

IN THE CIRCUIT COURT OF
THE SECOND JUDICIAL CIRCUIT,
IN AND FOR LEON COUNTY, FLORIDA

In Re: The Receivership of the
ARMOR INSURANCE COMPANY

CASE NO.: 1997-CA-000002

**RECEIVER'S MOTION FOR APPROVAL OF THE FINAL CLAIMS REPORT,
CLAIMS DISTRIBUTION REPORT AND DISTRIBUTION ACCOUNTING
AND FOR ORDER AUTHORIZING DISTRIBUTION**

THE FLORIDA DEPARTMENT OF FINANCIAL SERVICES as Receiver of Armor Insurance Company (hereinafter the "Receiver"), moves this Honorable Court for the entry of an Order approving the Receiver's Final Claims Report, Claims Distribution Report and Distribution Accounting and for Order Authorizing Distribution and in support of its motion states:

1. Armor Insurance Company (hereinafter "Armor"), was a Florida corporation previously authorized to transact insurance business in the State of Florida. On January 2, 1997, this Court adjudicated Armor insolvent and entered the Order Appointing the Florida Department of Insurance as Receiver (of Armor) for the Purposes of Liquidation, Injunction, and Notice of Automatic Stay (the "Order"). On January 7, 2003, the Florida Department of Insurance became a part of the Florida Department of Financial Services.

2. This Court has jurisdiction over the Armor receivership and is "authorized to make all necessary or proper orders to carry out the purposes of the Florida Insurers Rehabilitation and Liquidation Act. §631.021(1), Florida Statutes.

3. The Receiver's Final Claims Report is extremely detailed and contains non-public personal information, including personally identifiable financial information, relating to the claimants. Pursuant to Federal Law, specifically the Gramm-Leach-Bliley Act, 15 USCS §6801

(hereinafter the "Act"), there is an obligation to protect the security and confidentiality of an individual's non-public personal information.

4. In furtherance of the Act's purpose, and in order to protect claimants of the Armor estate, the Receiver has not attached the full Final Claims Report to this motion. Instead, the Receiver offers summary pages of the report that reflect the total amounts claimed and recommended by the Receiver. Upon this Court's request, the Receiver would immediately provide a full copy of the Final Claims Report. The Receiver's Final Claims Report, dated August 23, 2012, is broken down into two parts. Part A is for non-guaranty association claimants and Part B is for guaranty association claimants. Summary pages of both Parts A and B are attached as **Composite Exhibit A**. This report reflects classification of filed claims by priority in accordance with §631.271, Florida Statutes, and the objection procedure established by this Court's June 5, 2009 and June 15, 2009 Orders (attached as **Composite Exhibit B**). The Final Claims Report also incorporates the resolution of all timely filed objections and claimant information updates. Future claimant information updates resulting from the distribution process will be incorporated into the Receiver's database.

5. With the approval of the Receiver's Final Claims Report and the collection of assets in the receivership, the Receiver is now in the position to make a distribution of receivership assets. Said assets will be distributed to Class 1 and Class 2 in accordance with the Claims Distribution Report dated August 8, 2012. The Claims Distribution Report lists all claims where an approved amount has been recommended in the Final Claims Report and is in accord with §631.271, Florida Statutes. As is the case with the Final Claims Report, the Claims Distribution Report is extremely detailed and contains non-public personal information, including personally identifiable financial information, relating to the claimants and can immediately be made

available to the Court upon request. The summary page from the Claims Distribution Report is attached as **Exhibit C**.

6. Based upon the Distribution Accounting Projected for August 2012 Distribution (attached as **Exhibit D**), the Receiver is prepared to make a distribution, taking previous early access distributions into account, totaling \$21,256,524.06 (the final pro-rata calculation and the amount distributed may have a slight variance due to rounding at the time of check processing) on Class 1 and Class 2 claims. This distribution represents a 100% of the recommended claim amount of Class 1 claims and a pro-rata distribution of 48.3808% of the recommended claim amount of Class 2 claims.

