

Avatar Property & Casualty Insurance Company in Liquidation
Statement of Affairs as of 9/30/22

Assets	Estimated Realizable Value
Cash	\$ 4,242,770
Accrued Interest Receivable	12,001
Short-Term Investments	3,582,488
Long-Term Investments	22,077,530
Common Stocks	235,650
Advance to Guaranty Association	20,000,000
Returned Agent Commissions Receivable	1,940,616
Premium Tax Receivable	84,352
Other Receivables	194,773
Other Assets	12,083
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Total Assets	\$ 52,382,264
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Liabilities	
Accounts Payable	\$ 213,744
Class 1 Administrative Claims	
Class 1 - Guaranty Association	5,089,111
Class 2 Loss Claims	
Class 2 - Guaranty Association	40,921,653
Class 3 Unearned Premium Claims	
Class 3 - Guaranty Association	31,410,550
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Total Liabilities	\$ 77,635,058
Equity	
Excess (Deficiency) of Assets over Liabilities	\$ (25,252,793)
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Total Liabilities and Equity	\$ 52,382,264
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The accompanying notes and schedules are an integral part of these financial statements

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Avatar Property & Casualty Insurance Company in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through 9/30/22

	Fiscal Year to Date	Since Date of Liquidation
Cash Receipts		
Premium Collections	\$ 665	\$ 1,867,926
Transfer from Investments	4,000,000	5,939,199
Other Collections/Recoveries	<u>1,633,812</u>	<u>1,073,592</u>
Receipts Before Investment Activities	\$ 5,634,477	\$ 8,880,717
Interest and Dividend Receipts	\$ 3,178	\$ 130,137
Receipts from Investment Activities	<u>\$ 3,178</u>	<u>\$ 130,137</u>
Total Cash Receipts	<u><u>\$ 5,637,655</u></u>	<u><u>\$ 9,010,854</u></u>
Cash Disbursements & Distributions		
Professional Fees and Expenses	531,298	1,219,063
Salaries and Fringe Benefits	14,161	26,491
Employee Welfare	372	659
Travel Expenses	390	580
Admin Expenses	3,394	46,537
Equipment and Furniture Expenses	7,682	12,590
Rent, Building and Equipment	5,674	12,640
Reinsurance Expenses	-	38,550
Disbursements	<u>\$ 562,971</u>	<u>\$ 1,357,111</u>
Distributions		
Administrative Claims (Class 1)	-	-
Loss Claims (Class 2)	-	-
Unearned Premium-Non-Assessable Policies Claims (Class 3)	-	-
Unearned Premium-Assessable Policies Claims (Class 9)	-	-
Distribution to Guaranty Association	<u>20,000,000</u>	<u>20,000,000</u>
Total Distributed	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>
Disbursements & Distributions Before Investment Activities	\$ 20,562,971	\$ 21,357,111
Financial Expenses	<u>200</u>	<u>1,082</u>
Disbursements for Investment Activities	<u>200</u>	<u>1,082</u>
Total Cash Disbursements & Distributions	<u><u>\$ 20,563,171</u></u>	<u><u>\$ 21,358,193</u></u>
Net Increase (Decrease) in Cash	<u><u>\$ (14,925,516)</u></u>	<u><u>\$ (12,347,339)</u></u>
Beginning Cash Balance:		
Beginning Cash	19,124,314	17,463,464
Adjustments to Beginning Cash	<u>43,972</u>	<u>(873,355)</u>
Adjusted Beginning Cash Balance	<u><u>19,168,286</u></u>	<u><u>16,590,109</u></u>
Ending Cash Balance	<u><u>4,242,770</u></u>	<u><u>4,242,770</u></u>

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Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Cash
From the Date of Liquidation through 9/30/2022

