as Statutory Deposit	71,277.48
Int-Other Invested Assets	139.43
	531,989.63

Note 3 Premiums Collected

Receipt of Uncollected Premium	176,439.77
Cananwill Inc - Settlement Recovery	187,103.01

Credit General Insurance Company, In Liquidation
Liquidation Date: January 5, 2001
Notes to Statement of Cash Receipts and Disbursements
Cumulative From 1/5/01 to 06/30/08

NUCORP - Settlement Recovery	172,250.00
*RSI - Settlement Recovery	475,000.00 *
US Nursing Corp - Premium Recovery	135,584.00
	<u>1,146,376.78</u>

Loss recovery allocated between CGIC \$254,310.80 and CGIND \$220,689.20.

Note 4	<u>Reinsurance Recoveries</u>	
	Hurst Holmes Ins Co./ISG LOC #250517 Drawdown	21,698.08
	Campmed Casually - US Bank Trust a/c# 7028290628 proceeds	1,449,869.61
	AXA Re - Commutation Payment	90,000.00
	Federal Ins. Co./D&H Europe LTD - Commutation Agreement	822,500.00
	Heffemen-Sinser - US Bank Trust a/c # 3504-8110 proceeds	1,016,417.97
	Medical Reinsurance Co. - QBE/Sydney Re	48,421.80
	Medical Reinsurance Co. - Signet Re	415,552.38
	Medical Reinsurance Co. - PMA Re: Trean Corp	48,019.88
	Federal Ins. Co./Reliastar	81,003.94
	USA Reinsurance - Manulife Commutation	1,597,000.00
		<u>5,590,483.66</u>
Note 5	<u>Salvage & Subrogation</u>	
	FACE Construction Service - Bond # 154111	5,182.50
	Salvage & Subrogation	35,029.47
		<u>40,211.97</u>
Note 6	<u>Reimbursement of Paid Claims</u>	
	Ramseyer & Kuhlman Bond Claim# 30323	5,170.14
		<u>5,170.14</u>
Note 7	<u>Recovery from Directors and Officers</u>	
	Greg Fazekash	56,000.00
	Ronald Pipoly	10,000.00
	Lewis Battaglia	5,000.00
		<u>71,000.00</u>
Note 8	<u>Proceeds from the Closure of BCEBAT Ins Co. - Prepaid Operating Expenses</u>	
	BCEBAT Ins Company - Hold Back Expenses - Rent on Leased Properties	5,307.69
	BCEBAT Ins Company - Hold Back Expenses - Audit Fees	5,400.00
	BCEBAT Ins Company - Hold Back Expenses - Consulting Fees	425.54
		<u>11,133.23</u>
Note 9	<u>Recovery of Unearned Commissions</u>	
	PMC Insurance Group	125,000.00
		<u>125,000.00</u>
Note 10	<u>Recoveries Under High Deductible Policies</u>	
	Odyssey Resource Management	275,000.00
		<u>275,000.00</u>
11	<u>Other Income</u>	
	Production of Document Income	720.20
	Intercompany Income-Equipment Income	8,901.44
	Intercompany Reimbursement of Expenses from Prior Period	1,431.32
	Miscellaneous Income	1.00
		<u>11,053.96</u>
Note 12	<u>Salaries</u>	
	Chief Deputy Liquidator Salary (includes \$182.74 in OGIC Closing Exp) *	32,828.51 *
	Deputy Liquidator Salaries (Includes \$1,119.22 in OGIC closing Exp)*	88,217.30 *
	Employee Salaries	596,565.17
		<u>717,610.98</u>
	*Includes \$1,301.96 salary other expenses incurred on behalf of Ohio General Ins Co (OGIC) In 12/07, OGIC remitted \$7,625.38 to Credit General to cover pre-paid operating expenses	
Note 13	<u>Employee Benefits</u>	
	Salaries 401K Employer Contribution	14,483.86
	Employee Insurance Benefits	53,134.63
	Employee Relations Other	689.32
		<u>68,307.81</u>

