



## 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, 2010 through June 30, 2010 (the "Statement"). The Statement is described and set forth in the attached Exhibit A.

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 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 Orders 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 proceeding, to be submitted in the form attached hereto as Exhibit A. Such accountings may assist the Court in monitoring the progress and status of the liquidation, and in particular, the receipts and disbursements in CGIC's proceedings.

Prior reports show that, from the inception of the liquidation through the end of 2009, the Liquidator recovered \$32 million in reinsurance. In the first half of 2010 alone, the Liquidator secured the recovery of an additional \$23.7 million in reinsurance outside of litigation, which sum represents

a 42% increase in total recoveries and contributes to the increase in consultant expenses since the last report.

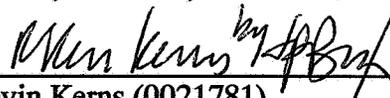
As reported previously, since 2008, the Liquidator has made required changes in many areas aimed at preserving and utilizing estate assets for the benefit of the estate's creditors and substantially reducing and controlling costs. In particular, the Liquidator has taken steps to increase efficiencies in, and reduce costs associated with, the use of outside counsel. The Liquidator will continue to take steps to reduce and control costs and continue to investigate ways to improve efficiencies in the liquidation process and implement other procedures that are aimed at conserving estate assets for timely distributions to policyholders and creditors. Notwithstanding these efforts, the Liquidator's legal fees increased substantially since the last report. The reported fees include time and expenses were primarily incurred in the John Hancock litigation and include charges for time charged in late 2009 and paid in the first half of 2010.

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, 2010 through June 30, 2010, as set forth in the attached Exhibit A.

Respectfully submitted,

RICHARD CORDRAY  
Attorney General of Ohio

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

**CERTIFICATE OF SERVICE**

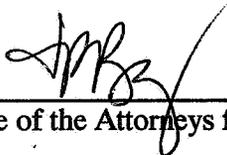
The undersigned hereby certifies that a true and accurate copy of the foregoing Motion was emailed to the persons on the attached CGIC Courtesy Copy EMail List and served upon the following via Regular Mail, postage prepaid, on this 2<sup>nd</sup> day of September, 2010:

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Dallas, TX 75381-9045

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Annapolis Consulting Group LLC  
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*PRS Trustee*

Wayne D. Wilson  
Director  
CA Insurance Guarantee Assn.  
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Glendale, CA 91203

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

  
\_\_\_\_\_  
One of the Attorneys for the Liquidator

## CGIC COURTESY COPY E-MAIL LIST

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**EXHIBIT A**  
***Credit General Insurance Company***  
***January 1, 2010 through June 30, 2010***

