

**THE STATE OF NEW HAMPSHIRE**

**MERRIMACK, SS**

**SUPERIOR COURT**

**Docket No. 217-2003-EQ-00106**

**In the Matter of the Liquidation of  
The Home Insurance Company**

**LIQUIDATOR'S SEVENTY-FOURTH REPORT**

I, John R. Elias, Insurance Commissioner of the State of New Hampshire, as Liquidator ("Liquidator") of The Home Insurance Company ("Home"), hereby submit this Seventy-Fourth Report on the liquidation of Home, as of September 9, 2019 in accordance with RSA 402-C:25 and the Order Concerning Liquidator's Reports issued January 19, 2005.

**The Home Insurance Company**

1. Home's background. Home, domiciled in New Hampshire, was declared insolvent on June 11, 2003, and is one of the largest property-casualty insurer insolvencies in United States history. The Company and its predecessors began operations in 1853. The Court entered the operative Order of Liquidation on June 13, 2003. The Liquidator has created a stand-alone liquidation operation which presently consists of 39 full and part time employees with offices in New York City (Home's former corporate headquarters) and Bedford, New Hampshire. From the start in 2003, the Liquidator has been engaged in marshalling assets, principally reinsurance, and determining claims.

2. Home's assets. Home's unrestricted liquid assets as of June 30, 2019 total approximately \$812 million as set forth on the June 30, 2019 financial statement attached as Exhibit A. This figure does not include the \$621.3 million of net interim distributions

paid to non-guaranty association claimants on allowed Class II claims or the net \$256 million paid to insurance guaranty associations in early access distributions through June 30, 2019. These amounts are discussed in greater detail below. As of September 1, 2019, the Liquidator has marshalled approximately \$1.83 billion in assets net of the expenses of the liquidation and Class I distributions. This total includes the interim distribution amounts paid to non-guaranty association claimants, the early access distributions amounts paid to guaranty associations, and special deposits held by states.

3. Coordination with guaranty associations. The Liquidator works closely with the state insurance guaranty associations established in every state to handle and pay certain claims under policies issued by insolvent insurers subject to statutory limitations as provided in the associations' respective statutes. See, e.g., RSA 404-B. The New Hampshire Insurers Rehabilitation and Liquidation Act ("Act") provides for so-called "early access" distribution to guaranty associations. See RSA 402-C:29, III. Through September 1, 2019, the Liquidator has made, with the Court's approval, early access net distributions totaling \$256 million. (See Section 11 below.)

As a condition for receiving early access distributions, the guaranty associations entered into "claw back" agreements with the Liquidator requiring the return of any amounts advanced that exceed the eventual distribution percentage for their creditor class. In accordance with paragraph 4 of the Orders approving the interim distributions, a portion of early access distributions have become permanent and are no longer subject to claw back by the Liquidator. The Liquidator has calculated the amount of early access distributions no longer subject to claw back to date, and has sent letters to the affected guaranty associations to apprise them of the amount of the early access distribution which is now

deemed to be permanent. The Liquidator has also sent letters to those guaranty associations which have received reimbursement from special deposits in excess of the interim distribution percentage to advise them that previously paid early access distributions will not become permanent. (See Section 12 below.)

4. Proofs of claim. The claim filing deadline in the Home liquidation was June 13, 2004. The Liquidator received nine new proofs of claim between the last Liquidator's report and September 1, 2019. The proofs of claim submitted now total 20,794. The proof of claim count includes as a single proof of claim (a) multiple proofs received from a claimant that appear to assert the same claim, and (b) claims filed on behalf of mass tort claimants against a single insured. It is difficult to summarize the proofs of claim in advance of the claim determination process because (a) those proofs of claim that quantify the claim may be overstated or understated, (b) most proofs of claim do not quantify the amount claimed, and (c) an individual proof of claim may involve many different claims and claimants.

