

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company in Liquidation
Statement of Affairs
As of December 31, 2009

	<u>Estimated Realizable Value</u>
ASSETS	
Cash-Company Operating	(\$629,578.99)
Cash-Restricted	329,542.57
Pooled Cash Due from the Admin Fund	3,398,167.29
Short Term Investments	133,234.97
Short Term Investments-Restricted	4,045,522.19
Accrued Interest Receivable	5,575.73
Accounts Receivable	890.00
Marshaled Inventory	15,686,500.00
Long Term Investments	3,195,207.00
Fixed Assets	20,000.00
Other Assets	694,690.93
Allowance for Impaired Assets	(4,178,757.16)
Total Assets	<u><u>\$22,700,994.53</u></u>

LIABILITIES	
Accounts Payable	7,042.00
Mortgage Payable	13,173,692.93
Secured Claims	200,200.00
Administrative Claims (Class 1)	
- Guaranty Associations	1,033,625.79
Loss Claims (Class 2)	
- Guaranty Associations	9,380,573.00
Claims Not Prioritized	31,153,370.52
Total Liabilities	<u>\$54,948,504.24</u>

EQUITY	
Contributed Equity - State of Florida	46,686.92
Estate Equity	(32,293,534.57)
Excess (Deficiency) of Assets over Liabilities	<u>(\$32,246,847.65)</u>
Total Liabilities and Equity	<u><u>\$22,701,656.59</u></u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commerical Insurance Company
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through December 31, 2009

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	\$470,583.86	\$470,583.86
Reinsurance Recoveries	54,567.84	54,567.84
Agents' Balances Recoveries	10,766.24	10,766.24
Subrogation and Salvage Recoveries	114,507.77	114,507.77
Litigation Recoveries	75.00	75.00
Other Collections / Recoveries	416,741.47	416,741.47
Rental Income	214,665.00	214,665.00
Mortgage Principal Recovery	3,251.00	3,251.00
Mortgage Interest Income	1,071.61	1,071.61
Receipts Before Investment Activities	1,286,229.79	1,286,229.79
Interest and Dividend Receipts	50,316.81	50,316.81
Sale of Short Term Investment	110,142.83	110,142.83
Receipts From Investment Activities	160,459.64	160,459.64
Total Cash Receipts	1,446,689.43	1,446,689.43
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	244,815.20	244,815.20
Salaries and Fringe Benefits	1,298,048.73	1,298,048.73
Employee Welfare	160.45	160.45
Travel Expenses	30,201.12	30,201.12
Admin Expenses	428,155.18	428,155.18
Equipment and Furniture Expenses	19,829.12	19,829.12
Rent, Building and Equipment	11,094.37	11,094.37
Taxes	(2,740.55)	(2,740.55)
Disbursements	2,029,563.62	2,029,563.62
Disbursements & Distributions Before Investment Activities	2,029,563.62	2,029,563.62
Financial Expenses	47,488.37	47,488.37
Disbursements for Investment Activities	47,488.37	47,488.37
Total Cash Disbursements & Distributions	2,077,051.99	2,077,051.99
Net Increase (Decrease) in Cash	(630,362.56)	(630,362.56)
Beginning Cash Balance:		
Beginning Cash	0.00	0.00
Adjustments to Beginning Cash	(9,341.83)	(9,341.83)
Cash from New Estates	3,737,835.26	3,737,835.26
Adjusted Beginning Cash Balance	3,728,493.43	3,728,493.43
Ending Cash Balance	3,098,130.87	3,098,130.87

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Cash - Company Operating
For the Six Months Ended December 31, 2009

Cash - Company Operating

Description	Balance at Liquidation 8/24/09	Adjustments	Balance 12/31/09
Colonial/Wachovia Inactive accounts	(197,283.76)	851.69	(196,432.07)
Wachovia Premium Sweep	5,512,370.62	(4,645,148.56)	867,222.06
Colonial GL Prem Acct #8047477925	(972.35)	972.35	0.00
Colonial GK Prem Acct #8047477933	(1,079.50)	41.69	(1,037.81)
Colonial CA Prem Acct #8047477917	(291.81)	178.16	(113.65)
Colonial Pres MM Acct #8043285447	495.82	(495.82)	0.00
Colonial Op AC FCMC #8025091318	(249,691.47)	5,584.39	(244,107.08)
Colonial CMP Prem Acct #8047477396	20,749.20	(7,767.85)	12,981.35
Colonial E&O Prem Acct #8050666711	12,150.85	(49.82)	12,101.03
Colonial New Prem Acct #8032897657	9,979.18	(11,096.08)	(1,116.90)
Wachovia New GK Claims #2000032163780	(54,473.59)	6,718.46	(47,755.13)
Wachovia New WC Claims #2000021423664	(379,321.96)	(361,041.28)	(740,363.24)
Wachovia New CA Claims #2000023587375	(373,791.38)	116,165.80	(257,625.58)
Wachovia New GL Claims #2000021424090	(14,650.40)	(19,813.14)	(34,463.54)
Colonial Premium A/C PEO #8043284911	12,223.16	(8,187.59)	4,035.57
Wachovia Operating #200023587443	33,726.94	(36,630.94)	(2,904.00)
Totals:	4,330,139.55	(4,643,956.36)	(629,578.99)

