

MEMORANDUM IN SUPPORT

This motion is brought by the Liquidator requesting that this Court approve CGIC's Statement of Receipts and Disbursements of the Liquidator for the period of January 1, 2009 through June 30, 2009 (the "Statements"). The Statement is described and set forth in the attached Exhibit A.

By Order of this Court entered January 5, 2001, the Ohio Superintendent of Insurance was appointed Liquidator of Credit General Insurance Company and was empowered, authorized and directed to liquidate all of the property and assets of CGIC in accordance with the laws of Ohio and under the continuing jurisdiction of this Court. As part of the liquidation and pursuant to the Order of Liquidation and Ohio Revised Code Chapter 3903, the Liquidator undertakes to collect all debts and moneys due to CGIC, 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 CGIC's liquidation proceedings, to be submitted in the form attached hereto as Exhibit A. Such accounting may assist the Court in monitoring the progress and status of the liquidation, and in particular, the receipts and disbursements in the CGIC proceeding.

WHEREFORE, for the reasons outlined above, the Liquidator respectfully requests the Court to approve CGIC's Statement of Receipts and Disbursements of the Liquidator for the periods of January 1, 2009 through June 30, 2009, as set forth in the attached Exhibit A.

Respectfully submitted,

RICHARD CORDRAY
Attorney General of Ohio

By Outside Counsel:
KEGLER, BROWN, HILL & RITTER, CO. L.P.A.

By:  _____

R. Kevin Kerns (0021781)
Richard W. Schuermann, Jr. (0032546)
65 E. State Street, Suite 1800
Columbus, Ohio 43215
Telephone: (614) 462-5400
Facsimile: (614) 464-2634
kkerns@keglerbrown.com
rschuermann@keglerbrown.com

*Attorneys for Mary Jo Hudson, in her capacity as Liquidator of
Credit General Insurance Company and Credit General
Indemnity Company*

CERTIFICATE OF SERVICE

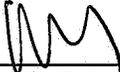
I hereby certify that a true and accurate copy of the foregoing Motion and Accompanying Memorandum was served via first class ordinary U.S. Mail, postage prepaid, this 24th day of July, 2009, upon the following:

Lynn Berg
Anchor Claims Management
P.O. Box 819045
Dallas, TX 75381-9045

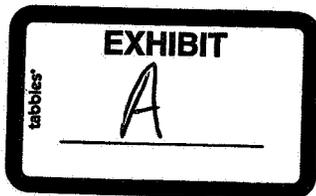
Sean C. Logan, Esq.
Annapolis Consulting Group LLC
2530 Riva Road, Suite 308
Annapolis, MD 21402
PRS Trustee

Wayne D. Wilson
Director
CA Insurance Guarantee Assn.
700 N. Brand Blvd.
Glendale, CA 91203

Drexel B. Harris
Associate General Counsel
Reliance Insurance Company
75 Broad Street - 10th Floor
New York, NY 10004



Richard W. Schuermann, Jr. (0032546)



CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
CUMULATIVE FROM JANUARY 5, 2001 TO JUNE 30, 2009