5. Claim amendment deadline motion. The Liquidator has concluded that to move this proceeding toward closure and protect the interests of the creditors with allowed Class II claims it is now necessary to establish a deadline by which claimants with open proofs of claim must finally amend their claims. The Liquidator accordingly filed a Motion for Approval of Claim Amendment Deadline on August 1, 2019 seeking to establish a deadline for the amendment of claims. As described in that motion, claims filed after the claim amendment deadline and potential claims (claims that cannot be specifically identified by the deadline) will be barred if the Motion for Approval of Claim Amendment Deadline is granted. Copies of the motion papers -- consisting of a motion for order of

notice, the proposed order of notice, the motion for approval of claim amendment deadline, the supporting affidavit, and the proposed order approving claim amendment deadline -- may be found on the liquidation's website, [www.hicilclerk.org](http://www.hicilclerk.org).

On August 23, 2019, the Liquidator received the Court's Order of Notice Regarding Liquidator's Motion for Approval of Claim Amendment Deadline dated August 19, 2019. Pursuant to that order, the deadline for filing objections to the Motion for Approval of Claim Amendment Deadline is November 18, 2019. The Liquidator will complete mailing notice of the motion and objection deadline pursuant to the order of notice on or before September 20, 2019. A copy of the notice will be posted to the website.

6. Claim determinations and reports. The process of determining proofs of claim continues. Since the last Liquidator's report, the Liquidator has issued partial or final notices of determination addressing 74 proofs of claim pursuant to the Restated and Revised Order Establishing Procedures Regarding Claims entered January 19, 2005 ("Claims Procedures Order"). As of September 1, 2019, for all priority classes, the following table outlines activity from inception of the Liquidation:

	<u>12/01/14</u>	<u>12/01/15</u>	<u>12/05/16</u>	<u>12/01/17</u>	<u>12/1/18</u>	<u>9/1/19</u>
<b>Proofs of Claim Filed:</b>	20,672	20,704.	20,733	20,768	20,775	20,794
<b>POCs Resolved (Court App'd) <sup>(1)-(2)</sup>:</b>	15,729	17,494	18,337	18,839	19,570	19,744
<b>Total \$ Court App'd Determinations:</b>	\$2.18b	\$2.43b	\$2.73b	\$2.8 b	\$3.0 b	\$3.1b <sup>(3)</sup>
<b>Total \$ Class II Court App'd Det:</b>	\$1.94b	\$2.13b	\$2.41b	\$2.49b	\$2.6 b	\$2.73b <sup>(3)</sup>
<b>Total Remaining Open POCs <sup>(4)</sup></b>	4,225	3,210	2,396	1,929	1,242	1,050

**Breakdown of Open POC Count as of 12/05/16, 12/01/17, 12/01/18 & 9/1/19 <sup>(4)</sup>**

		<u>12/05/16</u>	<u>12/01/17</u>	<u>12/01/18</u>	<u>9/1/19</u>
i.	Insureds <sup>(7)</sup> and Claimants	2,097	1,668	979	789
ii.	Contribution Claims	43	6	12	13 <sup>(5)</sup>
iii.	Guaranty Associations	60	60	60	59
iv.	Insurer	189	186	182	180
v.	Government/other	7	9 <sup>(6)</sup>	9	9
vi.	<b><u>Total</u></b>	<b><u>2,396</u></b>	<b><u>1,929</u></b>	<b><u>1,242</u></b>	<b><u>1,050</u></b>

(1) POC counts include single POCs that may encompass multiple underlying claims and multiple POCs that may concern single underlying claims. Multiple determinations may be issued for individual POCs.

(2) The number of POCs resolved includes POCs determined and approved by the Court as Class V determinations that are deferred as to amount. The number of deferred Class V determinations can change if a final determination as to amount is issued.

(3) The allowance total was adjusted to reflect credits for offsets.

(4) The number of open POCs excludes 304 POCs at 9/1/19 determined and approved by the Court as Class V determinations that are deferred as to amount. POCs with a filed Request for Review are considered open until the NODs are resolved.

