Avatar Property & Casualty Insurance Company in Liquidation
Statement of Affairs as of 9/30/26

Assets		**Estimated Realizable Value**
Cash	$	21,470,643
Accrued Interest Receivable		249
Short-Term Investments		275
Long-Term Investments		3,805
Advance to Guaranty Association		40,000,000
Returned Agent Commissions Receivable		47,832
Reinsurance Recoverable		2,646,862
Premium Tax Receivable		-
Other Assets		-
Total Assets	$	64,169,666
Liabilities		
Accounts Payable	$	76,000
Class 1 Administrative Claims		
Class 1 - Guaranty Association		6,444,631
Class 2 Loss Claims		
Class 2 - Guaranty Association		82,412,657
Class 3 Unearned Premium Claims		
Class 3 - Guaranty Association		31,455,446
Class 6 General Creditor Claims		
Class 6 - Other		107,738
Class 8 Late Filed Claims		
Class 8 - Other		687,769
Total Liabilities	$	121,184,240
Equity		
Excess (Deficiency) of Assets over Liabilities	$	(57,014,574)
Total Liabilities and Equity	$	64,169,666

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 9/30/26

	Fiscal Year to Date	Since Date of Liquidation
Cash Receipts		
Premium Collections		$ 1,867,926
Returned Agent Commissions	10,323	2,068,397
Transfer from Investments	16,995,567	34,934,766
Other Collections/Recoveries	-	10,994,400
Receipts Before Investment Activities	$ 17,005,890	$ 49,865,490
Interest and Dividend Receipts	$ -	$ 304
Receipts from Investment Activities	$ -	$ 304
Total Cash Receipts	$ 17,005,890	$ 49,865,794
Cash Disbursements & Distributions		
Professional Fees and Expenses		918,413
Office Expenses		220
Admin Expenses	124,825	3,563,888
Equipment and Furniture Expenses		4,078
Rent, Building and Equipment		2,451
Taxes		1,761
Reinsurance Expenses		388,934
Disbursements	$ 124,825	$ 4,879,743
Distributions		
Administrative Claims (Class 1)	-	66,908
Loss Claims (Class 2)	-	-
Unearned Premium-Non-Assessable Policies Claims (Class 3)	-	-
Unearned Premium-Assessable Policies Claims (Class 9)	-	-
Distribution to Guaranty Association	-	40,000,000
Total Distributed	$ -	$ 40,066,908
Disbursements & Distributions Before Investment Activities	$ 124,825	$ 44,946,651
Financial Expenses	636	38,608
Disbursements for Investment Activities	636	38,608
Total Cash Disbursements & Distributions	$ 125,461	$ 44,985,259
Net Increase (Decrease) in Cash	$ 16,880,428	$ 4,880,534
Beginning Cash Balance:		
Beginning Cash	4,590,215	17,463,464
Adjustments to Beginning Cash		(873,355)
Adjusted Beginning Cash Balance	4,590,215	16,590,109
Ending Cash Balance	$ 21,470,643	$ 21,470,643

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UNAUDITED

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Cash
From the Date of Liquidation through 9/30/26

Description	Balance 3/14/22	Adjustments/Interest	Transfers In/(Out)	Balance 9/30/26
Bank United CD	522,226	773	(522,999)	-
Bank United Checking	4,166,228	1,822,517	(5,988,745)	-
Bank of America Checking	4,312,951	(1,480,179)	(2,832,772)	-
Bank of America Depository	305,069	580,487	(885,556)	-
Centennial Bank	1,061,941	-	(1,061,941)	-
Central Bank	2,427,726	-	(2,427,726)	-
Deutsche Bank Money Market	2,005,591	288	(2,005,879)	-
Iberia Bank	781,870	51	(781,921)	-
Woodforest Bank	406,508	41	(406,549)	-
Truist	-	5,539,763	15,330,881	20,870,643
STAT Deposit	600,000			600,000
	16,590,110	6,463,742	(1,583,208)	21,470,643