**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, 2010**

	Current Period 1/1/2010 TO 6/30/2010	Year to Date TO 6/30/2010	Cumulative From 1/5/2001
<b>Beginning Cash &amp; Invested Assets (Note 1)</b>	<b>53,900,237.14</b>	<b>53,900,237.14</b>	<b>18,679,219.65</b>
<b>Receipts:</b>			
Interest Income (Note 2)	183,640.02	183,640.02	8,541,285.87
Premiums Collected (Note 3)	17,900.00	17,900.00	21,265,121.85
Recovery of Statutory Deposit	-	-	709,975.37
Production of Document Income	-	-	350.25
Reinsurance Recoveries (Note 4)	23,771,837.42	23,771,837.42	56,574,222.42
Salvage & Subrogation (Note 5)	1,794.00	1,794.00	4,256,651.99
Reimbursement of Paid Claims	-	-	1,288,517.96
Recovery from TPA'S	-	-	2,972,510.92
Recovery of IRS Tax Refunds	-	-	10,565,562.46
Recovery of Workers' Comp Deposits	-	-	85,582.77
Recovery of Cash Value of Surrendered Life Insurance Policies	-	-	1,039,301.92
Refund of Payroll Taxes	-	-	1,798.90
Refund of Insurance Department Licenses & Fees	-	-	1,968.84
Uncashed and Voided Checks	-	-	216,231.90
Return of Bond Collateral	-	-	323.25
Recovery from Prudential Securities Inc.	-	-	185,906.28
Proceeds from Sale of ISO Stock	-	-	775,173.60
Insurance Recovery-Theft of Computers/Equipment	-	-	1,972.33
Recoveries from Settlement Agreements	-	-	11,743,725.80
Proceeds from the Sale of Assets (Note 6)	826.34	826.34	119,339.79
Refund of Premium Taxes & Assessments (Note 7)	6,566.00	6,566.00	247,588.73
Refund of General Operating Expenses	-	-	21,795.57
Proceeds from Closed Accounts (Note 8)	168.26	168.26	287,204.37
Recovery from Directors and Officers	-	-	5,698,266.31
Proceeds from Closure of BCEBAT Ins. Co. - Prepaid Operating Expenses	-	-	11,133.23
Proceeds from Closure of PPC Ins. Co. - Prepaid Operating Expenses	-	-	76,255.04
Proceeds from Closure of ADIC Ins. Co. - Prepaid Operating Expenses	-	-	112,611.11
Proceeds from Closure of Colonial Ins. Co. - Prepaid Operating Expenses	-	-	26,891.90
Proceeds from Closure of Ohio General Ins. Co. - Prepaid Operating Expenses	-	-	38,192.35
Transfer of Funds from CGICIPRS Trust to CGIC Operating Account	-	-	375,577.20
Recovery from LOC Drawdowns	-	-	2,195,789.89
Recovery of Preference Payments	-	-	2,509,427.57
Recovery of Unearned Commissions	-	-	1,177,050.71
Recoveries Under High Deductible Policies (Note 9)	277,487.10	277,487.10	2,164,162.72
Transfer of Funds from CGIC\Cash Collateral to CGIC Operating	-	-	17,417.22
Other Income (Note 10)	24,548.90	24,548.90	213,675.96
<b>Total Receipts</b>	<b>24,284,768.04</b>	<b>24,284,768.04</b>	<b>135,518,564.35</b>

**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, 2010**

	Current Period 1/1/2010 TO 6/30/2010	Year to Date TO 6/30/2010	Cumulative From 1/5/2001
<b>Disbursements:</b>			
Transfer of Funds to TTC escrow account	-	-	25,224.25
Transfer of Funds to CGIC/PRS Trust account	-	-	350,973.90
Transfer of PRS Portion of IRS Tax Refund	-	-	4,615,787.07
Transfer of CGIN Portion of IRS Tax Refund	-	-	451,321.41
Transfer of CGIN Portion of Premium Settlement Recoveries	-	-	221,011.75
Release of Ancillary Deposits to various states IGA	-	-	100,000.00
Reinsurance Payment	-	-	5,000.00
Transfer of Funds to CGIC Cash Collateral	-	-	1,926,791.65
Reinsurance Ceded-AmTrust	-	-	2,326,068.04
Transfer of Net Proceeds from Closure of ADIC to OGICO	-	-	2,250.00
Release of First General Ins Co (MetLife) Funds Held per Reinsurance Agreement	-	-	10,081.02
<b>Compensation</b>			
Salaries (Note 11)	541,768.83	541,768.83	13,787,993.34
Employee Benefits (Note 12)	44,351.52	44,351.52	1,243,259.75
Payroll & Other Taxes (Note 13)	32,725.62	32,725.62	883,835.17
<b>Professional Fees</b>			
Legal Fees (Note 14)	360,388.56	360,388.56	16,898,608.34
Consulting Fees and Other Outside Contracts (Note 15)	926,447.25	926,447.25	30,641,515.30
Ohio Dept of Insurance-Examiner Fees	-	-	172,035.72
Tax Preparation and Audit Fees (Note 16)	(22,891.85)	(22,891.85)	328,170.91
<b>Other Expenses of Administration of Company and its Property:</b>			
Rent & Rent Items (Note 17)	(6,237.20)	(6,237.20)	2,037,170.20
Maintenance/Repair Facility & FF&E (Note 18)	(350.22)	(350.22)	161,968.65
Travel & Travel Items (Note 19)	5,550.49	5,550.49	792,279.12
Postage, Freight, Internet, and Telephone (Note 20)	3,123.66	3,123.66	450,286.90
Office Supply Expense (Note 21)	(4,005.12)	(4,005.12)	129,058.51
Data Processing (Note 22)	24,950.26	24,950.26	405,166.30
Draft Clearing - Cleared Commercial Claims Checks	-	-	497,058.52
Security Deposit Expense	-	-	1,733.34
Banking and Investment Expense (Note 23)	485.26	485.26	75,523.12
Commissions and Brokers Direct	-	-	298,437.18
Third Party Administrators	-	-	1,161.63
Return of Funds Received in Error	-	-	409,620.57
Settlement Expense	-	-	185,657.16
Warehouse Consolidation Project Expenses	-	-	92,016.28
Moving and Relocation Expense	-	-	149,292.12
Other Expenses (Note 24)	95,203.09	95,203.09	2,983,280.87
<b>All Other Disbursements:</b>			
Net Purchases (Proceeds) in Ancillary Security Deposits	-	-	267,963.02
<b>Total Disbursements</b>	<b>2,001,510.15</b>	<b>2,001,510.15</b>	<b>82,927,601.11</b>
<b>Net Decrease in Impaired Assets</b>			
Increase in Encumbered Cash Accounts (Note 25)	1,152.97	1,152.97	3,528,693.96
Recovery of Special Deposits	-	-	2,446,123.86
Security Amortization for the Period	685.91	685.91	(397,430.89)
<b>Ending Cash &amp; Invested Assets (Note 1)</b>	<b>76,185,333.91</b>	<b>76,185,333.91</b>	<b>76,185,333.91</b>

