

Avatar Property & Casualty Insurance Company in Liquidation
Statement of Affairs as of 6/30/22

Assets	Estimated Realizable Value
Cash	\$ 18,907,199
Accrued Interest Receivable	56,730
Short-Term Investments	6,348,451
Long-Term Investments	23,527,596
Common Stocks	275,880
Premium Tax Receivable	700,234
Other Receivables	250,636
Other Assets	12,083
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Total Assets	\$ 50,078,807
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Liabilities	
Accounts Payable	\$ 247,385
Class 1 Administrative Claims	
Class 1 - Guaranty Association	3,935,134
Class 2 Loss Claims	
Class 2 - Guaranty Association	36,672,176
Class 3 Unearned Premium Claims	
Class 3 - Guaranty Association	27,408,073
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Total Liabilities	\$ 68,262,768
Equity	
Excess (Deficiency) of Assets over Liabilities	\$ (18,183,960)
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Total Liabilities and Equity	\$ 50,078,807
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The accompanying notes and schedules are an integral part of these financial statements

UNAUDITED

Avatar Property & Casualty Insurance Company in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through 6/30/22

Cash Receipts	
Premium Collections	\$ 1,869,273
Other Collections/Recoveries	423,003
Receipts Before Investment Activities	\$ 2,292,275
Interest and Dividend Receipts	\$ 126,959
Gain/(Loss) Short Term Investments	-
Gain/(Loss) Long Term Investments	-
Receipts from Investment Activities	\$ 126,959
Total Cash Receipts	\$ 2,419,235
Cash Disbursements & Distributions	
Professional Fees and Expenses	867,750
Salaries and Fringe Benefits	12,330
Employee Welfare	287
Travel Expenses	190
Admin Expenses	43,637
Equipment and Furniture Expenses	4,908
Rent, Building and Equipment	6,966
Reinsurance Expenses	38,550
Disbursements	\$ 974,619
Distributions	
Administrative Claims (Class 1)	-
Loss Claims (Class 2)	-
Unearned Premium-Non-Assessable Policies Claims (Class 3)	-
Unearned Premium-Assessable Policies Claims (Class 9)	-
Total Distributed	\$ -
Disbursements & Distributions Before Investment Activities	\$ 974,619
Financial Expenses	882
Disbursements for Investment Activities	882
Total Cash Disbursements & Distributions	\$ 975,501
Net Increase (Decrease) in Cash	\$ 1,443,734
Beginning Cash Balance:	
Beginning Cash	17,463,464
Adjustments to Beginning Cash	-
Adjusted Beginning Cash Balance	17,463,464
Ending Cash Balance	18,907,199

The accompanying notes and schedules are an integral part of these financial statements

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Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Accrued Interest Receivable
From the Date of Liquidation through 6/30/2022

Description	Balance 3/14/22	Accrued	Received	Balance 6/30/22
BNY Mellon Accrued Interest	64,654	133,642	(151,890)	46,406
US Bank Accrued Interest	12,948	27,991	(30,615)	10,324
Total	77,602	161,633	(182,505)	56,730

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Short-Term Investments
From the Date of Liquidation through 6/30/2022

BONDS & MONEY MARKET

Description	Balance 3/14/21	Adustments/Deposits /Transfers	Interest	Distribution/Fees	Balance 6/30/22
US Bank Bond	281,434	(3,892)	-	-	277,542
BNY Mellon Bond	204,675	(48,927)	(2,542)	(1,192)	152,015
US Bank Money Market	920,413	(872,544)	-	-	47,869
BNY Mellon Money Market	3,195,195	2,675,830	-	-	5,871,025
Total Short-Term Investments	4,601,717	1,750,467	(2,542)	(1,192)	6,348,451

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Long-Term Investments
From the Date of Liquidation through 6/30/2022

BONDS

Description	Balance 3/14/21	Adustments/Deposits/ ransfers	Interest	Distribution/ Fees	Balance 6/30/22
US Bank Bonds	4,013,867	(905,650)	(30,615)	(1,041,665)	2,035,937
BNY Mellon Bonds	24,588,465	(1,080,763)	(172,611)	(1,843,432)	21,491,659
Total Long-Term Investments	<u>28,602,332</u>	<u>(1,986,413)</u>	<u>(203,226)</u>	<u>(2,885,097)</u>	<u>23,527,596</u>

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation
Avatar Property & Casualty Insurance Company in Liquidation
Notes to Financial Statements**

Dated June 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, 2021 through June 30, 2022. 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.