7. The Distribution Accounting shows the Receiver made a total of \$16,870,000.00 in advanced payments to guaranty associations. The Receiver made the payments pursuant to early access agreements that were approved by this Court.

8. In accordance with the Distribution Accounting, the sum of \$10,000.00 shall be reserved for the Receiver's costs of distribution, discharge and wind-up expenses. This is a projected sum and any adjustments to this sum will be made in the discharge accounting.

9. The Receiver recommends that the Final Filed Claims Report, Claims Distribution Report and Distribution Accounting be approved.

10. Despite the Receiver's best efforts, some approved claims may have inadequate current address information and/or may have not provided the Receiver with a form W-9, required by the Internal Revenue Service. The distribution amounts that go unclaimed and/or the checks for the claimants that are returned to the Receiver will be verified in an unclaimed property report. The Receiver asks the Court for approval to forward the unclaimed property or funds from the Armor receivership to the Florida Bureau of Unclaimed Property.

WHEREFORE, the Receiver respectfully requests this Court grant its Motion and enter an Order:

1. Approving the Final Claims Report, Claims Distribution Report and Distribution Accounting;
2. Authorizing and directing the Receiver to make the above referenced distribution as outlined in the Distribution Accounting;
3. Approving the Receiver's reserving of \$10,000.00 for the costs of distribution, discharge and wind-up expenses; and
4. Approving that unclaimed distribution amounts be transferred to the Bureau of Unclaimed Property.

DATED this 29th day of August, 2012.


STEVEN G. BRANGACCIO,
SENIOR ATTORNEY
Florida Bar No. 0071773
Florida Department of Financial Services
Division of Rehabilitation and Liquidation
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FLORIDA DEPARTMENT OF FINANCIAL SERVICES - DIVISION OF REHABILITATION AND LIQUIDATION
 ARMOR INSURANCE COMPANY
 FINAL CLAIMS REPORT
 PART A - FOR NON GUARANTY ASSOCIATION CLAIMANTS

SUMMARY TOTALS

TOTAL AMOUNT CLAIMED BY NON GUARANTY ASSOCIATION CLAIMANTS \$67,341,933.86
 TOTAL AMOUNT RECOMMENDED TO NON GUARANTY ASSOCIATION CLAIMANTS \$419,738.11
 TOTAL NUMBER 11,916

Secured Claims

COUNT OF SECURED CLAIMS : 0
 AMOUNT CLAIMED FOR SECURED CLAIMS BY NON GUARANTY ASSOCIATION \$0.00
 AMOUNT RECMD FOR SECURED CLAIMS TO NON GUARANTY ASSOCIATION

UnSecured Claims

COUNT OF CLASS 1 CLAIMS :	0	COUNT OF CLASS 6 CLAIMS :	233
AMOUNT CLAIMED FOR CLASS 1 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$0.00	AMOUNT CLAIMED FOR CLASS 6 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$5,893,712.00
AMOUNT RECMD FOR CLASS 1 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :		AMOUNT RECMD FOR CLASS 6 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	
COUNT OF CLASS 2 CLAIMS :	3,022	COUNT OF CLASS 7 CLAIMS :	3
AMOUNT CLAIMED FOR CLASS 2 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$53,811,234.54	AMOUNT CLAIMED FOR CLASS 7 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$260,046.41
AMOUNT RECMD FOR CLASS 2 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	\$419,738.11	AMOUNT RECMD FOR CLASS 7 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	
COUNT OF CLASS 3 CLAIMS :	8,478	COUNT OF CLASS 8 CLAIMS :	131
AMOUNT CLAIMED FOR CLASS 3 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$4,664,303.71	AMOUNT CLAIMED FOR CLASS 8 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$1,644,366.98
AMOUNT RECMD FOR CLASS 3 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :		AMOUNT RECMD FOR CLASS 8 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	
COUNT OF CLASS 4 CLAIMS :	0	COUNT OF CLASS 9 CLAIMS :	1
AMOUNT CLAIMED FOR CLASS 4 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$0.00	AMOUNT CLAIMED FOR CLASS 9 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$1,000,000.00
AMOUNT RECMD FOR CLASS 4 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :		AMOUNT RECMD FOR CLASS 9 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	
COUNT OF CLASS 5 CLAIMS :	48	COUNT OF CLASS 10 CLAIMS :	0
AMOUNT CLAIMED FOR CLASS 5 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$68,270.22	AMOUNT CLAIMED FOR CLASS 10 CLAIMS BY NON GUARANTY ASSOCIATION CLAIMANTS :	\$0.00
AMOUNT RECMD FOR CLASS 5 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :		AMOUNT RECMD FOR CLASS 10 CLAIMS TO NON GUARANTY ASSOCIATION CLAIMANTS :	