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 JANUARY 1, 2010 THROUGH JUNE 30, 2010**

**SCHEDULE A**

<b>Beginning Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 01/01/10</b>	<b>58,973,572.49</b>
<b>Net increase in Cash and Invested Assets (Unencumbered)</b>	<b>22,283,943.80</b>
<b>Net Increase in Cash and Invested Assets (Encumbered)</b>	<b>1,152.97</b>
<b>Net decrease in Non Cash Assets ( Encumbered)</b>	<b><u>(57.89)</u></b>
<b>Ending Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 06/30/10</b>	<b><u><u>81,258,611.37</u></u></b>

**Credit General Insurance Company, In Liquidation**  
**Liquidation Date: January 5, 2001**  
**Notes to Statement of Cash Receipts and Disbursements**  
**Cumulative From 1/1/10 to 6/30/10**

Unencumbered Cash & Invested Assets	Ending Balance 12/31/2009	Ending Balance 6/30/2010
<b>Note 1 Cash and Invested Assets</b>		
Unencumbered Cash & Invested Assets		
Cash	124,760.48	329,271.42
Money Market Funds	16,150,353.41	38,229,100.36
Bonds at Amortized Value	34,097,582.26	34,098,268.17
Alloc Notch-Other Structured Securities	0.00	0.00
Common Stock	0.00	-
Short Term Investments	0.00	0.00
<b>Total Unencumbered Cash &amp; Invested Assets</b>	<b>50,372,696.15</b>	<b>72,658,639.95</b>
<b>Unencumbered Cash Assets</b>	<b>3,527,540.99</b>	<b>3,528,693.96</b>
<b>Total Cash &amp; Invested Assets (Note 1)</b>	<b>53,900,237.14</b>	<b>76,185,333.91</b>
<b>Unencumbered Non Cash Assets:</b>		
Statutory Deposits (A)	5,073,335.35	5,073,277.46
<b>Total Cash and Invested Assets and Non Cash Assets</b>	<b>58,973,572.49</b>	<b>81,258,611.37</b>

