

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Great Oaks Casualty Insurance Co. in Liquidation
Statement of Affairs
As of September 30, 2009

| | <u>Estimated Realizable Value</u> |
|--|---|
| ASSETS | |
| Pooled Cash Due from the Admin Fund | \$5,693,722.72 |
| Accrued Interest Receivable | 11,861.02 |
| Total Assets | <u>\$5,705,583.74</u> |
| LIABILITIES | |
| General Creditor Claims (Class 6) | |
| - Other | 475,849.31 |
| State & Local Government Claims (Class 7) | 72,990.44 |
| Late Filed Claims (Class 8) | 252,192.57 |
| Total Liabilities | <u>\$801,032.32</u> |
| EQUITY | |
| Contributed Equity - State of Florida | 384,308.07 |
| Estate Equity | 4,520,243.35 |
| Excess (Deficiency) of Assets over Liabilities | <u>\$4,904,551.42</u> |
| Total Liabilities and Equity | <u>\$5,705,583.74</u> |

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Great Oaks Casualty Insurance Co. in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through September 30, 2009

| | Fiscal Year to Date | Since Date of Liquidation |
|--|------------------------|---------------------------------|
| CASH RECEIPTS | | |
| Premium Collections | \$0.00 | \$1,466,044.85 |
| Reinsurance Recoveries | 0.00 | 9,390,920.53 |
| Agents' Balances Recoveries | 0.00 | 923,060.93 |
| Subrogation and Salvage Recoveries | 1,140.00 | 551,034.78 |
| Litigation Recoveries | 0.00 | 428,381.43 |
| Tax Recoveries | 0.00 | 963.33 |
| Other Collections / Recoveries | 6.84 | 1,649,942.73 |
| Sale of Personal Property Inventory | 0.00 | 130,394.72 |
| Rental Income | 0.00 | 9,019.67 |
| Mortgage Principal Recovery | 0.00 | 113,297.86 |
| Mortgage Interest Income | 0.00 | 21,477.64 |
| Receipts Before Investment Activities | 1,146.84 | 14,684,538.47 |
| Interest and Dividend Receipts | 38,375.64 | 8,143,666.98 |
| Sale of Short Term Investment | 0.00 | 685,797.75 |
| Sale of Long Term Investment | 0.00 | 27,000.00 |
| Receipts From Investment Activities | 38,375.64 | 8,856,464.73 |
| Total Cash Receipts | 39,522.48 | 23,541,003.20 |
| CASH DISBURSEMENTS & DISTRIBUTIONS | | |
| Professional Fees and Expenses | 444.92 | 1,548,219.98 |
| Salaries and Fringe Benefits | 3,137.40 | 1,768,853.01 |
| Employee Welfare | 37.53 | 26,529.54 |
| Travel Expenses | 6.03 | 54,903.42 |
| Admin Expenses | 95.36 | 286,508.82 |
| Equipment and Furniture Expenses | 200.93 | 313,891.60 |
| Rent, Building and Equipment | 830.73 | 483,814.20 |
| Taxes | 0.59 | 7,488.11 |
| Disbursements | 4,753.49 | 4,490,208.68 |
| Distributions | | |
| Secured Claims | 0.00 | 482,359.06 |
| Administrative Claims (Class 1) | 0.00 | 1,748,220.37 |
| Loss Claims (Class 2) | 0.00 | 10,607,741.35 |
| Unearned Premium-Non-Assessable Policies Claims (Class | 0.00 | 1,721,679.58 |
| Employee Claims (Class 5) | 0.00 | 23,856.23 |
| Claims-Other | 0.00 | 55,391.48 |
| Total Distributed | 0.00 | 14,639,248.07 |
| Disbursements & Distributions Before Investment Activities | 4,753.49 | 19,129,456.75 |
| Financial Expenses | 2,028.04 | 90,275.29 |
| Disbursements for Investment Activities | 2,028.04 | 90,275.29 |
| Total Cash Disbursements & Distributions | 6,781.53 | 19,219,732.04 |
| Net Increase (Decrease) in Cash | 32,740.95 | 4,321,271.16 |
| Beginning Cash Balance: | | |
| Beginning Cash | 5,660,981.77 | 1,425,811.51 |