Note: If status is unevaluated, then dollar amounts have been suppressed

ARMOR INSURANCE COMPANY
 2nd Judicial Circuit Court,
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 COMPOSITE EXHIBIT A

FLORIDA DEPARTMENT OF FINANCIAL SERVICES - DIVISION OF REHABILITATION AND LIQUIDATION
 ARMOR INSURANCE COMPANY
 FINAL CLAIMS REPORT
 PART B - FOR GUARANTY ASSOCIATION

SUMMARY TOTALS

TOTAL AMOUNT CLAIMED BY GUARANTY ASSOCIATION \$41,283,979.34
 TOTAL AMOUNT RECOMMENDED TO GUARANTY ASSOCIATION \$35,530,064.23
 TOTAL NUMBER 9

COUNT OF CLASS 1 CLAIMS :		6	COUNT OF CLASS 6 CLAIMS :		0
AMOUNT CLAIMED FOR CLASS 1 CLAIMS BY GUARANTY ASSOCIATION :		\$7,485,073.29	AMOUNT CLAIMED FOR CLASS 6 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00
AMOUNT RECMD FOR CLASS 1 CLAIMS TO GUARANTY ASSOCIATION :		\$7,485,073.29	AMOUNT RECMD FOR CLASS 6 CLAIMS TO GUARANTY ASSOCIATION :		
COUNT OF CLASS 2 CLAIMS :		2	COUNT OF CLASS 7 CLAIMS :		0
AMOUNT CLAIMED FOR CLASS 2 CLAIMS BY GUARANTY ASSOCIATION :		\$28,057,517.07	AMOUNT CLAIMED FOR CLASS 7 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00
AMOUNT RECMD FOR CLASS 2 CLAIMS TO GUARANTY ASSOCIATION :		\$28,044,990.94	AMOUNT RECMD FOR CLASS 7 CLAIMS TO GUARANTY ASSOCIATION :		
COUNT OF CLASS 3 CLAIMS :		1	COUNT OF CLASS 8 CLAIMS :		0
AMOUNT CLAIMED FOR CLASS 3 CLAIMS BY GUARANTY ASSOCIATION :		\$5,741,388.98	AMOUNT CLAIMED FOR CLASS 8 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00
AMOUNT RECMD FOR CLASS 3 CLAIMS TO GUARANTY ASSOCIATION :			AMOUNT RECMD FOR CLASS 8 CLAIMS TO GUARANTY ASSOCIATION :		
COUNT OF CLASS 4 CLAIMS :		0	COUNT OF CLASS 9 CLAIMS :		0
AMOUNT CLAIMED FOR CLASS 4 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00	AMOUNT CLAIMED FOR CLASS 9 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00
AMOUNT RECMD FOR CLASS 4 CLAIMS TO GUARANTY ASSOCIATION :			AMOUNT RECMD FOR CLASS 9 CLAIMS TO GUARANTY ASSOCIATION :		
COUNT OF CLASS 5 CLAIMS :		0	COUNT OF CLASS 10 CLAIMS :		0
AMOUNT CLAIMED FOR CLASS 5 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00	AMOUNT CLAIMED FOR CLASS 10 CLAIMS BY GUARANTY ASSOCIATION :		\$0.00
AMOUNT RECMD FOR CLASS 5 CLAIMS TO GUARANTY ASSOCIATION :			AMOUNT RECMD FOR CLASS 10 CLAIMS TO GUARANTY ASSOCIATION :		

