

IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS  
COUNTY DEPARTMENT, CHANCERY DIVISION

IN THE MATTER OF THE REHABILITATION OF )  
AMERICAN MUTUAL REINSURANCE COMPANY )

NO. 88 CH 01595

NOTICE OF FILING

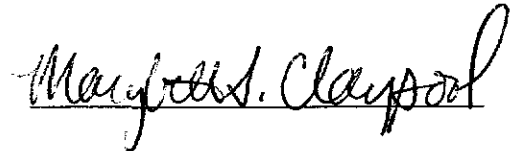
To: See Attached Service List

**YOU ARE HEREBY NOTIFIED** that on August 24, 2009, the Rehabilitator filed, pursuant to 215 ILCS 5/202(D)(1) (1998), with the Clerk of the Circuit Court of Cook County, Illinois, the attached Rehabilitator's Statement of Changes in Cash and Invested Assets for the period of April 1, 2009 thru June 30, 2009.

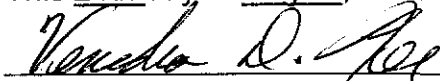
  
Counsel to the Rehabilitator

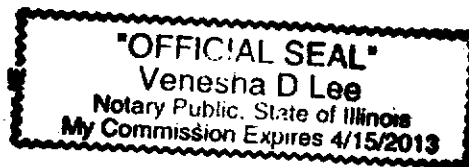
CERTIFICATE OF SERVICE

I, Marybeth S. Claypool, a non-attorney, on oath state, that I served a copy of this Notice and the Rehabilitator's Statement of Changes in Cash and Invested Assets to all persons on the attached service list by depositing the same in the U.S. Mail depository located at 222 Merchandise Mart Plaza, Chicago, Illinois, 60654 on August 24, 2009 with proper postage prepaid.



Subscribed and sworn to before me  
This 24th day of August, 2009

  
Notary Public



D. Daniel Barr  
Daniel A. Guberman  
Counsel to the Rehabilitator  
222 Merchandise Mart Plaza, Suite 1450  
Chicago, Illinois 60654  
(312) 836-9500  
Attorney Code #16819

**SERVICE LIST**

**AMERICAN MUTUAL REINSURANCE COMPANY**

**(No. 88 CH 01595)**

DAVID M. RAIM, ESQ.  
DONALD J. MROS, ESQ.  
CHADBOURNE & PARKE LLP  
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WASHINGTON, D.C. 20036  
(COUNSEL TO EMLICO)

JAMES K. BORCIA, ESQ.  
TRESSLER SODERSTROM MALONEY  
& PRIESS, LLP  
SEARS TOWER-22<sup>ND</sup> FLOOR  
233 SOUTH WACKER DRIVE  
CHICAGO, ILLINOIS 60606

FRITZ K. HUSZAGH, ESQ.  
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222 NORTH LASALLE STREET  
SUITE 300  
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MARY CANNON VEED, ESQ.  
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CHICAGO, ILLINOIS 60606

MITCHELL A. ORPETT, ESQ.  
TRIBLER ORPETT & MEYER PC  
225 W. WASHINGTON STREET  
SUITE 1300  
CHICAGO, ILLINOIS 60606

**COURTESY COPY TO:**

THE HONORABLE JUDGE MARY ANNE MASON  
ROOM 2510  
THE RICHARD J. DALEY CENTER  
50 WEST WASHINGTON STREET  
CHICAGO, ILLINOIS 60602

**AMERICAN MUTUAL REINSURANCE COMPANY**  
**REHABILITATION DATE FEBRUARY 22, 1988**  
**STATEMENT OF CHANGES IN CASH AND INVESTED ASSETS**  
**APRIL 1 THROUGH JUNE 30, 2009**

	CURRENT PERIOD	YEAR TO DATE
<b>Beginning Cash &amp; Invested Assets</b>	\$ 89,557,792	\$ 86,757,390
<b>Cash Receipts:</b>		
Investment Income (Note 1)	\$ (589,329)	\$ 915,143
Gain or Loss on Sale of Investment	-	1,979,253
Reinsurance Receipts (Note 2)	112,752	408,967
<b>Total Cash Receipts</b>	<u>\$ (476,577)</u>	<u>\$ 3,303,363</u>
<b>Cash Disbursements:</b>		
Salaries	\$ 103,387	\$ 171,281
Professional Fees:		
Legal Fees & Expenses (Note 3)	16,772	22,178
Audit Fees (Note 4)	4,149	4,149
Consulting Fees (Note 5)	4,853	4,853
Compensation:		
Employee Benefits	37,840	63,990
Payroll and Other Taxes	6,178	24,841
Other Expenses of Administration of Company and its Property:		
Rent and Rent Items	7,461	27,188
Equipment Expenses	9,880	10,112
Travel and Travel Items	151	232
Postage and Freight	128	713
Office Expenses	2,061	3,263
Data Processing	516	1,677
Investment Expenses	5,344	10,219
Interest on Surplus Drafts	-	833,141
Other Expenses	3,387	3,808
<b>Total Cash Disbursements</b>	<u>\$ 202,107</u>	<u>\$ 1,181,645</u>
<b>Ending Cash &amp; Invested Assets</b>	<u>\$ 88,879,108</u>	<u>\$ 88,879,108</u>

**AMERICAN MUTUAL REINSURANCE COMPANY**  
**REHABILITATION DATE FEBRUARY 22, 1988**  
**NOTES TO STATEMENT OF CHANGES IN CASH AND INVESTED ASSETS**  
**APRIL 1 THROUGH JUNE 30, 2009**

**1. Investment Income**

Investment Income includes \$70,100 income and an amortization adjustment of (\$659,429) for a net of (\$589,329). The line item does not include \$1,078,178 accrued interest earned but not paid as of June 30, 2009.

**2. Reinsurance Receipts**

Reinsurance receipts totaling \$74,102 from CX Reinsurance Company Limited, \$32,000 from Banco De Seguros, \$4,822 from The Royal Bank of Scotland and \$1,828 from various other reinsurers.

**3. Legal Fees & Expenses**

Vanasco Genelly & Miller	\$	16,667
Neal, Gerber & Eisenberg LLP		79
Schain, Burney, Ross & Citron LTD		26
<b>Total Legal Fees &amp; Expenses</b>	<b>\$</b>	<b><u>16,772</u></b>

**4. Audit Fees**

Kerber, Eck & Braeckel LLP	\$	4,149
<b>Total Audit Fees</b>	<b>\$</b>	<b><u>4,149</u></b>

**5. Consulting Fees**

The Revere Group LTD	\$	2,666
Newmark Midwest Region LLC		1,878
Tenrox		309
<b>Total Consulting Fees</b>	<b>\$</b>	<b><u>4,853</u></b>

**AMERICAN MUTUAL REINSURANCE COMPANY**  
**REHABILITATION DATE FEBRUARY 22, 1988**  
**STATEMENT OF CASH AND INVESTED ASSETS**  
**JUNE 30, 2009**

	<b>Market Value</b>	<b>Book Value</b>
<b>Unencumbered Cash and Invested Assets</b>		
Cash	\$ 945,381	\$ 945,381
Money Market	2,521,442	2,521,442
U.S. Government Obligations	85,462,394	85,412,285
<b>Total Unencumbered Cash and Invested Assets</b>	<u>\$ 88,929,217</u>	<u>\$ 88,879,108</u>