**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 (12/31/09)	PAR Value (06/30/10)	
ID	912828HD5	Wells Fargo	265,000.00	265,000.00	
ID	CDA013068 - Matured Proceeds - Returned to Liquidator	Wells Fargo	-	-	
GA	Money Market - Matured Proceeds	Wachovia Bank, N.A.	43,333.82	43,285.94	
GA	912827S86-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	912828MM9 (Formally 912828HF0)	Federal Reserve Bank	820,000.00	820,000.00	
DOL	912828MM9 (Formally 912828HF0)	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	575827EL0-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.	200,001.53	200,011.52	
CA	CD - Matured Proceeds	Bank of America	-	-	B
CA	CD - Matured Proceeds	Bank of America	-	-	B
FL	341422JT1 - Matured Proceeds	First Union Nat'l. Bank	-	-	B
FL	912827W65 - Matured Proceeds	First Union Nat'l. Bank	-	-	B
NC	Money Market - Matured Proceeds	Wachovia Bank, N.A.	-	-	B
AZ	912827V66 - Matured Proceeds	BNY Western Trust Co.	-	-	B
AZ	9128272G6 - Matured Proceeds	BNY Western Trust Co.	-	-	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	-	-	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	-	-	B
VA	921827V66 - Matured Proceeds	Sun Trust	-	-	B
VA	912827L83- Matured Proceeds	SunTrust	-	-	B
OR	9128272G6 - Matured Proceeds	US National Bank	-	-	B/
NM	912827L83 - Matured Proceeds	The Bank of Santa Fe Trust	-	-	B
OK	679087AG1 - Matured Proceeds	Bank One	-	-	B
DE	Money Market - Matured Proceeds	Mellon Bank	-	-	B
SC	912827L83- Matured Proceeds	Wachovia Bank, N.A.	-	-	B/
NV	912828CD0 (Formally 912828AL4)	National City Bank	-	-	B/
SC	912828AB6 - Matured Proceeds	Wachovia Bank, N.A.	-	-	B/
MI	912827V66 - Matured Proceeds	Bank One, Michigan	-	-	B/
			<b>5,073,335.35</b>	<b>5,073,277.46</b>	

**Note B** In April of 2009 an 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 1/1/10 to 6/30/10

<b>Note 2</b>	<b><u>Interest Income</u></b>	
	Interest on Bonds	170,500.00
	Interest on Bonds Held as Statutory Deposit	5,393.07
	Interest on JPM Chase MMF	7,746.95
		<u>183,640.02</u>
<b>Note 3</b>	<b><u>Premiums Collected</u></b>	
	Northern Star/Vassal Settlement	15,000.00
	Receipt of Uncollected Premium	2,900.00
		<u>17,900.00</u>
<b>Note 4</b>	<b><u>Reinsurance Recoveries</u></b>	
	Clarendon National - Commutation Settlement	15,832,500.00 *
	Lloyds - Commutation Settlement	1,639,860.00
	Medical Reinsurance Co. - QBE/Sydney Re	641.25
	General Reinsurance/National Reinsurance Corp.	4,870,380.67
	Pan American Insurance Co.	1,169,250.48
	Reliastar Life Insurance Co.	251,237.14
	Trean Corp. - Odyssey Re	4,827.75
	Trean Corp. - Signet Re	3,140.13
		<u>23,771,837.42</u>
	* Includes Credit General Indemnity portion of Clarendon National commutation settlement. Payment of \$1,583,351.15 made to Credit General Indemnity in July 2010.	
<b>Note 5</b>	<b><u>Salvage &amp; Subrogation</u></b>	
	Salvage & Subrogation	1,794.00
		<u>1,794.00</u>
<b>Note 6</b>	<b><u>Proceeds from the Sale of Assets</u></b>	
	Proceeds from the Sale of Assets	826.34
		<u>826.34</u>
<b>Note 7</b>	<b><u>Refund of Premium Taxes and Assessments</u></b>	
	Property and Casualty Insurance Guaranty Corp. - 1998 Assessment Refund	6,566.00
		<u>6,566.00</u>
<b>Note 8</b>	<b><u>Proceeds from Closed Accounts</u></b>	
	U.S. Bank Trust A/C# 3508-0751 - Residual Interest Earned	168.26
		<u>168.26</u>
<b>Note 9</b>	<b><u>Recovery Under High Deductible Policies</u></b>	
	Dart Transit Company - High Deductible Settlement	25,000.00
	CSI ServiceMaster Company	252,487.10
		<u>277,487.10</u>
<b>Note 10</b>	<b><u>Other Income</u></b>	
	Equipment Income	24,548.90
		<u>24,548.90</u>
<b>Note 11</b>	<b><u>Salaries</u></b>	
	Chief Deputy Liquidator Salary	37,529.31
	Deputy Liquidator Salaries	81,409.02
	Employee Salaries	422,830.50
		<u>541,768.83</u>