Credit General Insurance Company, In Liquidation
Liquidation Date: January 5, 2001
Notes to Statement of Cash Receipts and Disbursements
Cumulative From 1/5/01 to 06/30/08

Note 14	Payroll & Other Taxes	
	Workers Compensation Insurance	1,898.28
	State Unemployment Tax	2,168.44
	Federal Unemployment Tax	1,144.64
	FICA Tax	49,133.79
		<u>54,345.15</u>
Note 15	Legal Fees	
	Special Counsel	
	Dinsmore & Shohl LLP	185,311.00
	Kegler Brown Hill & Ritter	166,179.27
	Porter Wright Morris & Arthur	4,062.50
	Tribler Orpelt & Meyer PC	78,253.50
	Subtotal Special Counsel Legal Fees	<u>433,806.27</u>
	Legal Expenses	
	Dinsmore & Shohl LLP	11,452.66
	Kegler Brown Hill & Ritter	5,993.92
	Porter Wright Morris & Arthur	64.99
	Tribler Orpelt & Meyer PC	4,279.22
	Subtotal Special Counsel Legal Expenses	<u>21,790.79</u>
	Total Legal Fees and Expenses	<u>455,597.06</u>
Note 16	Consulting Fees and Other Outside Contracts	
	1099 Connection - 1099 Preparation	48.90
	ADP - Payroll Processing	1,453.04
	Digital Controls - IT Consultants	3,128.53
	Dinsmore & Shohl LLP - Monthly Extranet Services	9,932.00
	Glenn Comett - Claims Consultant	23,567.50
	Jamie Mason - Accounting Consultant	32,058.43
	Kathleen McCain - Legal Consultant	187,847.51
	KB Resolutions - Reinsurance Consultant	23,837.65
	Kegler Brown Hill & Ritter - Various Third-Party Legal Consultants - Agents Litigations	8,810.73
	Kim Burnside - POC Admin. Consultant	523.75
	Kinsale Brokers Limited - Reinsurance Consultants	17,500.00
	LS Consulting LLC - Accounting Consultants	308,585.40
	Madison Consulting Group - Actuarial Consultants	99,255.06
	Mound Cotton Wollan & Greengrass (Production of documents for J. Hancock Litigation)	6,653.39
	Paragon Reinsurance Risk - Reinsurance Consultant	198,853.66
	Pluschau Consultants - Accounting Consultants	32,859.45
	Litigation consulting	15,525.00
	Thomas P Clarke - Claims Consultant	58,327.36
	Thomas R Brewer - Claims Consultant	202.50
	Teksystems - IT Consultants	9,025.85
		<u>1,037,995.71</u>
Note 17	Accounting Fees	
	Schneider Downs & Co., Inc.	8,130.56
		<u>8,130.56</u>
Note 18	Rent & Rent Items	
	Rent on Leased Properties	87,034.57
	Utilities - Gas/Electric	24,025.69
	Janitorial Service	6,788.66
	Furniture Fixture & Equipment Rent	7,005.59
		<u>124,854.51</u>
Note 19	Equipment Expense-(Includes Furniture and Fixtures Expense)	
	ABCO Fire Protection - Fire Extinguisher Maintenance	32.25
	ADT Security Services (Includes keycard activity)	187.78
	Custom Air	340.06
	Gordon Flesch Co Inc - Copier Maintenance	3,085.87
		<u>3,645.96</u>
Note 20	Travel & Travel Items	
	Liquidation Employees - Travel & Accommodation	6,706.64
	Liquidation Employees - Meals	758.41
		<u>7,465.05</u>
Note 21	Postage, Freight, Internet, and Telephone	
	Postage	2,929.96
	Express & Freight	1,538.77
	Telephone and Fax	6,484.58
	Internet	1,238.44
		<u>12,191.75</u>

Credit General Insurance Company, In Liquidation
Liquidation Date: January 5, 2001
Notes to Statement of Cash Receipts and Disbursements
Cumulative From 1/5/01 to 06/30/08