IN THE CIRCUIT COURT OF
THE SECOND JUDICIAL CIRCUIT,
IN AND FOR LEON COUNTY, FLORIDA

In Re: The Receivership of the
ARMOR INSURANCE COMPANY.

CASE NO.: 1997-CA-000002

**ORDER APPROVING RECEIVER'S FIRST INTERIM CLAIMS REPORT
AND RECOMMENDATION ON CLAIMS**

THIS CAUSE was considered on the Receiver for Armor Insurance Company's Motion for approval of its First Interim Claims Report and Recommendation on Claims. The Court having reviewed the pleadings of record and otherwise being fully informed in the premises, it is **ORDERED AND ADJUDGED** that:

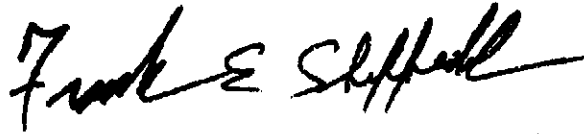
1. The Receiver is authorized and directed to provide notice to each claimant of the Receiver's recommendation regarding their claim, by United States Mail to the last known address of such person, as shown in the Receiver's files.
2. All persons who object to the Receiver's recommendation in its First Interim Claims Report are directed to file an objection with the Clerk of this Court on or before 11:59 p.m. on July 15, 2009, and file a copy of said objection with the Receiver at the following address: The Florida Department of Financial Services, Division of Rehabilitation and Liquidation as Receiver for Armor Insurance Company, P.O. Box 110, Tallahassee, Florida 32302-0110.
3. Any person filing an objection is required to submit documentation to support their claim.
4. This Court will not consider any information or documentation, submitted subsequent to the filing of the objection, in opposition to the Receiver's evaluation of the claim.

ARMOR INSURANCE COMPANY
2nd Judicial Circuit Court,
in and for Leon County, Florida
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COMPOSITE EXHIBIT B

5. The First Interim Claims Report and Recommendation on Claims for which no objections are filed is approved and the Receiver is authorized to make ministerial changes to data being transferred on computer systems of the Receiver.

6. The Receiver's procedure for addressing late filed objections is approved.

DONE and ORDERED in Chambers at Tallahassee, Leon County Florida, this 5
day of June, 2009.



FRANK E. SHEFFIELD
CIRCUIT JUDGE

A Certified Copy
Attest:

Bob Inzer

Clerk Circuit Court
Leon County, Florida

By 

JUN 08 2009 D.C.



IN THE CIRCUIT COURT OF
THE SECOND JUDICIAL CIRCUIT,
IN AND FOR LEON COUNTY, FLORIDA

In Re: The Receivership of the
ARMOR INSURANCE COMPANY.

CASE NO.: 1997-CA-000002

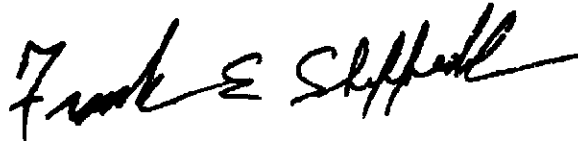
**ORDER AMENDING APPROVAL OF RECEIVER'S FIRST INTERIM CLAIMS
REPORT AND RECOMMENDATION ON CLAIMS**

THIS CAUSE was considered on the Receiver for Armor Insurance Company's *Motion to Amend Order Approving the Receiver's First Interim Claims Report and Recommendation on Claims*. The Court having reviewed the pleadings of record and otherwise being fully informed in the premises, it is **ORDERED AND ADJUDGED** that:

1. The claim objection filing deadline, as referenced in paragraph 2 of this Court's June 5, 2009 *Order Approving Receiver's First Interim Claims Report and Recommendation on Claims* (the "Order") is hereby amended from July 15, 2009 to August 14, 2009; and

2. All remaining provisions of the June 5, 2009 Order shall remain in full force and effect until further Order of this Court.

