

Legion Insurance Company (In Liquidation)
Special Purpose Statement of Assets and Liabilities*
September 30, 2011 and December 31, 2010
(In Millions of Dollars)

	9/30/2011	12/31/2010
ASSETS		
Cash investments:		
Fixed income and equity securities	\$ 164.3	\$ 156.7
Money market deposits	241.1	326.5
Total cash and invested assets	405.4	483.2
Estimated losses and loss adjustment expense reserves - ceded	1,329.7	1,422.4
Reinsurance recoverables due or billable, net	71.5	132.0
Early access advances	1,132.7	959.2
State deposits and unapplied state deposits available for early access	5.6	7.2
Amounts to be distributed per Act 46	20.7	15.3
Amounts to be collected from Large Deductibles	31.1	37.9
Other assets	4.7	1.7
Total Assets	\$ 3,001.4	\$ 3,058.9
LIABILITIES		
Estimated Priority Class		
A - Administrative expenses:		
Liquidator expenses incurred since liquidation	\$ 349.2	\$ 326.6
Liquidator expenses paid since liquidation	(344.6)	(318.1)
Liquidator expenses	4.6	8.5
Guaranty associations paid ULAE reported	170.6	156.8
Guaranty associations' reserves ULAE	1.9	5.3
Total	\$ 177.1	\$ 170.6
B - Claims for policy benefits:		
Guaranty associations paid (including large deductible)	1,448.9	1,404.4
Liquidator valued NODs accepted	40.6	37.4
Estimated reserves - guaranty associations	626.7	634.4
Estimated reserves - other	1,266.7	1,297.0
Total	3,382.9	3,373.2
C - Federal government claims		
D - Certain employee claims		
E - General creditor claims		
Guaranty associations paid	28.4	28.4
Liquidator valued NODs accepted	57.0	55.5
Estimated value	181.6	209.3
Total	267.0	293.2
F - State and local government claims		
Liquidator valued NODs accepted	26.9	26.9
Estimated value	32.1	32.0
Total	59.0	58.9
G - Late filed claims		
Liquidator valued NODs accepted	2.8	2.3
Ancillary Receiverships:		
Post liquidation claims paid, gross	47.5	46.8
Estimated losses and loss adjustment expense reserves - direct	50.7	51.0
Offset of unapplied liquidated statutory deposit	(88.6)	(86.1)
Post liquidation claims, net	9.6	11.7
Total liabilities	3,898.4	3,909.9
Net surplus (deficit)	(897.0)	(851.0)
Total Liabilities and Surplus (Deficit)	\$ 3,001.4	\$ 3,058.9

* See Note to Special Purpose Statement of Assets and Liabilities