(5) The number of open contribution POCs increased due to issuance of NODs on POCs that had not been counted as open in light of previous court-approved final determinations as to priority class only.

(6) In the course of a review of the open POCs, two records were moved from another category to this category.

(7) As of 9/1/19, the number of insureds with open POCs totaled 224. All entities falling within the coverage of the policy including the named insured, additional named insured and their successors are counted as one insured if they filed a consolidated POC or POCs. Where the insured, the additional named insured and/or the successors filed separate POCs, each of the entities is counted separately.

The Liquidator continues to file reports of claims and recommendations when a sufficient number of claim determinations have passed the 60-day period for objections under RSA 402-C:41, I. Since June 1, 2019, the Liquidator has submitted two reports of claims and recommendations to the Court reflecting a total of approximately \$1.9 million in determinations for all classifications. In addition, the Court has approved one Class II settlement agreement reflecting total allowances of \$9.5 million.

7. Late-filed claims. The Order of Liquidation established June 13, 2004 as the deadline for filing claims in Home's liquidation proceeding. Pursuant to the Act, claims filed after the claim filing deadline are allowed to participate in distributions of the estate provided the late filing of the claim is "excused" for good cause shown. See RSA 402-C:37, II. The Act provides a non-exclusive list of five examples of "good cause" for late filing to be excused, including that the "existence of a claim was not known to the claimant and that he filed within 30 days after he learned of it." Id. "Unexcused" late filed claims are not permitted to receive the first distribution from the estate, but may receive subsequent distributions. RSA 402-C:37, III. (In both cases, payment is permitted only if it will not "prejudice the orderly administration of the liquidation." RSA 402-C:37, II, III.)

All proofs of claim received by the Liquidator are reviewed to determine whether the claim is timely filed or, if late, whether the late filing of the claim is to be "excused." Claimants with late filed claims which are found to be "unexcused" are informed of that determination and that they will not receive the first distribution in the Liquidator's notice of claim determination.

8. Requests for review and objections. A notice of determination is sent to a claimant when the Liquidator determines a claim. Each notice of determination includes

instructions on how to dispute the determination under the New Hampshire statutes and the Claim Procedures Order. Since inception, 1010 claimants have filed requests for review; 909 of these have been sent notices of redetermination or have withdrawn the request for review. Claimants have filed 60 objections with the Court to commence disputed claim proceedings. As of September 5, 2019, there are two disputed claim proceedings before the Referee. The Claims Procedures Order provides for review of the Referee's reports by motion to recommit. One such motion was stayed pending the Court's ruling on a motion for approval of a settlement with the claimant. The approval was given by order dated August 27, 2019, and the order deemed the motion to recommit withdrawn.

9. Financial reports. The unaudited June 30, 2019 financial statements are attached as Exhibit A to this report. The June 30, 2019 statements reflect \$811,248,037 in assets under the Liquidator's direct control and \$19,747,582 in reinsurance collections, net investment income, and other receipts, and \$8,671,852 in operating disbursements from January 1 through June 30, 2019.

10. 2019 Budget. A comparison of the actual and budgeted general and administrative expenses of the Home liquidation, on an incurred basis, through June 30, 2019 is attached as Exhibit B. As of June 30, 2019, actual expenses were below budget by \$490,209 or 7.2% with favorable variances in most categories. Below is a comparison of the annual budgeted and actual operating expenses (in millions) beginning January 1, 2004:

Year	Budget	Actual
2004	\$33.8	\$26.9
2005	\$26.8	\$26.2
2006	\$25.6	\$23.5
2007	\$22.8	\$21.5
2008	\$21.4	\$20.6
2009	\$20.6	\$20.0
2010	\$19.9	\$20.3
2011	\$18.9	\$18.2
2012	\$18.6	\$18.2
2013	\$18.4	\$17.7
2014	\$17.6	\$17.0
2015	\$17.2	\$16.2
2016	\$15.7	\$14.6
2017	\$14.5	\$13.7
2018	\$14.0	\$12.8
2019	\$13.5	

The Liquidator filed a copy of the 2019 Budget on October 15, 2018 as Exhibit 7 to the Liquidator's Filing Regarding Status Report. As of September 1, 2019, the liquidation staff is 39 in number, which includes seven part time employees. In addition, there are five Information Technology consultants, and other consultants who periodically work for the estate.