Note 22	Office Supply Expense Office Expense	7,675.95 <u>7,675.95</u>
Note 23	Data Processing Computer Maintenance Computer Supplies Computer Software Lease	10,866.41 1,339.21 10,480.57 <u>22,686.19</u>
Note 24	Investment Expense Various Custodial Fees	477.50 <u>477.50</u>
Note 25	Transfer of CGIN Portion of Premium Settlement Recovery CGIN Portion of RSI Recovery - Transferred 1/30/08 Transfer of Repo Interest earned on funds held prior to transfer to CGIN	220,689.29 322.46 <u>221,011.75</u>
Note 26	Transfer of funds to CGIC Cash Collateral FACE Construction Service - Bond # 154111 - Proceeds transferred to Cash Collateral Transfer of Repo Interest earned on funds held prior to transfer to Collateral Account	5,182.50 1.96 <u>5,184.46</u>
Note 27	Moving and Relocation Expense Furn Fix & Equip. Cost - Cable Solutions Purchase/Installation of Wiring Furn Fix & Equip. Cost - National Office - Steelcase Workstations Furn Fix & Equip. Cost - Simplex Grinnell - Security System Liquidation Office Travel Expense Liquidation Office Miscellaneous Expense Contract Printing - Scioto Business Forms Republic Waste - Dumpster Rental Micromen - IT Consultants - Network Labor for warehouse to Lazarus Building Columbus Downtown Development Corp - Construction Building Redevelopment Advance Technology Integration - Relocation Phone System Critical Power Service Inc. - Relocation of Backup Power System Pan-L-Tek - Relocation of Policy files to Warehouse Commercial Works Inc. - Moving Specialist	30,569.02 51,398.53 22,799.54 253.59 6.42 224.44 1,525.45 74.25 1,666.00 1,574.10 716.27 838.50 30,517.76 <u>142,163.87</u>
Note 28	Other Expenses Computer Hardware - Printer Hardware/Software Purchase Intercompany A/R due to CGIC Collection Agency Fees - Premiums and Unearned Commissions Training & Seminars Advertising/Publication Insurance - Building Liability Registration and Dues Furniture & Equipment - Non Capitalized Purchases Books & Periodicals Contract Printing Collection & Bank Charges Moving Expense - Pan-L-Tek Employment Fees Temporary Help Copying Project - Merrill Communications Copying Project - Key Evidence Miscellaneous Expenses	13,328.70 232.97 52,652.68 1,022.63 145.97 4,093.47 847.55 823.22 1,060.97 218.03 40.00 228.34 395.84 31,576.77 8,591.16 981.07 95.35 <u>116,334.72</u>
All Other Disbursements		
Note 29	Net Proceeds/Purchases in Ancillary Security Deposits Net Change in Replacement Cost of Matured AR Ancillary Security	8,287.50 <u>8,287.50</u>
Note 30	Encumbered Cash Accounts (Cumulative) Cash Collateral: Reliance Insurance Collateral Account - Subrogation Recoveries Reliance Insurance Collateral Account - Bonds Issued Unified Staffing & Associates LOC Drawdown Distribution Services LOC Drawdown F.A.C.E Associates Inc. - Unused Bond Funds received 6/2/08 Total in Cash Collateral Account	17,712.04 16,348.89 29,399.47 16,786.54 5,188.09 <u>85,435.03</u>
	TTC Cash Collateral Oregon Special Deposits Proceeds	1,226,677.34 307,569.70
		<u><u>1,619,682.07</u></u>

**CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
ANALYSIS OF INCREASE IN CASH AND INVESTED ASSETS (UNENCUMBERED)
FOR THE PERIOD JULY 1, 2007 THROUGH JUNE 30, 2008**

SCHEDULE A

Beginning Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 01/01/08	48,793,196.97
Net Increase in Cash and Invested Assets (Unencumbered)	4,793,452.89
Net Increase in Cash and Invested Assets (Encumbered)	22,345.35
Net decrease in Non Cash Assets (Encumbered)	<u>6,628.86</u>
Ending Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 06/30/08	<u>53,615,624.07</u>