	Current Period 1/1/2009 TO 6/30/2009	Year to Date TO 6/30/2009	Cumulative From 1/5/2001
Beginning Cash & Invested Assets (Note 1)	49,442,242.52	49,442,242.52	18,679,219.65
Receipts:			
Interest Income (Note 2)	151,083.96	151,083.96	8,320,947.88
Premiums Collected (Note 3)	383,616.99	383,616.99	21,163,090.79
Recovery of Statutory Deposit	0.00	0.00	709,975.37
Production of Document Income	0.00	0.00	350.25
Reinsurance Recoveries (Note 4)	457,370.97	457,370.97	30,259,898.99
Salvage & Subrogation (Note 5)	103,815.20	103,815.20	4,252,447.86
Reimbursement of Paid Claims	0.00	0.00	1,288,517.96
Recovery from TPA'S	0.00	0.00	2,972,510.92
Recovery of IRS Tax Refunds	0.00	0.00	10,565,562.46
Recovery of Workers' Comp Deposits	0.00	0.00	85,582.77
Recovery of Cash Value of Surrendered Life Insurance Policies	0.00	0.00	1,039,301.92
Refund of General Operating Expenses	0.00	0.00	21,172.73
Refund of Payroll Taxes	0.00	0.00	1,798.90
Refund of Insurance Department Licenses & Fees	0.00	0.00	1,968.84
Uncashed and Voided Checks	0.00	0.00	216,231.90
Return of Bond Collateral	0.00	0.00	323.25
Recovery from Prudential Securities Inc.	0.00	0.00	185,906.28
Proceeds from Sale of ISO Stock	0.00	0.00	776,173.60
Insurance Recovery-Theft of Computers/Equipment	0.00	0.00	1,972.33
Recoveries from Settlement Agreements	0.00	0.00	8,743,725.80
Proceeds from the Sale of Assets (Note 6)	222.32	222.32	118,513.45
Refund of Premium Taxes & Assessments	0.00	0.00	234,452.73
Proceeds from Closed Accounts (Note 7)	14,710.50	14,710.50	287,036.11
Recovery from Directors and Officers	0.00	0.00	5,698,266.31
Proceeds from Closure of BCEBAT Ins. Co. - Prepaid Operating Expenses	0.00	0.00	11,133.23
Proceeds from Closure of PPC Ins. Co. - Prepaid Operating Expenses	0.00	0.00	76,255.04
Proceeds from Closure of ADIC Ins. Co. - Prepaid Operating Expenses	0.00	0.00	112,611.11
Proceeds from Closure of Colonial Ins. Co. - Prepaid Operating Expenses	0.00	0.00	26,891.90
Proceeds from Closure of Ohio General Ins. Co. - Prepaid Operating Expenses	0.00	0.00	38,192.35
Transfer of Funds from CGIC\PRS Trust to CGIC Operating Account	0.00	0.00	375,577.20
Recovery from LOC Drawdowns	0.00	0.00	2,195,789.89
Recovery of Preference Payments	0.00	0.00	2,509,427.57
Recovery of Unearned Commissions	0.00	0.00	1,163,013.29
Recoveries Under High Deductible Policies (Note 8)	1,376,593.58	1,376,593.58	1,936,665.62
Transfer of Funds from CGIC\Cash Collateral to CGIC Operating	0.00	0.00	17,417.22
Other Income (Note 9)	16,933.75	16,933.75	170,915.10
Total Receipts	2,504,347.27	2,504,347.27	105,578,618.92

CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
CUMULATIVE FROM JANUARY 5, 2001 TO JUNE 30, 2009