11. Investment update. The Liquidator invests Home's assets in accordance with the Fourth Revised Investment Guidelines approved December 10, 2012. A summary of Home's holdings of bonds and short-term investments as of June 30, 2019 is attached as Exhibit C, and a report listing the individual holdings of Home as of that date is attached as Exhibit D (the groupings on Exhibit B differ from those on Exhibit D). The book value of Home's bonds and short-term investments managed by Conning Asset Management ("Conning") at June 30, 2019, was approximately \$790.6 million compared to their market value of \$797.7 million. This represented an unrealized gain (book value above market value) of approximately \$7.1 million. Short-term holdings in the Conning-managed



portfolio at June 30, 2019 were \$9 million at market value. The portfolio has generated approximately \$11.6 million of cash from net investment income through June 30, 2019 and is expected to generate \$21.9 million in 2019.

The average credit rating for the Conning-managed portfolio holdings is Aa3 by Moody's and AA- by S&P. The Liquidator continues to maintain, outside of Conning's control, investments in US Treasury bills. As of June 30, 2019, such investments for Home had a market value of approximately \$9.7 million. These assets, along with sweep bank accounts, will be used to fund operating requirements.

As of September 1, 2019, the Conning-managed portfolio had an unrealized gain of \$10.2 million, a \$3.2 million change in the unrealized gain and loss from June 30, 2019 due to a decrease in bond yields influenced by concerns about economic growth and the Federal Reserve's rate reduction of .25% in July, 2019. A market value sensitivity analysis performed by Conning indicated that market values of the portfolio could potentially fluctuate \$22 million downwards and \$23 million upwards if interest rates increased or decreased 100 basis points, respectively, based on the portfolio values as of June 30, 2019. Consistent with the investment guidelines, the Liquidator and Conning continue to focus on (a) preservation of capital on investments, (b) maintaining a high quality portfolio, and (c) consistent with objectives (a) and (b), maximizing current income. As of September 1, 2019, the Liquidator and Conning believe that all securities in the portfolio will pay full amounts of principal in spite of fluctuating market values.

12. Early access distributions to guaranty associations. The Liquidator made early access distributions to a total of 55 insurance guaranty associations from 2005 through 2016. The Liquidator makes an early access distribution only after obtaining

approval from the Court and “claw back” agreements with the guaranty associations requiring the return of any amounts advanced that are necessary to make distributions to creditors whose claims fall in the same or a higher priority class. See RSA 402-C:29, III.

Early access distributions are generally subject to deductions for deposits, deductible reimbursements, recoveries from guaranty association statutory net worth insureds, amounts ascribed Class I and Class V priority, questioned claim items, and an early access distribution cap of 40% of the association’s paid loss and expense and case reserves. Given the large number of guaranty associations affected by the cap and the decreasing association claim volume over the last few years, the tenth and eleventh early access distributions also reflected an additional cap of 75% of the association’s cumulative paid claims in accordance with the Court’s approval orders. The eleventh early access distribution also reflected a \$25,000 minimum payment threshold. A net total of \$256 million has been paid to guaranty associations in early access through June 30, 2019.

13. Interim Distributions. By Order dated March 13, 2012 (as amended July 2, 2012), the Court approved the first interim distribution of 15% to claimants with allowed Class II claims. The interim distribution was subject to receipt of a waiver of federal priority claims from the United States Department of Justice (“US DOJ”), which was received on November 5, 2014. By Order dated November 16, 2015 (as amended March 7, 2016), the Court approved the second interim distribution of 10% to claimants with allowed Class II claims (for a cumulative interim distribution percentage of 25%). The second interim distribution was also subject to receipt of a waiver of federal priority claims from the US DOJ, which was received on July 18, 2016.