Credit General Insurance Company, In Liquidation  
 Liquidation Date: January 5, 2001  
 Notes to Statement of Cash Receipts and Disbursements  
 Cumulative From 1/1/10 to 6/30/10

<b>Note 12</b>	<b><u>Employee Benefits</u></b>	
	Salaries 401K Employer Contribution	14,232.52
	Employee Insurance Benefits	27,860.44 *
	Employee Related Expenses - Other	7,913.32
	PIE Closing Prepaid Hold Back Expense - Employee Related Expenses	(5,654.76) **
		<u>44,351.52</u>

\*This amount may have fluctuated over the last period due to changes in COBRA mandated by The American Recovery and Reinvestment Act of 2009, which reduced the cost of the COBRA health insurance premium remitted by eligible former employees. The reduced cost of COBRA results in an initial higher payment of COBRA premiums by the employer, subject to a later credit on their payroll FICA tax.

\*\*Employee Benefits includes a credit of \$5,654.76. This credit results from a prepayment of employee related expense by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including employee benefits. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for employee related expenses.

<b>Note 13</b>	<b><u>Payroll &amp; Other Taxes</u></b>	
	Workers Compensation Insurance	768.16
	State Unemployment Tax	2,081.27
	Federal Unemployment Tax	946.43
	FICA Tax	31,452.93 *
	PIE Closing Prepaid Hold Back Expense - State Unemployment Tax	(1,870.53) **
	PIE Closing Prepaid Hold Back Expense - Federal Unemployment Tax	(652.64) **
		<u>32,725.62</u>

\*This amount may have fluctuated over the last period due to changes in COBRA mandated by The American Recovery and Reinvestment Act of 2009, which reduced the cost of the COBRA health insurance premium remitted by eligible former employees. The reduced cost of COBRA results in an initial higher payment of COBRA premiums by the employer, subject to a later credit on their payroll FICA tax.

\*\*Payroll & Other Taxes includes credits that total \$2,523.17. These credits result from a prepayment of payroll and other taxes (payroll SUTA and FUTA) expense by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including payroll SUTA and FUTA taxes. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for payroll and other taxes.

Credit General Insurance Company, In Liquidation  
 Liquidation Date: January 5, 2001  
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**Note 14    Legal Fees**

**Attorney General Legal Fees**

Carlile Patchen & Murphy LLP	3,518.02
Kegler Brown Hill & Ritter	79,354.00
Tribler Orpett & Meyer PC	300,207.50
PIE Closing Prepaid Hold Back Expense - Legal Fees	(25,219.33) **
<b>Subtotal Attorney General Legal Fees</b>	<b><u>357,860.19</u></b>

**Attorney General Legal Expenses**

Calfee Halter & Griswold	329.42
Kegler Brown Hill & Ritter	2,161.09
Tribler Orpett & Meyer PC	37.86
<b>Subtotal Attorney General Legal Expenses</b>	<b><u>2,528.37</u></b>

**Total Attorney General Legal Fees and Expenses**

**360,388.56**

\*\*Legal fees includes a credit of \$25,219.33. This credit results from a prepayment of legal fees by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including legal fees. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for legal fees.

**Note 15    Consulting Fees and Other Outside Contracts**

1099 Connection - 1099 Processing	29.06
ADP - Payroll Processing	1,326.55
Aktion Associates - IT Consultants	3,910.44
Kathleen McCain - Consultant	169,956.00
Kinsale Brokers Limited - Reinsurance Consultants	17,500.00
LS Consulting LLC - Accounting Consultants	259,037.55
Litigation Consultants	123,170.74
Madison Consulting Group - Actuarial Consultants	55,847.53
Paragon Reinsurance Risk (NKA: Inpoint) - Reinsurance Consultant	276,571.40
Rasp Consulting - IT Consultant	18,869.23
Thoroughbred Technologies - IT Consultants	228.75
	<b><u>926,447.25</u></b>