	Current Period 1/1/2009 TO 6/30/2009	Year to Date TO 6/30/2009	Cumulative From 1/5/2001
Disbursements:			
Transfer of Funds to TTC escrow account	0.00	0.00	25,224.25
Transfer of Funds to CGIC\PRS Trust account	0.00	0.00	350,973.90
Transfer of PRS Portion of IRS Tax Refund	0.00	0.00	4,615,787.07
Transfer of CGIN Portion of IRS Tax Refund	0.00	0.00	451,321.41
Transfer of CGIN Portion of Premium Settlement Recoveries	0.00	0.00	221,011.75
Release of Ancillary Deposits to various states IGA	0.00	0.00	100,000.00
Reinsurance Payment	0.00	0.00	5,000.00
Transfer of Funds to CGIC Cash Collateral (Note 23)	1,890,526.96	1,890,526.96	1,926,791.65
Reinsurance Ceded-AmTrust	0.00	0.00	2,326,068.04
Transfer of Net Proceeds from Closure of ADIC to OGICO (Note 27)	2,250.00	2,250.00	2,250.00
Release of First General Ins Co (MetLife) Funds Held per Reinsurance Agreement (Note 28)	10,081.02	10,081.02	10,081.02
Compensation			
Salaries (Note 10)	602,817.20	602,817.20	12,717,982.35
Employee Benefits (Note 11)	90,477.08	90,477.08	1,136,375.46
Payroll & Other Taxes (Note 12)	47,456.49	47,456.49	817,046.76
Professional Fees			
Legal Fees (Note 13)	337,462.12	337,462.12	16,469,060.49
Consulting Fees and Other Outside Contracts (Note 14)	752,930.93	752,930.93	29,092,221.52
Ohio Dept of Insurance-Examiner Fees	0.00	0.00	172,035.72
Accounting Fees (Note 15)	28,598.00	28,598.00	332,793.53
Other Expenses of Administration of Company and its Property:			
Rent & Rent Items (Note 16)	103,744.82	103,744.82	1,946,123.07
Maintenance/Repair Facility & FF&E (Note 17)	2,688.67	2,688.67	161,305.31
Travel & Travel Items (Note 18)	4,998.16	4,998.16	782,107.90
Postage, Freight, Internet, and Telephone (Note 19)	10,204.85	10,204.85	442,919.69
Office Supply Expense (Note 20)	5,330.99	5,330.99	131,784.28
Data Processing (Note 21)	20,843.22	20,843.22	366,883.77
Draft Clearing - Cleared Commercial Claims Checks	0.00	0.00	497,058.52
Security Deposit Expense	0.00	0.00	1,733.34
Investment Expense (Note 22)	9,330.99	9,330.99	71,093.25
Commissions and Brokers Direct	0.00	0.00	298,437.18
Third Party Administrators	0.00	0.00	1,161.63
Return of Funds Received in Error	0.00	0.00	409,620.57
Settlement Expense	0.00	0.00	185,657.16
Warehouse Consolidation Project Expenses (Note 24)	33,792.62	33,792.62	33,792.62
Moving and Relocation Expense	0.00	0.00	149,292.12
Other Expenses (Note 25)	38,986.22	38,986.22	2,798,585.56
All Other Disbursements:			
Net Purchases (Proceeds) in Ancillary Security Deposits (Note 26)	(65.62)	(65.62)	267,963.02
Total Disbursements	3,992,454.72	3,992,454.72	79,317,543.91
Net Decrease in Impaired Assets (Note 29)			
Net Decrease in Impaired Assets (Note 29)	(121.06)	(121.06)	(662,235.91)
Increase in Encumbered Cash Accounts (Note 30)	1,896,707.89	1,896,707.89	3,524,902.41
Recovery of Special Deposits	0.00	0.00	2,446,123.86
Security Amortization for the Period	0.00	0.00	(398,363.12)
Ending Cash & Invested Assets (Note 1)	49,850,721.90	49,850,721.90	49,850,721.90

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

**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, 2009**

SCHEDULE A

Beginning Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 01/01/09	56,619,705.57
Net decrease in Cash and Invested Assets (Unencumbered)	(1,488,228.51)
Net Increase in Cash and Invested Assets (Encumbered)	1,896,707.89
Net decrease in Non Cash Assets (Encumbered)	<u>(2,104,105.06)</u>
Ending Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 06/30/09	<u>54,924,079.89</u>

Credit General Insurance Company, in Liquidation
 Liquidation Date: January 6, 2001
 Notes to Statement of Cash Receipts and Disbursements
 Cumulative From 1/5/01 to 06/30/09

Unencumbered Cash & Invested Assets	Ending Balance 12/31/2008	Ending Balance 6/30/2009
Note 1 Cash and Invested Assets		
Unencumbered Cash & Invested Assets		
Cash	186,292.87	210,133.60
Money Market Funds	47,617,553.05	46,115,665.89
Bonds at Amortized Value	0.00	0.00
Talcoff Notch-Other Structured Securities	1.06	0.00
Common Stock	120.00	-
Short Term Investments	10,081.02	0.00
Total Unencumbered Cash & Invested Assets	47,814,048.00	46,325,819.49
Encumbered Cash Assets	1,628,194.52	3,524,902.41
Total Cash & Invested Assets (Note 1)	49,442,242.52	49,850,721.90
Encumbered Non Cash Assets:		
Statutory Deposits (A)	7,177,463.05	5,073,357.99
Total Cash and Invested Assets and Non Cash Assets	56,619,705.57	54,924,079.89

