

IN THE COURT OF COMMON PLEAS  
OF FRANKLIN COUNTY, OHIO

ANN H. WOMER BENJAMIN :  
Ohio Superintendent of Insurance, :  
in her capacity as Liquidator of :  
The American Druggists' Insurance :  
Company, :  
 :  
Plaintiff, :  
 :  
v. :  
The American Druggists' Insurance Company, :  
 :  
Defendant. :

Case No. 86CV-03-1381

Judge Schneider

FILED  
COMMON PLEAS COURT  
FRANKLIN CO. OHIO  
06 DEC 20 AM 11:29  
CLERK OF COURTS

**MOTION FOR APPROVAL OF PERIODIC ACCOUNTINGS**  
**FOR THE PERIOD JANUARY 1, 2006 TO JUNE 30, 2006**

Plaintiff, Ann H. Womer Benjamin, Ohio Superintendent of Insurance, in her capacity as Liquidator of The American Druggists' Insurance Company ("ADIC"), moves this Court for an Order approving the Statement of Receipts and Disbursements of the Liquidator for the period January 1, 2006 to June 30, 2006, as set forth in the attached Exhibit A. The grounds in support of this Motion are set forth in the accompanying Memorandum in Support.

Respectfully Submitted,

JIM PETRO  
Attorney General State of Ohio

By Special Counsel:  
KEGLER, BROWN, HILL & RITTER  
A Legal Professional Association

  
\_\_\_\_\_  
R. Kevin Kerns (0021781)  
Richard W. Schuermann, Jr. (0032546)  
65 E. State Street, Suite 1800  
Columbus, OH 43215  
Telephone: (614) 462-5400  
*Attorneys for Ann H. Womer Benjamin, in her capacity as  
Liquidator of The American Druggists' Insurance  
Company*

## MEMORANDUM IN SUPPORT

This motion is brought by the Liquidator requesting that this Court approve the Statement of Receipts and Disbursements of the Liquidator for the periods January 1, 2006 to June 30, 2006. The receipts and expenditures are described and set forth in the attached Exhibit A.

On April 30, 1986, The American Druggists' Insurance Company ("ADIC") was declared insolvent and placed into liquidation and the Ohio Superintendent of Insurance was appointed as Liquidator. Section 3903.21 of the Ohio Revised Code and the Liquidator Order direct the Liquidator to take possession of and liquidate all property and assets of ADIC, to collect all debts and monies due ADIC, and to pay reasonable compensation to all persons employed to assist with the liquidation 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 property of the insurer.

The Liquidation Order and Section 3903.18(E) of the Ohio Revised Code provide that the Liquidator must submit periodic accountings to the Court. Such accountings assist the Court in monitoring the progress and status of the Liquidation, and in particular the receipts and disbursements in the ADIC liquidation proceedings.

WHEREFORE, for the reasons outlined above, the Liquidator respectfully requests the Court to approve the attached Statement of Receipts and Disbursements of the

Liquidator for the period January 1, 2006 to June 30, 2006.

Respectfully Submitted,

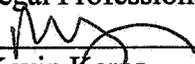
JIM PETRO

Attorney General State of Ohio

By Special Counsel:

KEGLER, BROWN, HILL & RITTER

A Legal Professional Association

  
R. Kevin Kerns (0021781)

Richard W. Schuermann, Jr. (0032546)

65 E. State Street, Suite 1800

Columbus, OH 43215

Telephone: (614) 462-5400

*Attorneys for Ann H. Womer Benjamin, in her  
capacity as Liquidator of The American  
Druggists' Insurance Company*

**EXHIBIT A**

Liquidator of American Druggists' Insurance Company  
Statement of Receipts and Disbursements  
For The Period 1/01/06 - 6/30/06

	CASH	SECURITIES	TOTAL
Balance at 12/31/05	5,806.58	22,096,000.00	22,101,806.58
Security Amortization for the Period	0.00	0.00	0.00
<b>RECEIPTS</b>			
Investment Proceeds in Repo Agreements (Note 1)	6,348,000.00	(6,348,000.00)	0.00
Interest/Dividend Income	384,739.60	0.00	384,739.60
Reinsurance Recoveries	11,412.64	0.00	11,412.64
Uncashed and Volded Class 6 Distribution Payments	109,457.16	0.00	109,457.16
Recovery from Cash Collateral for Paid Loss/LAE	111,008.03	0.00	111,008.03
<b>TOTAL RECEIPTS</b>	<b>6,964,617.43</b>	<b>(6,348,000.00)</b>	<b>616,617.43</b>
<b>DISBURSEMENTS</b>			
Salaries:			
Chief Deputy Liquidator	3,148.77	0.00	3,148.77
Deputy Liquidators	8,797.88	0.00	8,797.88
Employee Wages, Taxes, Benefits	56,088.93	0.00	56,088.93
Legal Expense	28,893.08	0.00	28,893.08
General Operating Expenses	44,323.55	0.00	44,323.55
Distribution to Claimants:			
Class 5 - General Creditors & Reinsurer Claims Reissued	319,307.07	0.00	319,307.07
Class 6 - State and Local Government Claims	5,081,475.41	0.00	5,081,475.41
Class 8 - NY Liquidation Bureau-Surplus Note Interest	1,128,039.71	0.00	1,128,039.71
Class 9 - State & Local Government Claims	294,837.94	0.00	294,837.94
<b>TOTAL DISBURSEMENTS</b>	<b>6,964,912.34</b>	<b>0.00</b>	<b>6,964,912.34</b>
Balance at 6/30/06	5,511.67	15,748,000.00	15,753,511.67
	A	AB	

A) Excluding \$0.00 Held By States.  
B) Bonds Carried at Amortized Value.

Note 1: The captions "Investment Proceeds in Repo Agreements" or "Investment Purchases in Repo Agreements" represent the difference between total repurchase sales and purchases for the reporting period.