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

Short duration investments held for sourced creditors         2,1         2,50           Investments held for concovered claimants         17.3         17.0           Investments held for uncovered claimants         1913.6         1,500.4           Invested assets exoluting affilites         991.7         1,571.8           Premium balances         0.1         4.1           Premium balances         0.8         1.4           Reinsurance neceivable and recoverables         0.8         1.4           Entil yaccess advances to guaranty associations         323.3         2.276.6           Other assets         1.610.3         1.610.3           Total Assets         3.2.5         3.47           Class (a) liabilities         1.327.1         1.305.9           Class (a) liabilities         1.327.1         1.305.9           Class (a) liabilities         1.327.1         1.305.9           Class (a) liabilities         1.2.2         3.83.3           Class (a) liabilities         1.2.2         3.38.3           Class (a) liabilities         1.327.1         1.305.9           Class (b) liabilities estimated settlement value)         1.327.1         1.305.9           Unsettled claims         1.2.2         1.57.6           Al other es	ASSETS	December 31, 2018	December 31, 2017	
Invested seste sexuluding affiliates   17.0   17.		•		
Invested assets excluding affiliates   1,540,4   1,740,4   1,740,4   1,740,4   1,740,4   1,740,4   1,740,4   1,741				
Investments in affiliates   56,1   311.     Investments in affiliates   969.7   1,571.     Premium balances   0.0.1   4.1     Reinsurance receivable and recoverables   0.8   1.4.     Reinsurance receivable and recoverables   0.8   1.4.     Early across advances to guaranty associations   823.3   2,276.     Clark assets   16.4   16.3   3,883.     Italian   Italia				_
Premium balances		56,1		
Reinsurance receivable and recovarables   23.3   2.276.6     Calarly access advances to guaranty associations   23.3   1.810.3     Total Assets   16.4   16.3     Total Assets   1.810.3   1.810.3     Class (a) liabilities   1.327.1   1.305.9     Liquidator expenses incurred since liquidation   1.327.1   1.305.9     Liquidator expenses incurred since liquidation   1.327.1   (1.305.9   1.305.9   1.305.9     Liquidator expenses paid since liquidation   1.327.1   (1.305.9   1.305.9   1.305.9   1.305.9     Liquidator expenses - unpaid   1.327.1   1.305.9   1.305.9   1.305.9     Clay aranty association expenses - paid   381.0   3.810.0	Total invested assets	969,7	1,57	1.8
Early access advances to guaranty associations   16.4   16.3   1.810.3   1.810.3   3.883.7   1.810.1   1.810.3   3.883.7   1.810.1   1.810.3   3.883.7   1.810.1   1.810.3   3.883.7   1.810.3   3.883.7   1.810.1   1.810.1   1.810.3   3.883.7   1.810.1   1.810.3   3.883.7   1.810.8   1				
Display   16.4   16.3   3,863.7   1.610.3   3,863.7   1.610.3   3,863.7   1.610.3   3,863.7   1.610.3   3,863.7   1.610.3   1.610.3   3,863.7   1.610.3				
Class (a) liabilities   32.5   34.7	· · · · · · · · · · · · · · · · · · ·			
Secured Creditors - Funds held   32.5   34.7	Total Assets	1,810.3	3,88	3.7
Class (a) liabilities				
Liquidator expenses incurred since liquidation   1,327.1   1,305.9   1,305.9   1,305.9   1,305.9   1,305.9   1,305.9   1,307.1   1,305.9   1,305		32.5	3-	4.7
Liquidator expenses paid since liquidation   Cl.327.1)   Cl. 305.9   Cl. 400.5   Cl. 400	• •	1 227 1	1 205 0	
Clauranty association expenses - unpaid   Guaranty association expenses - paid   (381.0)   (373.0)   (37				
Guaranty association expenses - peid   12.2   16.3   16.3   29.2   16.5   16.	·	-	<del></del>	
Claranty association expenses - unpaid Other class (a) liabilities   121.0   133.2   16.3   29.2   16.5   121.0   133.2   16.5   121.0   133.2   121.0   121				
Total class (a) liabilities	·			
Class (b) liabilities (estimated settlement value)   Unsettled claims   Guaranty association paid losses   845.3   2,864.3   668.5   198.1   668.5   198.1   668.5   198.1   668.5   198.1	* *			
Unsettled claims         2,864.3         2,864.3           Guaranty association paid losses         198.1         668.5           All other estimated reserves         102.7         157.6           Total unsettled claims         1,146.1         3,690.4           Notices of determination         3,690.4           Notices of determination         2,766.3         484.2           All other         1,217.1         1,181.1           Total notices of determination         3,983.4         1,665.3           Gross class (b) liabilities         5,129.5         5,355.7           Asset distribution payments         (3,520.3)         (1,322.3)           Net class (b) liabilities         1,609.2         4,033.4           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Class (e) liabilities         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         -         -           Class (f) liabilities         -         -           Class (g) liabilities         -         -           Class (h) liabi		133,2	4:	5.5