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 (12/31/08)	PAR Value (06/30/09)		
ID	912828HD5	Wells Fargo	265,000.00	265,000.00		
ID	CDA013068 - Matured Proceeds - Returned to Liquidator	Wells Fargo	4,020.14	-		
GA	Money Market - Matured Proceeds	Wachovia Bank, N.A.	43,361.95	43,357.99		
GA	912827S8G - Matured Proceeds	Wachovia Bank, N.A.	60,000.00	60,000.00		
GA	912828BE9 - Matured Proceeds	Wachovia Bank, N.A.	40,000.00	40,000.00		
MA	912828BU3 - Matured Proceeds (not replaced as of 6/30/09)	State Street Bank	340,000.00	340,000.00		
MA	912828CF5 - Matured Proceeds (not replaced as of 06/30/09)	State Street Bank	100,000.00	100,000.00		
MA	912828DN7 - Matured Proceeds (not replaced as of 06/30/09)	State Street Bank	750,000.00	750,000.00		
AR	912828CE8 - Matured Proceeds (note replaced as of 06/30/09)	Bank of America	510,000.00	510,000.00		
DOL	912828HF0 (Formally 912828EH9)	Federal Reserve Bank	820,000.00	820,000.00		
DOL	912828HF0 (Formally 912828EH9)	Federal Reserve Bank	200,000.00	200,000.00		
MA	912828EF3 - Matured Proceeds (not replaced as of 06/30/09)	State Street Bank	500,000.00	500,000.00		
MA	912828EP1 - Matured Proceeds (not replaced as of 06/30/09)	State Street Bank	420,000.00	420,000.00		
LA	912828KH2	Hibernia Trust	70,000.00	70,000.00		
MA	575827ELO - Matured Proceeds (not replaced as of 06/30/09)	State Street Bank	755,000.00	755,000.00		
ME	912828HD5	Key Trust Co / McDonalds Invest.	200,000.00	200,000.00		
CA	CD - Matured Proceeds	Bank of America	40,000.00	-	B	B
CA	CD - Matured Proceeds	Bank of America	25,000.00	-	B	B
FL	341422JT1 - Matured Proceeds	First Union Nat'l Bank	115,000.00	-	B	B
FL	912827W65 - Matured Proceeds	First Union Nat'l Bank	110,000.00	-	B	B
NC	Money Market - Matured Proceeds	Wachovia Bank, N.A.	655,356.59	-	B	B
AZ	912827V66 - Matured Proceeds	BNY Western Trust Co.	110,000.00	-	B	B
AZ	9128272G6 - Matured Proceeds	BNY Western Trust Co.	50,000.00	-	B	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	65,000.00	-	B	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	200,000.00	-	B	B
VA	921827V66 - Matured Proceeds	Sun Trust	210,000.00	-	B	B
VA	912827L83 - Matured Proceeds	SunTrust	25,000.00	-	B	B
OR	9128272G6 - Matured Proceeds	US National Bank	-	-	C	B/C
NM	912827L83 - Matured Proceeds	The Bank of Santa Fe Trust	70,000.00	-	B	B
OK	679087AG1 - Matured Proceeds	Bank One	305,000.00	-	B	B
DE	Money Market - Matured Proceeds	Mellon Bank	119,724.37	-	B	B
SC	912827L83 - Matured Proceeds	Wachovia Bank, N.A.	-	-	C	B/C
NV	912828CD0 (Formally 912828AL4)	National City Bank	-	-	D	B/D
SC	912828AB6 - Matured Proceeds	Wachovia Bank, N.A.	-	-	C	B/C
MI	912827V66 - Matured Proceeds	Bank One, Michigan	-	-	C	B/C
			7,177,463.05	5,073,357.99		

Note B In April of 2009 a Ancillary Holdings reconciliation was processed in conjunction with the various IGA's, these securities were confirmed to have been taken by the corresponding IGA's and applied against the corresponding IGA's Loss/LAE and Administrative expenses.