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UNAUDITED

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Short-Term Investments
From the Date of Liquidation through 9/30/26

BONDS & MONEY MARKET

Description	Balance 3/14/22	Adjustments/ Deposits/Transfers	Interest	Distribution/ Fees	Balance 9/30/26
US Bank Bond	281,434	(281,434)	-	-	-
BNY Mellon Bond	204,675	(137,445)	(6,772)	(60,458)	-
Morgan Stanley Bond	-	47,249,284	(1,040,942)	(46,208,339)	3
US Bank Money Market	920,413	(920,413)	-	-	-
BNY Mellon Money Market	3,195,195	(3,195,195)	-	-	-
Morgan Stanley Money Market	-	60,887,017	1,650,657	(62,537,402)	272
					-
Total Short-Term Investments	4,601,717	103,601,814	602,943	(108,806,199)	275

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Long-Term Investments
From the Date of Liquidation through 9/30/26

BONDS

Description	Balance 3/14/22	Adjustments/ Deposits/Transfers	Interest	Distribution/ Fees	Balance 9/30/26
US Bank Bonds	4,013,867	(2,609,675)	(102,607)	(1,301,585)	-
BNY Mellon Bonds	24,588,465	(19,436,820)	(737,860)	(4,413,786)	-
Morgan Stanley Bonds	-	40,075,696	1,337,055	(41,408,946)	3,805
Total Long-Term Investments	28,602,332	18,029,201	496,589	(47,124,317)	3,805

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Accrued Interest Receivable
From the Date of Liquidation through 9/30/26

Description	Balance 3/14/22	Accrued	Received	Transferred Out	Balance 9/30/26
BNY Mellon Accrued Interest	64,651	734,090	(729,836)	(68,905)	-
US Bank Accrued Interest	12,948	85,261	(84,667)	(13,542)	-
Morgan Stanley Accrued Interest	-	1,760,917	(1,760,668)		249
Total	77,599	2,580,268	(2,575,171)	(82,447)	249

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Advance to Guaranty Association
From the Date of Liquidation through 9/30/26

Description	Balance 3/14/22	Advanced	Recovered	Balance 9/30/26
Florida (FIGA)	-	40,000,000	-	40,000,000
Totals	-	40,000,000	-	40,000,000

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

Avatar Property & Casualty Insurance Company in Liquidation
Schedule of Reinsurance Recoverable
From the Date of Liquidation through 9/30/26

REINSURANCE RECOVERABLE

Recovery Agent	Balance 3/14/22	Billed	Recovered	Adjustments	Balance 9/30/26
Receiver	-	17,888,158	(8,981,088)	(6,260,208)	2,646,862
Total	-	17,888,158	(8,981,088)	(6,260,208)	2,646,862

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

Dated September 30, 2026

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, 2026 through June 30, 2027. 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. **Florida Hurricane Catastrophe Fund (FHCF) Advance to Guaranty Association (FIGA)**. Represents funds advanced directly from FHCF to FIGA for the payment of covered claims and expenses pursuant to Chapter 215, Florida Statutes. The Guaranty Association is obligated to promptly return any or all of these funds if it is determined that an overpayment has been made.

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.

9. **Statement of Cash Receipts and Cash Disbursements.** For reporting periods through September 30, 2022, expenditures allocated to the Company by Florida Department of Financial Services (DFS) were reported as applied to Avatar's Statutory Deposit held at DFS. These expenditures were reported on the Statement of Cash Receipts and Disbursements and as a reduction of Cash on the Statement of

Affairs in the period incurred. After September 30, 2022, it was determined that the expenditures would be paid from the Avatar operating account rather than from the Statutory Deposit. The previously recorded expenditures were removed from the December 31, 2022, Statement of Cash Receipts and Disbursements and added back to the Cash balance as they were not paid until January 2023. The amount due to DFS for the above mentioned expenditures is recorded as Accounts Payable on the Statement of Affairs at December 31, 2022.