

**Villanova 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
<b>ASSETS</b>		
Cash investments:		
Money market deposits	\$ 64.9	\$ 79.0
Total cash and invested assets	64.9	79.0
Estimated losses and loss adjustment expense reserves - ceded	164.2	170.1
Reinsurance recoverables due or billable, net	11.9	18.7
Early access advances	122.6	94.1
State deposits and unapplied state deposits available for early access	0.2	0.9
Amounts to be distributed per Act 46	3.2	2.7
Amounts to be collected from Large Deductibles	8.8	10.4
Other assets	1.2	1.6
Total Assets	\$ 377.0	\$ 377.5
<b>LIABILITIES</b>		
Estimated Priority Class		
A - Administrative expenses:		
Liquidator expenses incurred since liquidation	\$ 38.4	\$ 35.4
Liquidator expenses paid since liquidation	(37.9)	(34.9)
Liquidator expenses	0.5	0.5
Guaranty associations paid ULAE reported	36.4	33.6
Guaranty associations' reserves ULAE	0.4	1.3
Total	\$ 37.3	\$ 35.4
B - Claims for policy benefits:		
Guaranty associations paid (including large deductible)	298.8	284.9
Liquidator valued NODs accepted	0.4	0.4
Estimated reserves - guaranty associations	108.2	120.0
Estimated reserves - other	219.3	215.9
Total	626.7	621.2
C - Federal government claims		
Total	-	-
D - Certain employee claims		
Total	-	-
E - General creditor claims:		
Guaranty associations paid (including large deductible)	5.8	5.8
Liquidator valued NODs accepted	2.5	2.5
Estimated value	6.8	7.0
Total	15.1	15.3
F - State and local government claims:		
Liquidator valued NODs accepted	2.9	2.9
Estimated value	1.5	1.5
Total	4.4	4.4
G - Late filed claims:		
Liquidator valued NODs accepted	0.1	0.1
Ancillary Receiverships:		
Post liquidation claims paid, gross	2.8	2.5
Estimated losses and loss adjustment expense reserves - direct	2.5	2.7
Offset of unapplied liquidated statutory deposit	(2.2)	(2.2)
Post liquidation claims, net	3.1	3.0
Total liabilities	686.7	679.4
Net surplus (deficit)	(309.7)	(301.9)
Total Liabilities and Surplus (Deficit)	\$ 377.0	\$ 377.5

\* See Note to Special Purpose Statement of Assets and Liabilities