DONE and ORDERED in Chambers at Tallahassee, Leon County Florida, this 15
day of June, 2009.



FRANK E. SHEFFIELD
CIRCUIT JUDGE

A Certified Copy
Attest:

Bob Inzer

Clerk Circuit Court
Leon County, Florida

By  D.C.

JUN 16 2009



FLORIDA DEPARTMENT OF FINANCIAL SERVICES-DIVISION OF REHABILITATION AND LIQUIDATION
 ARMOR INSURANCE COMPANY
 CLAIMS DISTRIBUTION REPORT

SUMMARY TOTALS

TOTAL AMOUNT CLAIMED \$72,653,358.00
 TOTAL AMOUNT RECOMMENDED \$35,949,802.34
 TOTAL NUMBER 1,458

Secured Claims

COUNT OF SECURED CLAIMS : 0
 AMOUNT CLAIMED FOR SECURED CLAIMS :
 AMOUNT RECOMMENDED FOR SECURED CLAIMS :

Unsecured Claims

COUNT OF CLASS 1 CLAIMS : 6 COUNT OF CLASS 6 CLAIMS : 0
 AMOUNT CLAIMED FOR CLASS 1 CLAIMS : \$7,485,073.29 AMOUNT CLAIMED FOR CLASS 6 CLAIMS :
 AMOUNT RECOMMENDED FOR CLASS 1 CLAIMS : \$7,485,073.29 AMOUNT RECOMMENDED FOR CLASS 6 CLAIMS :

COUNT OF CLASS 2 CLAIMS : 1,452 COUNT OF CLASS 7 CLAIMS : 0
 AMOUNT CLAIMED FOR CLASS 2 CLAIMS : \$65,168,284.71 AMOUNT CLAIMED FOR CLASS 7 CLAIMS :
 AMOUNT RECOMMENDED FOR CLASS 2 CLAIMS : \$28,464,729.05 AMOUNT RECOMMENDED FOR CLASS 7 CLAIMS :

COUNT OF CLASS 3 CLAIMS : 0 COUNT OF CLASS 8 CLAIMS : 0
 AMOUNT CLAIMED FOR CLASS 3 CLAIMS : AMOUNT CLAIMED FOR CLASS 8 CLAIMS :
 AMOUNT RECOMMENDED FOR CLASS 3 CLAIMS : AMOUNT RECOMMENDED FOR CLASS 8 CLAIMS :

COUNT OF CLASS 4 CLAIMS : 0 COUNT OF CLASS 9 CLAIMS : 0
 AMOUNT CLAIMED FOR CLASS 4 CLAIMS : AMOUNT CLAIMED FOR CLASS 9 CLAIMS :
 AMOUNT RECOMMENDED FOR CLASS 4 CLAIMS : AMOUNT RECOMMENDED FOR CLASS 9 CLAIMS :

COUNT OF CLASS 5 CLAIMS : 0 COUNT OF CLASS 10 CLAIMS : 0
 AMOUNT CLAIMED FOR CLASS 5 CLAIMS : AMOUNT CLAIMED FOR CLASS 10 CLAIMS :
 AMOUNT RECOMMENDED FOR CLASS 5 CLAIMS : AMOUNT RECOMMENDED FOR CLASS 10 CLAIMS :

Armor Insurance Company
Distribution Accounting
Projected for August 2012 Distribution

ESTIMATED ASSETS AT JULY 31, 2012

	<u>Value</u>	<u>Reference</u>
Cash	\$ 4,407,374.06	Schedule A
Accrued Interest to be paid 8/01/2012	7,000.00	
Advance to Guaranty Association	16,870,000.00	
Total Assets	\$ 21,264,374.06	