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 Nevada IGA had previously requested the release of these funds to the IGA, and the liquidator released these funds to the Nevada IGA on 9/16/08.

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 06/30/09

Note 2	<u>Interest Income</u>	
	Amortized Premium on Bonds	(15.06)
	Interest on Bonds Held as Statutory Deposit	40,966.18
	Interest on JPM Chase MMF	110,132.84
		<u>151,083.96</u>
Note 3	<u>Premiums Collected</u>	
	Receipt of Uncollected Premium	290,866.99
	NUCORP - Settlement Recovery	92,750.00
		<u>383,616.99</u>
Note 4	<u>Reinsurance Recoveries</u>	
	Arrowood Indemnity Co.	143,699.64
	Heffeman-Petersen LOC# 825.OD.1307 Drawdown	51,525.00
	Hurst Holmes/ISG LOC# 250517 Drawdown	11,830.88
	Medical Reinsurance Co. - QBE/Sydney Re	43.34
	Medical Reinsurance Co. - PMA Re: Trean Corp	205,169.18
	Trean Corp. - Signet Star Re	4,390.78
	Trean Corp. - Odyssey Re	346.78
	WCRA Reinsurance	40,365.37
		<u>457,370.97</u>
Note 5	<u>Salvage & Subrogation</u>	
	Salvage & Subrogation	3,815.20
	TNT Dredging - Property Recovery	100,000.00
		<u>103,815.20</u>
Note 6	<u>Proceeds from the Sale of Assets</u>	
	Sale of Phone Systems	100.00
	Sale of Office Furniture	122.32
		<u>222.32</u>
Note 7	<u>Recovery from Closed Accounts</u>	
	Amtrust A/C 0626100	14,710.50
		<u>14,710.50</u>
Note 8	<u>Recoveries Under High Deductible Policies</u>	
	Odyssey Resource Management	275,000.00
	Certified Systems Inc.	1,101,593.58
		<u>1,376,593.58</u>
Note 9	<u>Other Income</u>	
	Equipment Income	16,409.86
	Return of Claims Overpayment	321.38
	Refund of Auction Advertising Costs	202.51
		<u>16,933.75</u>
Note 10	<u>Salaries</u>	
	Chief Deputy Liquidator Salary (Includes \$803.09 incurred on behalf of ADIC, \$262.20 on behalf of COL, \$98.38 on behalf of OGIC, and \$904.87 on behalf of PPC.)	37,885.55 *
	Deputy Liquidator Salaries (Includes \$108.01 incurred on behalf of OGIC, \$96.81 incurred on behalf of ADIC, and \$126.67 incurred on behalf of PPC)	69,418.90 *
	Employee Salaries	483,693.05
	Salaries - Other	11,819.70
		<u>602,817.20</u>

- * In 12/07 OGIC remitted \$7,625.38 to Credit General to cover pre-paid operating expenses.
- * In 12/08 ADIC remitted \$5,000 to Credit General to cover pre-paid salary expenses.
- * In 12/08 COL remitted \$1,842.90 to Credit General to cover pre-paid operating expenses.
- * In 12/08 PPC remitted \$6,330.20 to Credit General to cover pre-paid salary expenses.