Guaranty association paid losses         845.3         2,864.3           Reserves for guaranty association losses         198.1         668.5           All other estimated reserves         102.7         157.6           Total unsettled claims         1,146.1         3,690.4           Notices of determination         2,766.3         484.2           All other         1,217.1         1,181.1           Total notices of determination         3,983.4         1,665.3           Gross class (b) liabilities         5,129.5         5,355.7           Asset distribution payments         (3,520.3)         (1,322.3)           Net class (b) liabilities         1,609.2         4,033.4           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Class (e) liabilities         -         -           Notices of determination issued         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         -         -           Class (f) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities - Notic				
All other estimated reserves   102.7   157.6   3,690.4       Total unsettled claims   1,146.1   3,690.4       Notices of determination   2,766.3   484.2   4,181.1   1,181.1   1,181.1   1,181.1   1,1665.3       Guaranty association   2,766.3   484.2   1,181.1   1,181.1   1,181.1   1,1665.3       Gross class (b) liabilities   5,129.5   5,355.7       Asset distribution payments   (3,520.3)   (1,322.3)       Net class (b) liabilities   1,609.2   4,033.4       Class (c) liabilities   -		845.3	2,864.3	
Total unsettled claims				
Notices of determination         2,766.3         484.2         484.2         All other         1,217.1         1,181.1         1,181.1         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,665.3         1,609.2         4,033.4         1,609.2         1,609.2         4,033.4         1,609.2         4,033.4         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2         1,609.2<		***************************************		
Guaranty association         2,766.3         484.2           All other         1,217.1         1,181.1           Total notices of determination         3,983.4         1,665.3           Gross class (b) liabilities         5,129.5         5,355.7           Asset distribution payments         (3,520.3)         (1,322.3)           Net class (b) liabilities         -         -           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Notices of determination issued         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         875.4         888.5           Class (f) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities - Notices of determination issued         33.0         32.8           Class (i) liabilities         -         -           Class (j) liabilities         -         -		1,140.1	0,000.4	
All other         1,217.1 Total notices of determination         1,217.1 3,983.4 Total notices of determination         1,217.1 1,665.3 Total notices of determination         1,665.3 Total notices of determination           Gross class (b) liabilities         5,129.5 Total class (b) liabilities         1,609.2 Total notices of determination issued         4,033.4 Total notices of determination issued           Class (c) liabilities         1,609.2 Total notices of determination issued         1,609.2 Total notices of notices of determination issued         1,609.2 Total notices of notices of determination issued         1,609.2 Total notices of notices of notices of determination issued         1,609.2 Total notices of notices of notices of notices notice		2.766.3	484.2	
Gross class (b) liabilities         5,129.5         5,355.7           Asset distribution payments         (3,520.3)         (1,322.3)           Net class (b) liabilities         1,609.2         4,033.4           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Notices of determination issued         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         875.4         888.5           Class (f) liabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Class (i) liabilities         -         -           Class (i) liabilities         -         -           Class (j) liabilities         -         -           Total liabilities         -         -           Class (j) liabilities         -         -           Class (j) liabilities         -         -           Class (l) liabilities	All other	1,217.1	1,181.1	