Credit General Insurance Company, In Liquidation  
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<b>Note 16</b>	<b><u>Tax Preparation and Audit Fees</u></b>	
	Schneider Downs & Co., Inc. - Tax and Audit Fees	5,280.74
	PIE Closing Prepaid Hold Back Expense - Tax Preparation & Audit Fees	(28,202.48)
	<b>Subtotal Tax and Audit Fees</b>	<b><u>(22,921.74) **</u></b>
	 <b><u>Tax and Audit Expenses</u></b>	
	Schneider Downs & Co., Inc. - Tax and Audit Expenses	29.89
	<b>Subtotal Tax and Audit Expenses</b>	<b><u>29.89</u></b>
	 <b>Total Tax and Audit Fees and Expenses</b>	 <b><u>(22,891.85)</u></b>

\*\*Tax preparation and audit fees reflects a credit of \$22,921.74. This credit results from a prepayment of tax preparation and audit fees by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including tax preparation and audit fees. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for tax preparation and audit fees.

<b>Note 17</b>	<b><u>Rent &amp; Rent Items</u></b>	
	Rent on Leased Properties	138,466.66
	Rent -Other	0.00
	Trash and Recycling	333.63
	Utilities - Gas/Electric	0.00
	Janitorial Service	0.00
	Furniture Fixture & Equipment Rent	5,057.46
	PIE Closing Prepaid Hold Back Expense - Rent on Leased Property Storage & Destruction of	(142,655.92)
	PIE Closing Prepaid Hold Back Expense - Trash and Recycling	(1,634.58)
	PIE Closing Prepaid Hold Back Expense - Furn. Fix. & Equip Rent	(5,465.72)
	PIE Closing Prepaid Hold Back Expense - Furn. Fix. & Equip Rent PBCC	(338.73)
		<b><u>(6,237.20) **</u></b>

\*\*Rent & Rent Items reflects a credit of \$6,237.20. This credit results from a prepayment of rent and rent items that include rent of leased properties, storage and destruction of records expenses, trash and recycling, and equipment rent by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including rent & rent items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for rent & rent items.

Credit General Insurance Company, In Liquidation  
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<b>Note 18</b>	<b><u>Maintenance/Repair Facility &amp; FF&amp;E</u></b>	
	Gordon Flesch Co Inc	906.20
	PIE Closing Prepaid Hold Back Expense - Copier Maintenance	(1,256.42)
		<u>(350.22) **</u>

\*\*Maintenance/Repair Facility & FF&E reflects a credit of \$350.22. This credit results from a prepayment of copier maintenance expenses by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including maintenance/repair facility & FF&E items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for maintenance/repair facility & FF&E items.

<b>Note 19</b>	<b><u>Travel &amp; Travel Items</u></b>	
	Travel & Accommodation	4,932.75
	Meals	617.74
		<u>5,550.49</u>

<b>Note 20</b>	<b><u>Postage, Freight, Internet, and Telephone</u></b>	
	Postage	1,966.22
	Express & Freight	692.86
	Telephone and Fax	2,286.57
	Internet	2,808.28
	PIE Closing Prepaid Hold Back Expense - Telephone & Telex	(2,556.42) **
	PIE Closing Prepaid Hold Back Expense - Internet	(2,073.85) **
		<u>3,123.66</u>

\*\* Postage, Freight, Internet, and Telephone includes credits that total \$4,630.27. These credits result from prepayment of postage, freight, internet, and telephone expenses by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including postage, freight, internet and telephone items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for postage, freight, internet and telephone items.

<b>Note 21</b>	<b><u>Office Supply Expense</u></b>	
	Office Expense	1,842.59
	PIE Closing Prepaid Hold Back Expense - Office Supplies	(5,847.71)
		<u>(4,005.12) **</u>

\*\*Office Supply Expense reflects a credit of \$4,005.12. This credit results from a prepayment of office supply expenses by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including office supply expense items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for office supply expense items.