The Liquidator paid first interim distributions totaling \$258.3 million to creditors with allowed Class II claims on December 5, 2014 and thereafter through July 31, 2016. In August 2016, the Liquidator paid second interim distributions totaling \$183.3 million to creditors with allowed Class II claims. It also included 25% first and second distribution amounts for those recent Class II claimant-creditors who had not previously received the first interim distribution.

By Order dated October 18, 2018, the Court approved the third interim distribution of 5% to claimants with allowed Class II claims (for a cumulative interim distribution percentage of 30%). The third interim distribution was also subject to receipt of a waiver of federal priority claims from the US DOJ. The Liquidator entered a Release Agreement with the United States in conjunction with a Settlement Agreement between the Federal Claimants and the Liquidator. The two agreements were subject to Court approval, which was given by Order dated March 26, 2019, and other conditions which were satisfied on April 10, 2019, thereby making the Settlement Agreement and the Release Agreement effective. The Release Agreement provided the necessary waiver of federal priority claims allowing the third interim distribution to proceed.

In April 2019, the Liquidator paid the third interim distribution totaling \$119.0 million to creditors with allowed Class II claims. This included the 30% distribution in the amount of \$8,113,243.80 on allowed United States claims which was paid to the United States on April 10, 2019 in accordance with the terms of the Settlement Agreement. It also included 30% distribution amounts for other recent Class II claimant-creditors who had not previously received the first and second interim distributions. As part of the interim distribution process, the Liquidator periodically issues distribution

checks to claimants with newly allowed Class II claims after each December 31 and June 30 as provided in the interim distribution approval orders.

The net cumulative interim distributions to non-guaranty association Class II creditors total \$621.3 million through September 1, 2019 (excluding distribution checks outstanding of \$0.3 million ). This total does not include the amounts of prior early access distributions to guaranty associations that are deemed interim distributions no longer subject to claw back pursuant to the interim distribution approval orders (which are included in the early access total in paragraph 11). Certain guaranty associations have had claims satisfied from special deposits and, accordingly, have not received interim distributions from the Home estate.

14. Milliman reserve study. The Liquidator engaged the actuarial firm Milliman, Inc. to estimate Home's unpaid direct liabilities as of December 31, 2010, December 31, 2012, and December 31, 2014. Milliman's report concerning unpaid loss and allocated loss adjustment expense ("ALAE") as of December 31, 2010, was used in the Liquidator's Motion for Approval of Interim Distribution to Claimants with Allowed Class II Claims filed February 13, 2012, and the executive summary was included in the motion papers. A copy of the executive summary of the Milliman report concerning unpaid loss and ALAE as of December 31, 2012 was attached as an exhibit to the Liquidator's Fifty-First Report. A copy of the executive summary of the Milliman report dated June 18, 2015 concerning unpaid loss and ALAE as of December 31, 2014 was attached as an exhibit to the Liquidator's Fifty-Seventh report.

Milliman's actuarial central estimate of ultimate Class II unpaid loss and ALAE as of December 31, 2010 was \$4.112 billion, and the estimate at the 95% confidence level

was \$6.584 billion. Milliman's actuarial central estimate of ultimate Class II unpaid loss and ALAE as of December 31, 2012 was \$4.372 billion, and the estimate at the 95% confidence level was \$6.602 billion. Milliman's actuarial central estimate of ultimate Class II unpaid loss and ALAE as of December 31, 2014 was \$4.034 billion, and the estimate at the 95% and 90% confidence levels was \$5.406 billion and \$4.970 billion respectively.