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 06/30/09

Note 11	<u>Employee Benefits</u>	
	Salaries 401K Employer Contribution	12,091.66
	Employee Insurance Benefits	69,515.35
	Employee Related Expenses - Other	8,870.07
		<u>90,477.08</u>
Note 12	<u>Payroll & Other Taxes</u>	
	Workers Compensation Insurance	1,854.47
	State Unemployment Tax	3,073.34
	Federal Unemployment Tax	1,076.02
	FICA Tax	41,452.66
		<u>47,456.49</u>
Note 13	<u>Legal Fees</u>	
	<u>Attorney General Contracted Legal Fees</u>	
	Dinsmore & Shohl LLP	34,820.62
	Kegler Brown Hill & Ritter (Includes \$860.00 incurred on behalf of PPC)	107,079.09 *
	Kohrman Jackson & Krantz (Includes \$1,414.00 incurred on behalf of COL)	1,414.00 *
	Tribler Orpett & Meyer PC	145,966.00
	Subtotal Attorney General Contracted Legal Fees	<u>289,279.71</u>
	<u>Attorney General Contracted Legal Expenses</u>	
	Dinsmore & Shohl LLP	71.42
	Kegler Brown Hill & Ritter (Includes \$46.12 incurred on behalf of PPC)	3,415.43 *
	Kohrman Jackson & Krantz (Includes .78¢ incurred on behalf of COL)	0.78 *
	Tribler Orpett & Meyer PC	10,724.28
	Subtotal Attorney General Contracted Legal Expenses	<u>14,211.91</u>
	<u>Non-Attorney General Contracted Legal Fees</u>	
	Alber Crafton PSC	33,291.37
	Bass Berry and Sims - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	442.20
	Subtotal Non-Attorney General Contracted Legal Fees	<u>33,733.57</u>
	<u>Non-Attorney General Contracted Legal Expenses</u>	
	Alber Crafton PSC	125.89
	Bass Berry and Sims - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	111.04
	Subtotal Non-Attorney General Contracted Legal Expenses	<u>236.93</u>
	Total Attorney General/Non-Attorney General Contracted Legal Fees and Expenses	<u>337,462.12</u>
Note 14	<u>Consulting Fees and Other Outside Contracts</u>	
	1099 Connection - 1099 Preparation (includes \$123.02 incurred on behalf if COL, \$10.43 on behalf of OGIC, \$133.17 on behalf of PPC, and \$1.43 on behalf if B&C.)	300.23 *
	All World Tracers - Claims Consultants - Asset Research	391.05
	ADP - Payroll Processing	1,662.27
	Dinsmore & Shohl LLP - Monthly Extranet Services	4,448.14
	Glenn Cornett - Claims Consultant	12,017.50
	Jamie Mason - Accounting Consultant	16,949.20
	John Larking Verbatim - Stenographer	7,075.50
	Kathleen McCain - Consultant	206,057.25
	Kim Burnside - POC Admin. Consultant	743.92
	Kinsale Brokers Limited - Reinsurance Consultants	17,500.00
	LS Consulting LLC - Accounting Consultants	242,211.15
	Madison Consulting Group - Actuarial Consultants	32,439.43
	Orkin Pest Control	132.15
	Paragon Reinsurance Risk - Reinsurance Consultant	168,004.28
	Rasp Consulting - IT Consultant	5,812.50
	Litigation Consultant	1,350.00
	Strickley Investigations - Claims Consultants	364.80
	Thomas P Clarke - Claims Consultant	35,359.06
	Thomas R Brewer - Claims Consultant	112.50
		<u>752,930.93</u>

- * In 12/07 OGIC remitted \$9,000 to Credit General to cover pre-paid consulting expenses.
- * In 12/08 ADIC remitted \$14,947.75 to Credit General to cover pre-paid operating expenses.
- * In 12/08 COL remitted \$1,842.90 to Credit General to cover pre-paid operating expenses.
- * In 12/08 PPC remitted \$3,359.60 to Credit General to cover pre-paid operating expenses.

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 06/30/09

Note 15	<u>Accounting Fees</u>	
	Schneider Downs & Co., Inc. (Includes \$1,243 incurred on behalf of B&C, \$1,958 on behalf of OGIC, and \$243 on behalf of PPC.)	15,748.00 *
	Maloney & Novotny LLC (Incurred on behalf of Colonial)	12,850.00 *
		<u>28,598.00</u>

In 12/07 OGIC remitted a total of \$9,506.06 in pre-paid Tax, Prompt Assessment and Audit Fees to CGIC, B&C remitted \$5,400.00 in prepaid Audit and Accounting Fees in 6/08, and in 12/08 PPC remitted \$8,384.99 in prepaid Audit, Tax and Prompt Assessment Fees, ADIC remitted \$3,165 in prepaid Tax/Prompt assessment fees, and Colonial remitted \$16,925 in pre-paid Audit, Tax and Prompt Assessment fees.