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Cash - Company Operating - Restricted
For the Six Months Ended December 31, 2009

Cash - Company Operating - Restricted

Description		Balance at Liquidation 8/24/09	Adjustments	Balance 12/31/09
Carolina 1st	Reins Trust Acct	329,542.57	0.00	329,542.57
Totals:		<u>329,542.57</u>	<u>0.00</u>	<u>329,542.57</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Short Term Investments
For the Six Months Ended December 31, 2009

Short Term Investments

Money Market Accounts

Description	Balance at Liquidation 8/24/09	Interest Reinvested	Transfers/Fees	Balance 8/24/09
Ameritrade MMkt - Primary Res Fund	104,344.34	0.00	(21,109.37)	83,234.97
Merrill Lynch MMkt	75,302.00	0.00	(75,302.00)	0.00
	<u>104,344.34</u>	<u>0.00</u>	<u>(21,109.37)</u>	<u>83,234.97</u>

Other Short Term Investments

Description	Balance at Liquidation 8/24/09	Interest Reinvested	Transfers/Fees	Balance 8/24/09
Ameritrade Fixed Income - Arizona Bond	50,000.00	0.00	0.00	50,000.00
Merrill Lynch Mutual Funds	106,200.00	0.00	(106,200.00)	0.00
	<u>50,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>50,000.00</u>

Total Short Term Investments: 133,234.97

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Short Term Investments
For the Six Months Ended December 31, 2009

Short Term Investments - Restricted

Certificates of Deposit

Description	Balance at Liquidation 8/24/09	Interest Reinvested	Transfers/Fees	Balance 12/31/09
BB &T (formerly Colonial Bank) #8051885633	2,028,286.50	0.00	0.00	2,028,286.50
BB &T (formerly Colonial Bank) #8051886136	2,017,235.69	0.00	0.00	2,017,235.69
	<u>2,028,286.50</u>	<u>0.00</u>	<u>0.00</u>	<u>4,045,522.19</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Accrued Interest Receivable
For the Six Months Ended December 31, 2009

Accrued Interest Receivable

Description		Balance at Liquidation 8/24/09	Accrued	Received	Balance 12/31/09
State Treasury	SPIA, 4-20-0-010000-00000	0.00	26,359.09	(20,783.36)	5,575.73
Totals:		<u>0.00</u>	<u>0.00</u>	<u>(20,783.36)</u>	<u>5,575.73</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Accounts Receivable
For the Six Months Ended December 31, 2009

Deposits Receivable

Description	Balance at Liquidation 8/24/09	Paid	Received	Balance 12/31/09
Florida Power & Light	0.00	890.00	0.00	890.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>890.00</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Fixed Assets
For the Six Months Ended December 31, 2009

Marshaled Inventory

Description	Balance at Liquidation 8/24/09	Adjustments	Balance 12/31/09
608 S Ocean Drive, Ft. Pierce	450,000.00	0.00	450,000.00
8090 W 23rd Ave Unit 2, Hialeah	386,200.00	0.00	386,200.00
8090 W 23rd Ave Unit 3, Hialeah	327,000.00	0.00	327,000.00
8090 W 23rd Ave Unit 4, Hialeah	327,000.00	0.00	327,000.00
8090 W 23rd Ave Unit 5, Hialeah	341,600.00	0.00	341,600.00
8090 W 23rd Ave Unit 6, Hialeah	329,700.00	0.00	329,700.00
1215 SW 7th St & 626, 646 12th Ave	1,525,000.00	0.00	1,525,000.00
2300 84th St, Hialeah	12,000,000.00	0.00	12,000,000.00
	15,686,500.00	0.00	15,686,500.00

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Long Term Investments
For the Six Months Ended December 31, 2009

Long Term Investments

Bonds - Other US Government

Description	Balance at Liquidation 8/24/09	Interest Reinvested	Transfers/Fees	Balance 12/31/09
Merrill Lynch	891,099.00	0.00	(38,454.00)	852,645.00
	<u>891,099.00</u>	<u>0.00</u>	<u>(38,454.00)</u>	<u>852,645.00</u>

Bonds - Municipal

Description	Balance 8/24/09	Interest Reinvested	Transfers/Fees	Balance 12/31/09
Merrill Lynch	512,885.00	0.00	(40,171.00)	472,714.00
	<u>512,885.00</u>	<u>0.00</u>	<u>(40,171.00)</u>	<u>472,714.00</u>