The accompanying notes & schedules are an integral part of these financial statements

UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Great Oaks Casualty Insurance Co. in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through September 30, 2009

| | Fiscal Year to Date | Since Date of Liquidation |
|--|------------------------|---------------------------------|
| Adjustments to Beginning Cash | \$0.00 | (\$53,359.95) |
| Adjusted Beginning Cash Balance | 5,660,981.77 | 1,372,451.56 |
| Ending Cash Balance | 5,693,722.72 | 5,693,722.72 |

The accompanying notes & schedules are an integral part of these financial statements
UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Great Oaks Casualty Insurance Co. in Liquidation
Schedule of Accrued Interest Receivable
For the Three Months Ended September 30, 2009

Accrued Interest Receivable

| Due from | Account | Balance 7/1/09 | Accrued | Received | Balance 9/30/09 |
|-----------------|---------------------------|---------------------------|------------------|--------------------|----------------------------|
| State Treasury | SPIA, 4-20-0-010000-00000 | 11,469.78 | 48,283.10 | (47,891.86) | 11,861.02 |
| Totals: | | <u>11,469.78</u> | <u>48,283.10</u> | <u>(47,891.86)</u> | <u>11,861.02</u> |

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation**
Great Oaks Casualty Insurance Co. in Liquidation
Notes to Financial Statements

Dated September 30, 2009

1. **Estate Information.** Great Oaks Casualty Insurance Company was a property and casualty company domiciled in Florida and placed in liquidation on December 9, 1991.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on the liquidation basis of accounting using a fiscal year of July 1, 2009 through June 30, 2010. The assets are stated at their estimated realizable values, while the liabilities are stated at their ultimate (gross filed) amounts and are periodically adjusted as evaluated, adjudicated and/or paid. In addition, the statements do not provide accruals for future administrative costs to liquidate the estate or costs to pursue or litigate claims against others.
3. **Unaudited.** The accompanying financial statements have not been audited by an independent certified public accountant and no opinion is expressed on their compliance with generally accepted accounting principles.
4. **Statement Format Changes.** On July 1, 2001, the Receiver converted accounting systems, which resulted in the historical accounting data being presented differently in this set of financial statements than the previously prepared statements for this estate. Because the new system uses a more detailed chart-of-accounts and summarizes data into categories different than previously used, the 'Since Date of Liquidation' column of historical data on the 'Statement of Cash Receipts and Disbursements' may not correspond directly to previous statement presentations. Users of this "Liquidation to-date" information should solicit additional information from the Receiver before making assumptions about the data.
5. **Pooled Investments.** The majority of the invested assets of the estates are combined into two main pooled accounts: the Receiver's operating account held at the Bank of America and the Special Purpose Investment Account held at the State of Florida Treasury. Each estate's share of the pooled investments is presented on the accompanying financial statements as "Pooled Cash Due from the Admin Fund".
6. **Claims.** Unless otherwise noted, the Statement of Affairs contains claim liabilities by priority class pursuant to 631.271, Florida Statutes. Unless otherwise stated, the claim liabilities reported are gross filed, unadjudicated, and have not been reduced by any early access payments from the Florida Receiver. Claims liability numbers are based upon information and documentation provided to the Receiver as of June 30, 2009.
 - All Claims have been evaluated.
 - All objections have been resolved or withdrawn by court order.
 - Class 1 Administrative Claims, Class 2 Loss Claims, Class 3 Unearned Premium Claims and Class 5 Employee Claims are adjudicated and net of distributions.
 - A claims distribution in the amount of \$23,856.23 for Class 5 Claims was authorized in September of 1992.
 - A 100% claims distribution in the amount of \$2,062,251.54 for Class 1, Class 2 and Class 3 Claims was authorized on October 19, 2006.
7. **Contributed Equity – State of Florida.** The Receiver will, from time to time, expend public funds to carry out certain duties during the course of liquidating an insurance company. The Division accounts for these expenditures as a contribution of equity by the State.
8. **Excess (Deficiency) of Assets over Liabilities.** The excess or (deficiency) represents the estimated realizable value of assets after deducting the current estimate of liabilities. This excess or (deficiency) does not take into consideration any estimates for future administrative costs to liquidate the estate or costs to pursue or litigate claims against others.