Note 16	<u>Rent & Rent Items</u>	
	Rent on Leased Properties (Includes \$254.13 incurred on behalf of ADIC, and \$249.80 incurred on behalf of PPC.)	88,588.31 *
	Trash and Recycling	481.10
	Utilities - Gas/Electric	6,366.93
	Janitorial Service	3,445.32
	Furniture Fixture & Equipment Rent	4,863.16
		<u>103,744.82</u>

ADIC paid CGIC \$89,498.36 in prepaid Rent on Leased Properties in 12/08, and PPC paid CGIC \$45,309.98 in 12/08.

Note 17	<u>Maintenance/Repair Facility & FF&E</u>	
	ABCO Fire Protection	19.13
	Custom Air	235.79
	Gordon Flesch Co Inc	2,143.52
	Carl Zipf Lockshop Inc	116.49
	Hall's Maintenance Services	142.16
	Columbus Time Recorder	31.58
		<u>2,688.67</u>

Note 18	<u>Travel & Travel Items</u>	
	Travel & Accommodation	4,616.77 *
	Meals	381.39
		<u>4,998.16</u>

* Includes \$30.75 incurred on behalf of PPC, \$5.16 incurred on behalf of OGIC, and \$11.06 incurred on behalf of ADIC. In 12/08 PPC remitted \$3,359.60 to CGIC for pre-paid General Operating Expenses, ADIC remitted \$14,947.75, and OGIC remitted \$9,000 for pre-paid Consulting/General Operating Expenses.

Note 19	<u>Postage, Freight, Internet, and Telephone</u>	
	Postage	2,697.91 *
	Express & Freight	1,295.66 *
	Telephone and Fax	4,635.65
	Internet	1,575.63
		<u>10,204.85</u>

*Includes \$23.60 in Postage expenses incurred on behalf of B&C, \$23.54 in Postage expenses incurred on behalf of Colonial Ins. Co. (COL) and \$16.39 in Postage expenses incurred on behalf of PPC. In 12/08, Colonial remitted \$1,842.90 to CGIC in pre-paid General Operating Expenses, and PPC remitted \$3,359.60 to CGIC in pre-paid General Operating Expenses. There were also \$20.92 in Express and Freight charges incurred on behalf of PPC.

Note 20	<u>Office Supply Expense</u>	
	Office Expense	5,330.99
		<u>5,330.99</u>

Note 21	<u>Data Processing</u>	
	Computer Maintenance	7,578.25
	Computer Supplies	520.82
	Computer Software Lease	12,744.15
		<u>20,843.22</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 06/30/09