Bonds - Corporate

Description	Balance 8/24/09	Interest Reinvested	Transfers/Fees	Balance 12/31/09
Merrill Lynch	3,234,570.00	0.00	(1,364,722.00)	1,869,848.00
	<u>3,234,570.00</u>	<u>0.00</u>	<u>(1,364,722.00)</u>	<u>1,869,848.00</u>

Bonds - Other

Description	Balance 8/24/09	Interest Reinvested	Transfers/Fees	Balance 12/31/09
Merrill Lynch	312,857.00	0.00	(312,857.00)	0.00
	<u>312,857.00</u>	<u>0.00</u>	<u>(312,857.00)</u>	<u>0.00</u>

Total Short Term Investments: 3,195,207.00

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Fixed Assets
For the Six Months Ended December 31, 2009

Fixed Assets

Description	Balance at Liquidation 8/24/09	Adjustments	Balance 12/31/09
Furniture and Equipment	20,000.00	0.00	20,000.00
	<u>20,000.00</u>	<u>0.00</u>	<u>20,000.00</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Other Assets
For the Six Months Ended December 31, 2009

Mortgage Receivable

<u>Description</u>	<u>Balance at Liquidation 8/24/09</u>	<u>Adjustments/ Payments</u>	<u>Balance 12/31/09</u>
Preferred Insurance Capital Consultants, LLC (PIC) - 15 yr, 6.75%, \$545,305.50 dated 4/1/2005 monthly \$4,825.46	439,451.77	0.00	439,451.77
Vicente Suarez - 30 yr, 6.25%, \$264,000.00 dated 8/1/2007 monthly \$1,625.49 or bi-weekly \$812.75	254,748.42	490.74	255,239.16
Totals	<u>694,200.19</u>	<u>0.00</u>	<u>694,690.93</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Short Term Investments
For the Six Months Ended December 31, 2009

Allowance for Impaired Assets

Description	Balance at Liquidation 8/24/09	Increases	Decreases	Balance 8/24/09
Ameritrade MMkt Primary Res Fund	(104,344.34)	21,109.37	0.00	(83,234.97)
Ameritrade Fixed Income AZ ARS bond	(50,000.00)	0.00	0.00	(50,000.00)
Colonial Bank #8051885633	(2,028,286.50)	0.00	0.00	(2,028,286.50)
Colonial Bank #8051886136	(2,017,235.69)	0.00	0.00	(2,017,235.69)
	<u>(50,000.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>(4,178,757.16)</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Accounts Payable
For the Six Months Ended December 31, 2009

Sales Tax Payable

Description	Balance at Liquidation 8/24/09	Received	Adjustments	Balance 12/31/09
Office Building - Ascendent Rent Payment	0.00	7042.00	0.00	7,042.00
	<u>0.00</u>	<u>7,042.00</u>	<u>0.00</u>	<u>7,042.00</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Accounts Payable
For the Six Months Ended December 31, 2009

Mortgage payable

Description	Balance at Liquidation 8/24/09	Payments	Adjustments	Balance 12/31/09
608 S. Ocean Drive, Ft. Pierce \$1,355,959.00, 4/10/2006, \$9,508.30 monthly	1,350,507.15	0.00	0.00	1,350,507.15
Havana Village \$1,648,559.00 at 6%, 3/28/2008, \$14,764.76 monthly	1,115,587.65	0.00	0.00	1,115,587.65
2300 84th St, Hialeah \$10,785,788.00, 1/17/2006, \$78,990.27 monthly	10,707,598.13	0.00	0.00	10,707,598.13
	<u>13,173,692.93</u>	<u>0.00</u>	<u>0.00</u>	<u>13,173,692.93</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
First Commercial Insurance Company
Schedule of Secured Claims Against Estate
For the Six Months Ended December 31, 2009

Secured Claims Against Estate

Description	Balance at Liquidation 8/24/09	Receipts	Disbursements	Adjustment	Balance 12/31/09
Ascendant Rent	0.00	200,000.00	0.00	0.00	200,000.00
Totals:	<u>0.00</u>	<u>200,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>200,000.00</u>

Secured Claims - Other

Description	Balance at Liquidation 8/24/09	Receipts	Disbursements	Adjustment	Balance 12/31/09
Duque School Bus, Inc. - parking lot	0.00	990.00	0.00	0.00	990.00
CDM Landscaping Corp - parking lot	0.00	0.00	(790.00)	0.00	(790.00)
Totals:	<u>0.00</u>	<u>990.00</u>	<u>(790.00)</u>	<u>0.00</u>	<u>200.00</u>

Total Secured Claims: 200,200.00