

RELIANCE INSURANCE COMPANY (IN LIQUIDATION)
SPECIAL PURPOSE STATEMENTS OF ASSETS AND LIABILITIES - UNAUDITED
(In Millions)

ASSETS	December 31, 2015	December 31, 2014
Short and intermediate duration investments	\$ 2,096.0	\$ 2,414.2
Investments held for secured creditors	2.4	4.1
Investments held for uncovered claimants	16.5	16.3
Invested assets excluding affiliates	2,114.9	2,434.6
Investments in affiliates	52.0	69.7
Total invested assets	2,166.9	2,504.3
Premium balances	13.3	14.4
Reinsurance receivable	14.8	13.2
Reinsurance recoverables	43.8	284.8
Early access advances to guaranty associations	2,594.1	2,204.3
Other assets	18.3	22.2
Total Assets	4,851.2	5,043.2
LIABILITIES		
Secured Creditors - Funds held	40.4	42.2
Class (a) liabilities		
Liquidator expenses incurred since liquidation	1,251.6	1,217.5
Liquidator expenses paid since liquidation	(1,251.6)	(1,217.5)
Liquidator expenses - unpaid	-	-
Guaranty association expenses - submitted	363.1	345.2
Guaranty association expenses - paid	350.1	320.6
Guaranty association expenses - unpaid	13.0	24.6
Other class (a) liabilities	8.0	3.7
Total class (a) liabilities	21.0	28.3
Class (b) liabilities		
Guaranty association paid losses	3,166.5	3,111.5
Guaranty association reported reserves	963.0	938.0
Notices of determination issued	1,097.3	1,043.5
Gross distribution calculation	(416.1)	(404.7)
Reduction for aggregate policies	33.5	33.0
Asset distribution payments	(382.6)	(371.7)
All other estimated reserves	983.0	2,563.3
Total class (b) liabilities	5,827.2	7,284.6
Class (c) liabilities	-	-
Class (d) liabilities	-	-
Class (e) liabilities		
Notices of determination issued	149.0	122.0
Losses and reserves on assumed business	764.7	1,158.3
Other class (e) liabilities	5.2	5.4
Total class (e) liabilities	918.9	1,285.7
Class (f) liabilities	-	-
Class (g) liabilities - Notices of determination issued	32.8	28.6
Class (h) liabilities	-	-
Class (i) liabilities	-	-
Total liabilities	6,840.3	8,669.4
Net deficit	(\$1,989.1)	(\$3,626.2)

The special purpose statement of assets and liabilities of Reliance Insurance Company (in Liquidation) is prepared on a unique financial reporting basis, in that, the statement does not fully reflect the effect of the company's liquidation. The liquidation process will result in the realization of amounts on transfer or disposition of assets and in the satisfaction of liabilities at amounts substantially different than those reflected in the accompanying statement of assets and liabilities. The statement does not include any adjustment that might result from the outcome of the uncertainties related to the liquidation, future administration expenses, and various potential exposures, recoveries or benefits. The special purpose statement of assets and liabilities is not intended to be in conformity with, and will vary significantly from generally accepted accounting principles and statutory accounting practices for a property and casualty insurance company as prescribed by the NAIC.

See accompanying notes.