15. Multiple claims. RSA 402-C:40, IV provides that in the event several claims founded on one policy are filed, and the aggregate allowed amount of all claims to which the same limit of liability in the policy is applicable exceeds that limit, then each claim as allowed shall be reduced in the same proportion so that the total equals the policy limit. This presents a potential risk for allowed claims under such policies in the event that other claims subject to the same policy limit are allowed, as the allowances subject to the same limit would need to be reduced on a pro rata basis to adjust the total of such allowances to the applicable policy limit. Distributions will be based on the reduced allowances. The Liquidator will be unable to finally determine the extent to which a claim allowance may be subject to proration until all claims against the policy have been determined. The Liquidator is tracking claims against policies and will further address this issue, if warranted, in any future application to increase the interim distribution percentage. If at the time of a distribution there are allowed claims subject to the same limit that are required to be reduced pursuant to RSA 402-C:40, IV, the Liquidator will make the reductions and advise the claimants of the reasons for them.

16. Reinsurance. The collection of reinsurance is the principal remaining asset-marshaling task of the Liquidator. The Liquidator has billed and collected reinsurance

throughout the liquidation, and he has entered into commutations with certain reinsurers of Home to resolve relationships with those reinsurers for agreed payments.

The Liquidator reports, in accordance with the Court's December 23, 2004 order, that since the last report, the Liquidator has completed and moved for approval of a ceded and assumed commutation with National Casualty Co.

17. Distributions to Class I Creditors. In his reports and recommendations regarding claims, the Liquidator has recommended that the Court approve certain claims by guaranty associations for expenses which are Class I claims under RSA 402-C:44 pursuant to RSA 404-B:11, II, certain other Class I claims, and the 10% part of allowed guaranty fund defense expense payments assigned to Class I under the Settlement Agreement with 56 guaranty associations approved on July 15, 2013. The Court has approved the claim reports, and the Liquidator accordingly has at various times made distributions to the Class I creditors. Most recently, a Class I distribution totaling \$5.4 million was issued to guaranty associations in September and October 2018, which brought total Class I distributions to \$86.0 million (after deduction of setoffs).

18. Asset dispositions (including compromises) and assumptions of obligations. In accordance with paragraph 5 of the Order Establishing Procedures for Review of Certain Agreements to Assume Obligations or Dispose of Assets entered April 29, 2004, and paragraph 5 of the Liquidator's Eleventh Report, the Liquidator submits a confidential schedule of asset dispositions (including compromises) and obligation assumptions since the last report which is filed under seal as an appendix to this report.

19. New York Office Surrender of Space; Manchester Office Lease Termination. Pursuant to the terms of the Lease Agreement for office space located at 61

Broadway in New York City, the Liquidator had a unilateral contraction option to surrender 7,500 square feet or approximately one-third of the Premises effective as of January 1, 2018. The Liquidator exercised the option and vacated the space on December 31, 2017. The Lease Agreement provides the Liquidator with a second unilateral contraction option for approximately half of the remaining space which option may be exercised at any time between January 1, 2021 and January 1, 2023. While the Lease expires by its terms on January 31, 2026, the Liquidator has an option to cancel the Lease as of January 1, 2021, as well as an option to extend the term of the Lease another five years until January 31, 2031. Both options to be effective require 12 months prior written notice.

The Lease Agreement for office space in Manchester, New Hampshire has been terminated effective as of August 31, 2019, and the Liquidator has vacated the space. The office has been relocated to new quarters in Bedford, New Hampshire which space has been let on a month to month basis.

20. Mailing Address Change: In view of the closure of Home's Manchester office, and as reflected on the liquidation's website ([www.hicilclerk.org](http://www.hicilclerk.org)), the mailing address for all Proofs of Claim has been changed to the following:

The Home Insurance Company in Liquidation  
61 Broadway, 6<sup>th</sup> Floor  
New York, New York 10006

21. Document Storage. The contract with Iron Mountain regarding storage of Home's records housed at Iron Mountain facilities as approved by the Court on November 2, 2016 extends until November 30, 2021, and provides for a further five year extension at the Liquidator's option. As of September 1, 2019, there are approximately 69,290 boxes

of documents in storage at Iron Mountain, down from a high of 167,000 in 2004 when the record review process was commenced, resulting in considerable savings to Home's estate. Record destruction efforts remain ongoing so as to eliminate records which are no longer useful to the estate.

