

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

IN THE MATTER OF THE LIQUIDATION OF
UNITED CAPITOL INSURANCE COMPANY

JUN 24 11:55

COOK
COUNTY, ILLINOIS
CHANCERY DIV.

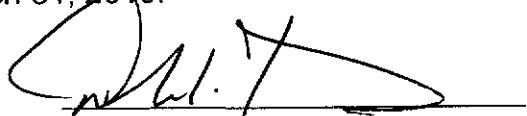
NO. 01 CH 14957

CLERK
DAN BERRYMAN

NOTICE OF FILING

To: See Attached Service List

YOU ARE HEREBY NOTIFIED that on June 24, 2010, the Liquidator filed, pursuant to 215 ILCS 5/202(D)(1) (1998), with the Clerk of the Circuit Court of Cook County, Illinois, the attached Liquidator's Statement of Changes in Cash and Invested Assets for the period of January 1, 2010 thru March 31, 2010.


Counsel to the Receiver

Dale A. Coonrod
Counsel to the Liquidator
222 Merchandise Mart Plaza, Suite 1450
Chicago, Illinois 60654
(312) 836-9500
Attorney Code #16819

SERVICE LIST

UNITED CAPITOL INSURANCE COMPANY
(No. 01 CH 14957)

COURTESY COPY TO:

THE HONORABLE JUDGE WILLIAM O. MAKI
ROOM 2302
THE RICHARD J. DALEY CENTER
50 WEST WASHINGTON STREET
CHICAGO, ILLINOIS 60602

UNITED CAPITOL INSURANCE COMPANY
LIQUIDATION DATE NOVEMBER 14, 2001
STATEMENT OF CHANGES IN CASH AND INVESTED ASSETS
JANUARY 1 THROUGH MARCH 31, 2010

| | CURRENT PERIOD | YEAR TO DATE |
|--|----------------------|----------------------|
| Beginning Cash & Invested Assets | \$ 31,703,470 | \$ 31,703,470 |
| Cash Receipts: | | |
| Investment Income (Note 1) | \$ (4,761) | \$ (4,761) |
| Tax Refunds | 2,111 | 2,111 |
| Total Cash Receipts | <u>\$ (2,650)</u> | <u>\$ (2,650)</u> |
| Cash Disbursements: | | |
| Salaries | \$ 103,195 | \$ 103,195 |
| Professional Fees: | | |
| Legal Fees & Expenses (Note 2) | 494 | 494 |
| Audit Fees (Note 3) | 824 | 824 |
| Consulting Fees (Note 4) | 111,151 | 111,151 |
| Compensation: | | |
| Employee Benefits | 39,233 | 39,233 |
| Payroll and Other Taxes | 15,548 | 15,548 |
| Other Expenses of Administration of Company and its Property: | | |
| Rent and Rent Items | 40,047 | 40,047 |
| Travel and Travel Items | 133 | 133 |
| Postage and Freight | 1,309 | 1,309 |
| Office Expenses | 3,548 | 3,548 |
| Data Processing | 2,615 | 2,615 |
| Investment Expenses | 2,351 | 2,351 |
| Other Expenses | 3,624 | 3,624 |
| Total Cash Disbursements | <u>\$ 324,072</u> | <u>\$ 324,072</u> |
| Ending Cash & Invested Assets | <u>\$ 31,376,748</u> | <u>\$ 31,376,748</u> |

UNITED CAPITOL INSURANCE COMPANY
LIQUIDATION DATE NOVEMBER 14, 2001
NOTES TO STATEMENT OF CHANGES IN CASH AND INVESTED ASSETS
JANUARY 1 THROUGH MARCH 31, 2010

1. Investment Income

Investment Income includes \$14,109 income and an amortization adjustment of (\$18,870) for a net of (\$4,761).
The line item does not include \$168,944 accrued interest earned but not paid as of March 31, 2010.

2. Legal Fees & Expenses

| | | |
|--|-----------|------------|
| Thompson Coburn Fagel Haber | \$ | 367 |
| Neal, Gerber & Eisenberg LLP | | 127 |
| Total Legal Fees & Expenses | \$ | 494 |

3. Audit Fees

| | | |
|----------------------------|-----------|------------|
| Kerber, Eck & Braeckel LLP | \$ | 824 |
| Total Audit Fees | \$ | 824 |

4. Consulting Fees

| | | |
|--------------------------------|-----------|----------------|
| Professional Staffing Services | \$ | 84,639 |
| The Revere Group LTD | | 26,512 |
| Total Consulting Fees | \$ | 111,151 |

**UNITED CAPITOL INSURANCE COMPANY
LIQUIDATION DATE NOVEMBER 14, 2001
STATEMENT OF CASH AND INVESTED ASSETS
MARCH 31, 2010**

| | Market Value | Book Value |
|--|-----------------------------|-----------------------------|
| Unencumbered Cash and Invested Assets | | |
| Cash | \$ 135,668 | \$ 135,668 |
| Money Market | 192,274 | 192,274 |
| U.S. Government Obligations | <u>31,506,000</u> | <u>31,048,806</u> |
| Total Unencumbered Cash and Invested Assets | <u>\$ 31,833,942</u> | <u>\$ 31,376,748</u> |
| Encumbered Cash and Invested Assets | | |
| Escrow Accounts (1) | | \$ 745,048 |
| Statutory Deposits (2) | | <u>6,755,623</u> |
| Total Encumbered Cash and Invested Assets | | <u>\$ 7,500,671</u> |
| Total Cash and Invested Assets | | <u>\$ 38,877,419</u> |

1. Escrow Cash and Investments:

| | |
|--|------------------------------|
| Sun Trust A/C #8840564028 Self Insured Recovery(SIR) retention fund with various insurers | \$ 115,176 |
| Sun Trust A/C #8840656824 Surety Collateral Fund being held by Sun Trust for Antaeus Energy Company | 76,072 |
| Bank of America A/C #060032256 United Capitol Insurance Co. In Liquidation / Clarendon | 95,887 |
| Bank of America A/C #060032280 United Capitol Insurance Co. In Liquidation - Fund being held for the benefit of Massachusetts creditors | 339,104 |
| Bank of America A/C #060032282 United Capitol Insurance Co. In Liquidation - Fund held for the benefit of New Mexico claimants | 118,809 |
| Total | <u>\$ 745,048</u> |

**UNITED CAPITOL INSURANCE COMPANY
LIQUIDATION DATE NOVEMBER 14, 2001
STATEMENT OF CASH AND INVESTED ASSETS
MARCH 31, 2010**

2. Represents funds which are under the direct control of state insurance departments or related entities.

| | |
|----------------|----------------------------|
| Arkansas | \$ 126,346 |
| Florida | 101,077 |
| Louisiana | 151,615 |
| New Hampshire | 3,025,097 |
| New York | 2,915,123 |
| South Carolina | 436,365 |
| Total | <u>\$ 6,755,623</u> |