**Credit General Insurance Company, In Liquidation**  
**Liquidation Date: January 5, 2001**  
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<b>Note 22</b>	<b><u>Data Processing</u></b>	
	Computer Maintenance	5,745.68
	Computer Supplies	834.61
	Computer Software Lease	12,376.26
	Software Expense-Purchase/Maintenance	9,538.70
	PIE Closing Prepaid Hold Back Expense - Computer Maintenance	(1,775.47) **
	PIE Closing Prepaid Hold Back Expense - Computer Supplies	(1,500.52) **
	PIE Closing Prepaid Hold Back Expense - Computer Software Lease	(269.00) **
		<u>24,950.26</u>

\*\*Data Processing includes total credits of \$3,544.99. These credits result from a prepayment of data processing expenses (computer maintenance, computer supplies, and computer software lease expenses) by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including data processing items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for data processing items.

<b>Note 23</b>	<b><u>Banking and Investment Expense</u></b>	
	Banking and Investment Expense	4,286.37
	PIE Closing Prepaid Hold Back Expense - Banking and Investment	(3,801.11) **
		<u>485.26</u>

\*\*Banking and Investment Expense includes a credit of \$3,801.11. This credit results from a prepayment of banking and investment expenses by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including banking and investment expense items. The funds held back were disbursed to Credit General Insurance Company as a prepaid holdback for banking and investment expense items.

**Credit General Insurance Company, In Liquidation**  
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<b>Note 24</b>	<b><u>Other Expenses</u></b>	
	Computer Hardware and Software Costs with Maintenance Support Agreement	90,828.95
	Collection Agency Fees - Premiums and Unearned Commissions	6,487.31
	Training & Seminars	466.63
	Insurance - Building Liability	3,811.79
	PIE Closing Prepaid Hold Back Expense - Insurance - Building Liab.	(1,301.88) **
	PIE Closing Prepaid Hold Back Expense - Professional Liab.	(13,067.00) **
	Registration & Dues	276.08
	Storage Retrieval	1,025.70
	Furniture & Equipment - Non Capitalized Purchases	159.92
	Books & Periodicals	0.00
	PIE Closing Prepaid Hold Back Expense - FF&E Non-Capital Item	(569.84) **
	Production of Documents	11,426.97
	PIE Closing Prepaid Hold Back Expense - Misc. Expenses	(4,341.54) **
		<hr/>
		<b>95,203.09</b>

\*\*Other Expenses reflects several credits that total \$19,280.26. These credits result from the prepayment of other expenses (including Building and Professional Liability Insurance, FF&E Non-Capital Items, and Miscellaneous Expenses) by an estate that closed during this reporting period. On April 20, 2010, the Franklin County, Ohio Court of Common Pleas ordered the P.I.E. liquidation estate closed and the liquidation case terminated (the "Closing Order"). In its Closing Order, the Court authorized the Liquidator to close all of the P.I.E. bank accounts on or before April 30, 2010, and to take any and all related actions required to close the P.I.E. liquidation estate and carry out the Court's Order. When the Liquidator made the final distribution of P.I.E.'s assets, she held back administrative expenses necessary to conclude the administration of the P.I.E. liquidation, including other expenses (Building and Professional Liability Insurance, FF&E Non-Capital Items, and Miscellaneous Expenses). The funds held back were disbursed to CGIC as a prepaid holdback for other expenses (including Building and Professional Liability Insurance, FF&E Non-Capital Items, and Miscellaneous Expenses).

<b>Note 25</b>	<b><u>Encumbered Cash Accounts (Cumulative)</u></b>	
	<b>Cash Collateral:</b>	
	Reliance Insurance Collateral Account - Subrogation Re	17,871.85
	Reliance Insurance Collateral Account - Bonds Issued	16,496.43
	Unified Staffing & Associates LOC Drawdown	29,664.65
	Distribution Services LOC Drawdown	16,938.04
	F.A.C.E Associates Inc. - Unused Bond Funds received	5,235.21
	Mutual Indemnity (Bermuda) Ltd.-LOC # 7405139	1,894,789.90
		<hr/>
	<b>Total in Cash Collateral Account</b>	<b>1,980,996.08</b>
	<b>TTC Cash Collateral</b>	<b>1,237,502.26</b>
	<b>Oregon Special Deposits Proceeds</b>	<b>310,195.62</b>
		<hr/>
		<b>3,528,693.96</b>