Note 22	<u>Banking and Investment Expense</u>		
	Banking and Investment Expense (includes bank charges incurred on behalf of B&C 195.45, PPC 467.21 and Colonial 191.99. these closed estates remitted prepaid expense funds to CGIC)		9,330.99
			<u>9,330.99</u>
Note 23	<u>Transfer of funds to CGIC Cash Collateral</u>		
	Proceeds held in Operating Acct - Mutual Indemnity (Bermuda) Ltd.-LOC #7405139 Drawdown		1,591,789.89
	Interest earned in Operating Acct - Mutual Indemnity (Bermuda) Ltd. - LOC #7405139 Drawdown		298,737.07
			<u>1,890,526.96</u>
Note 24	<u>Warehouse Consolidation Project Expenses</u>		
	Liquidation Employees Travel Expense - Mileage Reimbursement (Various Employees)-(Includes \$22.05 incurred on behalf of PPC)		312.08
	Storage - FRC Storage Fees ADIC		645.84 *
	Storage - FRC Storage Fees PPC		905.24 *
	Storage - FRC Storage Fees COL		8.54 *
	Storage - FRC Storage Fees OGIC		196.42 *
	Destruction - FRC Destruction Fees ADIC (Court Approved Motion)		2,169.00 *
	Destruction - FRC Destruction Fees PPC (Court Approved Motion)		3,489.12 *
	Destruction - FRC Destruction Fees CGIC (Court Approved Motion)		676.48
	FRC Pack & Pickup Expense - ADIC		2,183.05 *
	FRC Pack & Pickup Expense - CGIC		95.66
	FRC Pack & Pickup Expense - COL		87.60 *
	FRC Pack & Pickup Expense - OGIC		470.45 *
	FRC Pack & Pickup Expense - PPC		3,774.80 *
	A-Plumbing - Plumbing Repair		85.48
	Custom Air - A/C Replacement and Maintenance		1,519.31
	Office Supplies - Boxes & Labels		2,280.36
	Trash & Recycling Expenses		345.19
	Moving Expense (Gordon Flesch, Maintenance Link, and Pan L Tech)		588.43
	Temporary Help		13,959.57
			<u>33,792.62</u>
ADIC paid CGIC \$89,498.36 in prepaid Rent/Storage and Destruction Costs in 12/08, PPC paid CGIC \$45,309.98 for Rent/Storage and Destruction Costs in 12/08. OGIC Paid CGIC \$609.54 in 12/07 for Rent and Storage. In 12/08 Colonial remitted \$1,842.90 to CGIC for General Operating Expenses.			
Note 25	<u>Other Expenses</u>		
	Computer Hardware - Printer Hardware/Software Purchase		21,078.81
	Collection Agency Fees - Premiums and Unearned Commissions		10,091.06
	Training & Seminars		544.14
	Insurance - Building Liability		4,660.94
	Registration and Dues		275.56
	Furniture & Equipment - Non Capitalized Purchases		558.37
	Contract Printing		390.42
	401K Plan Expenses		513.94
	Moving Expense - Pan-L-Tek		53.66
	Temporary Help		811.17
	Other Expense - Includes \$3 incurred on behalf of COL		8.15 *
			<u>38,986.22</u>
* In 12/08 COL remitted \$1,842.90 to Credit General to cover pre-paid operating expenses.			
All Other Disbursements			
Note 26	<u>Net Proceeds/Purchases in Ancillary Security Deposits</u>		
	Net Change in Replacement Cost of Matured LA Ancillary Security		(65.62)
			<u>(65.62)</u>
Note 27	<u>Transfer of Net Proceeds from Closure of ADIC to OGICO</u>		
	Transfer of Net Proceeds from Closure of ADIC to OGICO		2,250.00
			<u>2,250.00</u>
Note 28	<u>Release of First General Ins Co (MetLife) Funds Held per Reinsurance Agreement</u>		
	Release of First General Ins Co (MetLife) Funds Held per Reinsurance Agreement		10,081.02
			<u>10,081.02</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 08/30/09

Note 29 Net Decrease in Impaired Assets

Writedown of Common Stocks to Market Value - PACE American Group	120.06
Writedown of Common Stocks to Market Value - Substance Abuse Technologies Inc	1.00
	<u>121.06</u>

Note 30 Encumbered Cash Accounts (Cumulative)

Cash Collateral:

Reliance Insurance Collateral Account - Subrogation Recoveries	17,852.63
Reliance Insurance Collateral Account - Bonds Issued	16,478.70
Unified Staffing & Associates LOC Drawdown	29,632.78
Distribution Services LOC Drawdown	16,919.83
F.A.C.E Associates Inc. - Unused Bond Funds received 6/2/08	5,229.56
Mutual Indemnity (Bermuda) Ltd.-LOC # 7405139	<u>1,892,753.98</u>

Total in Cash Collateral Account

1,978,867.49

TTC Cash Collateral

1,236,172.58

Oregon Special Deposits Proceeds

309,862.34

3,524,902.41