ESTIMATED FUNDS RETAINAGE

	<u>Value</u>	<u>Reference</u>
Class I - Administrative Claims Retainage for Receiver Expenses Estimate (August 2012- December 2012)	17,850.00	Schedule B
Discharge Expenses Retainage for records storage, records destruction, tax return prep. & labor (post December 2012)	10,000.00	Schedule E
Total Proposed Retainage	27,850.00	

TOTAL AVAILABLE TO DISTRIBUTE **\$ 21,236,524.06**

DISTRIBUTION RECOMMENDATION

	Claims Value	Less Previous Claims Distributions	Value of Claims Outstanding	Apply Adv. Pmts. to Guaranty Assoc.	Recommended Distribution	% Value of Claims Outstanding	% Value of Gross Filed Claims	Total % of Claims Value Distributed
Class I - Administrative Claims-Guaranty Funds	\$ 7,485,073.29	\$ -	\$ 7,485,073.29	\$ 7,485,073.29	\$ -	100.0000%	0.0000%	100.0000%
Class II - Loss Claims-Guaranty Funds	28,044,990.94	-	28,044,990.94	9,384,926.71	4,183,451.59	48.3808%	48.381%	48.3808%
Class II - Loss Claims-Other	419,738.11	-	419,738.11	419,738.11	203,072.47	48.3808%	48.381%	48.3808%
Class III - Return Premium Claims-Guaranty Funds	5,741,388.98	-	5,741,388.98	5,741,388.98	-	0.0000%	0.0000%	0.0000%
Class III - Return Premium Claims-Other	4,664,303.71	-	4,664,303.71	4,664,303.71	-	0.0000%	0.0000%	0.0000%
Class IV - Federal Government Claims	-	-	-	-	-	0.0000%	0.0000%	0.0000%
Class V - Employee Claims	68,270.22	-	68,270.22	68,270.22	-	0.0000%	0.0000%	0.0000%
Class VI - General Creditors Claims	5,693,712.00	-	5,693,712.00	5,693,712.00	-	0.0000%	0.0000%	0.0000%
Class VII - State & Local Government Claims	260,046.41	-	260,046.41	260,046.41	-	0.0000%	0.0000%	0.0000%
Class VIII - Late Filed Claims	2,344,366.98	-	2,344,366.98	2,344,366.98	-	0.0000%	0.0000%	0.0000%
Class IX - Surplus/Other-GA	-	-	-	-	-	0.0000%	0.0000%	0.0000%
Class IX - Surplus/Other Claims	1,000,000.00	-	1,000,000.00	1,000,000.00	-	0.0000%	0.0000%	0.0000%
Totals	\$ 55,921,890.64	\$ -	\$ 55,921,890.64	\$ 16,870,000.00	\$ 4,388,524.06			

Index to Attached Schedules:

- Schedule A - Available Cash Projection
- Schedule B - Estimated Funds to be Retained by the Receiver for Discharge of the Estate
- Schedule C - Allocated State Funds Expensed
- Schedule D - Interest Earnings Projection - Pooled Cash
- Schedule E - Receiver Discharge Expenses

ARMOR INSURANCE COMPANY
2nd Judicial Circuit Court,
in and for Leon County, Florida
CASE NO. 1997-CA-000002
EXHIBIT D

Armor Insurance Company
Available Cash Projection
Projected for August 2012 Distribution

	Cash Bal. as of June 30, 2012	Jul-12
Beginning Pooled Cash Balance	X	\$ 4,407,258.42
Direct Receiver Expenses (Actual or Estimated)		
Rent-Storage & Utilities		250.00
Sub-total		250.00
Allocated Receiver Expenses (Estimated)		
Labor & Benefits		6,080.00 ¹
Indirect Expenses		2,175.00 ²
Sub-total		8,255.00
Cash Balance Before Interest Earnings		4,398,753.42
Interest Earnings		
Pooled Cash:		
Actual SPIA Earnings for June to be credited on 7/01/2012.		8,620.64
Estimate based on assumed SPIA APR on the previous month's average Pooled Cash balance (See Schedule D).		
Less: Payment for Reinsurance Services		
Ending Pooled Cash Balance	X	\$ 4,407,374.06