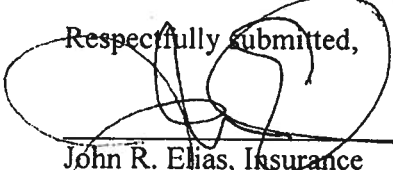
22. Ancillary proceedings in the United States and United Kingdom. Ancillary receiverships for Home remain pending in Oregon, New York, and Massachusetts. In addition, a provisional liquidation proceeding concerning Home's unincorporated branch in the United Kingdom ("UK Branch") remains pending. The Home's UK Branch wrote insurance and reinsurance as a participating member of the American Foreign Insurance Association ("AFIA"), and a Scheme of Arrangement with AFIA creditors was approved by the UK court in November 2005. Members of Ernst & Young in London act as Provisional Liquidators and Scheme Administrators.

23. Discontinuance of OLC List Service Updates Notification. The OLC List Service was created to allow individuals to be notified by e-mail message of a posting to the liquidation's website ([www.hicilclerk.org](http://www.hicilclerk.org)) rather having to visit the site to see if there have been any additions. However, maintaining this service has grown burdensome. It now requires frequent and significant reprogramming of certain older programs by liquidation staff when there are updates to computer operating system hardware and software. In addition, significant manual intervention is necessary to restart the notification system after any type of data center outage. The Liquidator has evaluated the ongoing cost and effort required to maintain this feature and has concluded that it has become excessive. As a result, the Liquidator anticipates that the OLC List Service will be discontinued effective September 30, 2019. A notice will be posted as that date approaches. All filings



and orders in the liquidation proceeding will continue to be posted and may be viewed on the liquidation's website, [www.hicilclerk.org](http://www.hicilclerk.org), which serves as a resource for those who wish to monitor the activity of the estate.

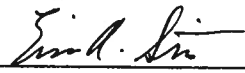
Respectfully submitted,

  
John R. Elias, Insurance  
Commissioner of the State of  
New Hampshire, as Liquidator  
of The Home Insurance Company

Dated: September 17, 2019

### CERTIFICATE OF SERVICE

I hereby certify that on September 18, 2019, a copy of the Liquidator's Seventy-Fourth Report, without the confidential appendix, was served upon the persons named on the attached Service List, by first class mail, postage prepaid.

  
Eric A. Smith  
NH Bar ID No. 16952

Exhibits:

- A – Unaudited Financial Statement as of 6/30/19
- B – Comparison of actual and budgeted general and administrative expenses through 6/30/19
- C – Holdings of bonds and short-term investments as of 6/30/19
- D – Individual holdings report as of 6/30/19

Confidential Appendix

THE STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

SUPERIOR COURT

In the Matter of the Liquidation of  
The Home Insurance Company  
Docket No. 217-2003-EQ-00106