Description	Balance 3/14/22	Adjustments/Interest	Transfers In/(Out)	Balance 9/30/22
Bank United CD	522,226	-	-	522,226
Bank United Checking	4,166,228	1,822,517	(5,988,745)	-
Bank of America Checking	4,312,951	(1,480,179)	(2,832,772)	-
Bank of America Depository	305,069	580,487	(885,556)	-
Centennial Bank	1,061,941	-	(1,061,941)	-
Central Bank	2,427,726	-	(2,427,726)	-
Deutsche Bank Money Market	2,005,591	288	(2,005,879)	-
Iberia Bank	781,870	51	(781,921)	-
Woodforest Bank	406,508	41	(406,549)	-
Truist	-	1,130,564	2,209,837	3,340,400.78
STAT Deposit	600,000	(219,857)		380,143
	<u>16,590,110</u>	<u>1,833,913</u>	<u>(14,181,253)</u>	<u>4,242,770</u>

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Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Short-Term Investments
From the Date of Liquidation through 9/30/2022

BONDS & MONEY MARKET

Description	Balance 3/14/22	Adjustments/Deposits/		Distribution/		Balance 9/30/22
		Transfers	Interest	Fees		
US Bank Bond	281,434	(2,463)	(3,322)	-		275,649
BNY Mellon Bond	204,675	(74,657)	(2,550)	(1,903)		125,565
US Bank Money Market	920,413	(769,403)	-	-		151,010
BNY Mellon Money Market	3,195,195	(164,931)	-	-		3,030,264
Total Short-Term Investments	4,601,717	(1,011,454)	(5,872)	(1,903)		3,582,488

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Long-Term Investments
From the Date of Liquidation through 9/30/2022

BONDS

Description	Balance 3/14/22	Adjustments/Deposits /Transfers	Interest	Distribution/ Fees	Balance 9/30/22
US Bank Bonds	4,013,867	(877,201)	(47,184)	(1,117,806)	1,971,676
BNY Mellon Bonds	24,588,465	(1,850,061)	(253,463)	(2,379,087)	20,105,854
Total Long-Term Investments	<u>28,602,332</u>	<u>(2,727,262)</u>	<u>(300,647)</u>	<u>(3,496,893)</u>	<u>22,077,530</u>

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Accrued Interest Receivable
From the Date of Liquidation through 9/30/2022

Description	Balance 3/14/22	Accrued	Received	Balance 9/30/22
BNY Mellon Accrued Interest	64,651	251,159	(312,241)	3,569
US Bank Accrued Interest	12,948	45,991	(50,507)	8,432
Total	77,599	297,150	(362,748)	12,001

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Advance to Guaranty Association
From the Date of Liquidation through 9/30/22

Description	Balance at 3/14/22	Advanced	Recovered	Balance 9/30/22
Florida (FIGA)	-	20,000,000	-	20,000,000
Totals	-	20,000,000	-	20,000,000

The accompanying notes and schedules are an integral part of these financial statements
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**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation
Avatar Property & Casualty Insurance Company in Liquidation
Notes to Financial Statements**

Dated September 30, 2022

1. **Estate Information.** Avatar Property & Casualty Insurance Company was a property and casualty organization domiciled in Florida that was placed in liquidation on March 14, 2022.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on a modified cash basis of accounting using a fiscal year of July 1, 2022 through June 30, 2023. Assets are stated at their estimated realizable values, while the liabilities are stated at their gross filed amounts and are periodically adjusted as evaluated, adjudicated and/or paid. The statements do **not** provide accruals for future administrative expenses 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. **Short Term Investments.** Short term investments are comprised of fixed income securities with maturities of one year or less and money market accounts.
5. **Long Term Investments.** Long term investments are comprised of government and corporate fixed income securities. Long term investments are stated at market values provided by the depository trust institutions in possession of the securities as of the balance sheet date.
6. **Common Stocks.** Common stocks are comprised of publicly traded securities and are stated at market value.
7. **Federal Priority.** The federal government has taken the position that pursuant to 31 U.S.C.A. 3713 a federal government claim must be paid first, when a debtor to the United States is insolvent. The federal government has also taken the position that it is not subject to state insurance liquidation claim's proceeding deadlines. To establish finality, shield itself from potential liability, and ultimately discharge the estate, the Receiver will request a federal release from the U.S. Department of Justice.
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.