Assumptions for Allocated Receiver Expenses:

¹ Labor & Benefits: This estimate is based on a four month actual average. Doubled for increased activity leading up to

March Actual	\$ 1,925.55
April Actual	6,312.23
May Actual	2,230.80
June Actual	1,690.75
Sub-total	12,159.33
4 mth. actual average (rounded)	3,040.00
Doubled for increased activity level	\$ 6,080.00

² Indirect Expenses: This estimate is Armor's estimated pro rata share of the Receiver's estimated total indirect expense. The pro rata share calculation is based on Armor's estimated total assets divided by the Receiver's estimated total assets for all receiverships.

Estimated Total Asset %	1.45%
Estimated Total for the Receiver	\$ 150,000.00
Estimated Expense (rounded)	\$ 2,175.00

Armor Insurance Company
Estimated Funds to be Retained by the Receiver for Discharge of the Estate
Estimated from 08/01/2012 through the Projected Discharge Date of 12/31/2012

	July	August	September	October	November	December	Retainage Calculation
Beginning Cash Balance		\$ 4,407,374.06	\$ 12,320.00	\$ 12,990.00	\$ 9,660.00	\$ 6,330.00	
Direct Receiver Expenses							
Rent - Storage		275.00	275.00	275.00	275.00	275.00	
Sub-total		<u>275.00</u>	<u>275.00</u>	<u>275.00</u>	<u>275.00</u>	<u>275.00</u>	<u>\$ 1,375.00</u>
Allocated Receiver Expenses							
Labor & Benefits		6,080.00 ¹	3,040.00 ¹	3,040.00 ¹	3,040.00 ¹	3,040.00 ¹	
Indirect Expenses		2,175.00 ²	15.00 ²	15.00 ²	15.00 ²	15.00 ²	
Sub-total		<u>8,255.00</u>	<u>3,055.00</u>	<u>3,055.00</u>	<u>3,055.00</u>	<u>3,055.00</u>	<u>\$ 20,475.00</u>
Claims Distribution (Approx.)		\$ 4,386,524.06					
Cash Balance Before Interest Earnings		12,320.00	8,990.00	9,660.00	6,330.00	3,000.00	
Interest Earnings							
Estimate based on assumed SPIA APR on the previous month's average Pooled Cash balance (See Schedule D).			4,000.00				\$ 4,000.00
Projected Ending Cash Balance		<u>\$ 4,407,374.06</u>	<u>\$ 12,320.00</u>	<u>\$ 12,990.00</u>	<u>\$ 9,660.00</u>	<u>\$ 6,330.00</u>	<u>\$ 17,850.00</u>

Assumptions for Allocated Receiver Expenses:

¹ Labor & Benefits: This estimate is based on a four month actual average doubled for increased labor through distribution. Subsequent to distribution the monthly average is assumed.

March Actual	\$ 1,925.55
April Actual	6,312.23
May Actual	2,230.80
June Actual	1,690.75
Sub-total	12,159.33
4 mth. actual average (rounded)	\$ 3,040.00
Doubled for increased distribution activity	<u>\$ 6,080.00</u>

² Indirect Expenses: This estimate is Armor's estimated pro rata share of the Receiver's estimated total indirect expenses. The pro rata share calculation is based on Armor's estimated total assets divided by the Receiver's estimated total assets for all receiverships. Subsequent to the distribution in August the total assets drop substantially and a lower pro rata share is estimated.