Asset distribution payments         (3,520.3)         (1,322.3)           Net class (b) liabilities         1,609.2         4,033.4           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Notices of determination issued         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         875.4         888.5           Class (f) liabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         -         -           Total liabilities         -         -           Total liabilities         -         -           Total liabilities         -         -	Total notices of determination	3,983.4_	1,665.3	
Net class (b) liabilities         1,609.2         4,033.4           Class (c) liabilities         -         -           Class (d) liabilities         -         -           Class (e) liabilities         -         -           Notices of determination issued         149.4         149.4         149.4           Losses and reserves on assumed business         724.5         735.3         735	Gross class (b) liabilities	5,129.5	5,355.7	
Class (c) liabilities       -       -         Class (e) liabilities       -       -         Notices of determination issued       149.4       149.4         Losses and reserves on assumed business       724.5       735.3         Other class (e) liabilities       1.5       3.8         Total class (e) liabilities       875.4       888.5         Class (f) liabilities       -       -         Class (g) liabilities - Notices of determination issued       33.0       32.8         Class (h) liabilities       -       -         Class (i) liabilities       -       -         Total liabilities       2,683.3       5,034.9	Asset distribution payments	(3,520.3)	(1,322.3)	
Class (d) liabilities       -       -         Class (e) liabilities       149.4       149.4         Notices of determination issued       149.4       149.4         Losses and reserves on assumed business       724.5       735.3         Other class (e) liabilities       1.5       3.8         Total class (e) liabilities       875.4       888.5         Class (f) liabilities       -       -         Class (g) liabilities - Notices of determination issued       33.0       32.8         Class (h) liabilities       -       -         Class (i) liabilities       -       -         Total liabilities       2,683.3       5,034.9	Net class (b) liabilities	1,609.2	4,033	3.4
Class (e) liabilities       149.4       149.4         Notices of determination issued       149.4       149.4         Losses and reserves on assumed business       724.5       735.3         Other class (e) liabilities       1.5       3.8         Total class (e) liabilities       875.4       888.5         Class (f) tlabilities       -       -         Class (g) liabilities - Notices of determination issued       33.0       32.8         Class (h) liabilities       -       -         Class (i) liabilities       -       -         Total liabilities       2,683.3       5,034.9	Class (c) liabilities	-	-	-
Notices of determination issued         149.4         149.4           Losses and reserves on assumed business         724.5         735.3           Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         875.4         888.5           Class (f) liabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9	Class (d) liabilities	-	-	-
Losses and reserves on assumed business Other class (e) liabilities         724.5 1.5         735.3 3.8           Total class (e) liabilities         875.4         888.5           Class (f) liabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9	• •	440.4	440.4	
Other class (e) liabilities         1.5         3.8           Total class (e) liabilities         875.4         888.5           Class (f) tlabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9				
Class (f) liabilities         -         -           Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9		. =		
Class (g) liabilities - Notices of determination issued         33.0         32.8           Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9	Total class (e) liabilities	875 <i>.</i> 4	888	8.5
Class (h) liabilities         -         -           Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9	Class (f) liabilities	-	-	-
Class (i) liabilities         -         -           Total liabilities         2,683.3         5,034.9	Class (g) liabilities - Notices of determination issued	33.0	32	2.8
Total liabilities <u>2,683.3</u> <u>5,034.9</u>	Class (h) liabilities	-	-	-
	Class (i) liabilities	-	-	-
Net deficit(\$873.0)(\$1,151.2)	Total liabilities	2,683.3_	5,034	4.9_
	Net deficit	(\$873.0)	(\$1,151	1.2)

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.