

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Coral Insurance Company in Liquidation
Statement of Affairs
As of December 31, 2010

	<u>Estimated Realizable Value</u>
ASSETS	
Pooled Cash Due from the Admin Fund	\$1,657,736.58
Accrued Interest Receivable	1,225.72
Accounts Receivable	<u>6,283.04</u>
Total Assets	<u><u>\$1,665,245.34</u></u>
LIABILITIES	
Administrative Claims (Class 1)	
- Guaranty Associations	806,971.16
Loss Claims (Class 2)	
- Guaranty Associations	5,719,888.72
Claims Not Prioritized	<u>6,044,639.52</u>
Total Liabilities	\$12,571,499.40
EQUITY	
Contributed Equity - State of Florida	12,778.15
Estate Equity	<u>(10,919,032.21)</u>
Excess (Deficiency) of Assets over Liabilities	<u>(\$10,906,254.06)</u>
Total Liabilities and Equity	<u><u>\$1,665,245.34</u></u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Coral Insurance Company in Rehabilitation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through December 31, 2010

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Reinsurance Recoveries	\$286,515.28	\$286,515.28
Agents' Balances Recoveries	14,590.02	14,590.02
Tax Recoveries	14,039.00	14,039.00
Other Collections / Recoveries	1,839.14	1,839.14
Receipts Before Investment Activities	316,983.44	316,983.44
Interest and Dividend Receipts	21,062.65	21,062.65
Receipts From Investment Activities	21,062.65	21,062.65
Total Cash Receipts	338,046.09	338,046.09
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	254,203.04	254,203.04
Salaries and Fringe Benefits	119,365.87	119,365.87
Employee Welfare	19.59	19.59
Travel Expenses	24.47	24.47
Admin Expenses	7,516.54	7,516.54
Equipment and Furniture Expenses	256.22	256.22
Rent, Building and Equipment	816.18	816.18
Disbursements	382,201.91	382,201.91
Disbursements & Distributions Before Investment Activities	382,201.91	382,201.91
Financial Expenses	2,453.78	2,453.78
Disbursements for Investment Activities	2,453.78	2,453.78
Total Cash Disbursements & Distributions	384,655.69	384,655.69
Net Increase (Decrease) in Cash	(46,609.60)	(46,609.60)
Beginning Cash Balance:		
Beginning Cash	0.00	0.00
Adjustments to Beginning Cash	556,461.86	556,461.86
Cash from New Estates	1,147,884.32	1,147,884.32
Adjusted Beginning Cash Balance	1,704,346.18	1,704,346.18
Ending Cash Balance	1,657,736.58	1,657,736.58

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Coral Insurance Company in Liquidation
Schedule of Accrued Interest Receivable
For the Six Months Ended December 31, 2010

Accrued Interest Receivable

Description		Balance at Liquidation 7/26/10	Accrued	Received	Balance 12/31/10
State Treasury	SPIA, 4-20-0-010000-00000	0.00	15,197.33	(13,971.61)	1,225.72
Totals:		<u>0.00</u>	<u>0.00</u>	<u>(13,971.61)</u>	<u>1,225.72</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Coral Insurance Company in Liquidation
Schedule of Accounts Receivable
For the Six Months Ended December 31, 2010

Accounts Receivable

<u>Description</u>	<u>Balance at Liquidation 7/26/10</u>	<u>Adjustments</u>	<u>Payments</u>	<u>Balance 12/31/10</u>
Agents Balance - Unearned Commissions	5,928.28	12,657.86	(12,303.10)	6,283.04
Totals	<u>5,928.28</u>	<u>12,657.86</u>	<u>(12,303.10)</u>	<u>6,283.04</u>

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation
Coral Insurance Co. in Liquidation
Notes to Financial Statements
Dated December 31, 2010**

1. **Estate Information.** Coral Insurance Co. was a property and casualty company domiciled in Florida and placed in liquidation on July 26, 2010.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on the liquidation basis of accounting using a fiscal year of July 1, 2010 through June 30, 2011. 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. **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 to/from the Admin Fund".
5. **Accounts Receivable.** Receivables are shown with allowance provisions for uncollectible amounts unless otherwise indicated.
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 September 30, 2010.
 - The estimated estate liability at liquidation was \$4,837,978.80.
 - The estimated unearned premium claim liability at liquidation was \$1,000,000.00.
 - The estimated vendors' general creditors' liability was \$203,349.18.
 - Estimated liability for unpaid employee benefits is \$3,311.54.
 - Proof of claim forms have not been mailed to claimants.
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.