Estimated Total Asset %	1.45%
Estimated Total for the Receiver	\$ 150,000.00
Estimated Expense (rounded)	<u>\$ 2,175.00</u>
	<u>\$ 15.00</u>

Armor Insurance Company
Allocated State Funds Expensed
 Estimated from July 2012 through the Projected Discharge Date of December 2012
THIS STATEMENT INCLUDED FOR INFORMATION PURPOSES ONLY - AMOUNTS NOT PART OF DISTRIBUTION CALCULATION

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Totals
Accrued Allocated State of Florida Expenses (Estimated)							
Labor & Benefits	\$ 220.00 ¹	\$ 220.00 ¹	\$ 220.00 ¹	\$ 220.00 ¹	\$ 220.00 ¹	\$ 220.00 ¹	\$ 1,320.00
Indirect Expenses	220.00 ²	220.00 ²	220.00 ²	220.00 ²	220.00 ²	220.00 ²	1,320.00
Total	\$ 440.00	\$ 440.00	\$ 440.00	\$ 440.00	\$ 440.00	\$ 440.00	\$ 2,640.00

Assumptions for Allocated State of Florida Expenses:

¹ Labor & Benefits: This estimate is based on a four month actual average doubled for increased labor activity during the distribution period.

March Actual	356.58
April Actual	30.62
May Actual	183.80
June Actual	297.32
Sub-total	868.32
4 mth. actual average (rounded)	\$ 220.00

² Indirect Expenses: This estimate is Armor's estimated pro rata share of the State's estimated total indirect expenses. The pro rata share calculation is based on Armor's estimated total assets divided by the Receiver's estimated total assets for all receiverships.

Estimated Total Asset %	1.45%
Estimated Total for the State	\$ 15,000.00
Estimated Expense (rounded)	\$ 220.00

³ Per current Receiver policies and procedures, these accumulated amounts are recorded directly against estate equity as opposed to a liability account.

Armor Insurance Company
Interest Earnings Projection - Pooled Cash
Projected for August 2012 Distribution

<u>Interest accrued for July 2012</u>	
Beginning cash balance at 07/01/2012	\$ 4,407,258.42
Ending cash balance at 07/31/2012	4,407,374.06
Average cash balance for July	4,407,316.24
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	88,146.32
Accrual for July (Rounded)	\$ 7,000.00
<u>Interest accrued for August 2012</u>	
Beginning cash balance at 08/01/2012	\$ 4,407,374.06
Ending cash balance at 08/31/2012	12,320.00
Average cash balance for August	2,209,847.03
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	44,196.94
Accrual for August (Rounded)	\$ 4,000.00
<u>Interest accrued for September 2012</u>	
Beginning cash balance at 09/01/2012	12,320.00
Ending cash balance at 09/30/2012	12,990.00
Average cash balance for September	12,655.00
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	253.10
Accrual for September (Rounded)	\$ -
<u>Interest accrued for October 2012</u>	
Beginning cash balance at 10/01/2012	12,990.00
Ending cash balance at 10/31/2012	9,860.00
Average cash balance for October	11,325.00
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	226.50
Accrual for October (Rounded)	\$ -
<u>Interest accrued for November 2012</u>	
Beginning cash balance at 11/01/2012	9,860.00
Ending cash balance at 11/30/2012	6,330.00
Average cash balance for November	7,995.00
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	159.90
Accrual for November (Rounded)	\$ -
<u>Interest accrued for December 2012</u>	
Beginning cash balance at 12/01/2012	6,330.00
Ending cash balance at 12/31/2012	3,000.00
Average cash balance for December	4,665.00
Assumed SPIA interest rate (Annualized)	2.00%
Subtotal (Annualized)	-
Accrual for December (Rounded)	\$ -

**Armor Insurance Company
Receiver Discharge Expenses
Projected for August 2012 Distribution**

Discharge Expenses (Projected for Post 12/31/2012)

Records Storage, Records Destruction, Labor ,
2012,2013 Final Tax Return Preparation

Total

\$	10,000.00
\$	<u>10,000.00</u>