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**THE HOME INSURANCE COMPANY IN LIQUIDATION**

**Financial Statements (Modified Cash Basis)**

**June 30, 2019 and December 31, 2018  
(Unaudited)**

## The Home Insurance Company In Liquidation

### Statement of Restricted and Unrestricted Net Assets Excluding Certain Amounts (Modified-Cash Basis) (Unaudited)

Assets	June 30, 2019	December 31, 2018
Unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost:		
Fixed-income securities (Note 2)	\$ 786,552,142	\$ 749,762,900
Short-term investments	9,711,087	134,142,344
Cash and cash equivalents	10,779,523	20,635,841
<b>Total unrestricted fixed-income, short-term investments, and cash and cash equivalents, at cost</b>	<b>\$ 807,042,752</b>	<b>\$ 904,541,085</b>
Unrestricted liquid assets:		
Interest income due and accrued	4,794,773	4,296,062
Other liquid assets	2	2
<b>Total unrestricted liquid assets</b>	<b>\$ 811,837,527</b>	<b>\$ 908,837,149</b>
Unrestricted illiquid assets: ( Note 1)		
Limited partnership interests	592,358	592,358
<b>Total unrestricted illiquid assets (Note 1)</b>	<b>\$ 592,358</b>	<b>\$ 592,358</b>
Restricted liquid assets: (Note 4)		
Cash	195,667	195,667
<b>Total restricted liquid assets (Note 4)</b>	<b>\$ 195,667</b>	<b>\$ 195,667</b>
<b>Total restricted and unrestricted assets, excluding certain amounts</b>	<b>\$ 812,625,552</b>	<b>\$ 909,625,173</b>
<b>Liabilities</b>		
Incurred but unpaid administrative expenses and investment expenses (Note 3)	1,113,304	1,790,276
Class I distribution checks outstanding (Note 8)	-	9,301
Class II distribution checks outstanding (Note 9)	264,212	127,199
<b>Total liabilities</b>	<b>\$ 1,377,516</b>	<b>\$ 1,926,776</b>
<b>Restricted and unrestricted net assets, excluding certain amounts</b>	<b>\$ 811,248,037</b>	<b>\$ 907,698,396</b>

See accompanying notes.

**The Home Insurance Company in Liquidation**

**Statement of Restricted and Unrestricted Cash Receipts and Disbursements  
(Modified-Cash Basis)  
(Unaudited)**

	<b>January 1, 2019 To June 30, 2019</b>	<b>January 1, 2018 To December 31, 2018</b>
<b>Cash and marketable securities received:</b>		
Net investment income	\$ 11,526,978	\$ 21,369,678
Reinsurance collections - unrestricted	7,205,442	18,530,389
Agents' balances	515,526	2,632,501
Salvage, subrogation and other claim recoveries	132,039	304,797
Realized capital gains on sale of fixed-income securities (Note 1)	103,544	203,535
Miscellaneous income	199,138	16,426
All other	64,915	957,654
<b>Total cash receipts</b>	<b>\$ 19,747,582</b>	<b>\$ 44,014,980</b>
<b>Cash operating disbursements:</b>		
Human resources costs (Note 3)	4,475,792	7,250,789
Realized capital losses on sale of fixed-income securities (Note 1)	466,651	1,538,378
Consultant and outside service fees	1,248,194	2,119,665
General office and rent expense	609,384	1,234,118
Legal and audit fees	460,600	1,061,982
Investment expenses	368,989	738,890
Computers and equipment cost	91,557	183,485
Administration costs	85,151	191,348
Loss expenses paid (Note 1)	45,325	131,840
Capital contribution	4,100	38,475
All other	816,109	3,666
<b>Total cash operating disbursements</b>	<b>\$ 8,671,852</b>	<b>\$ 14,492,636</b>
<b>Excess of receipts over operating disbursements</b>	<b>\$ 11,075,730</b>	<b>\$ 29,522,344</b>
Deductible reimbursements (Note 7)	338,600	398,185
Class I Distributions (Note 8)	9,301	5,433,359
Class II Distributions (Note 9)	128,851,138	30,139,875
Escrow Recovery (Note 9)	(20,624,976)	(528,166)
<b>Cash disbursements and distributions in excess of receipts</b>	<b>\$ (97,498,333)</b>	<b>\$ (5,920,909)</b>
Beginning restricted and unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost	904,736,752	910,657,661
<b>Ending restricted and unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost</b>	<b>\$ 807,238,419</b>	<b>\$ 904,736,752</b>

See accompanying notes.

## The Home Insurance Company in Liquidation

### Statement of Changes in Restricted and Unrestricted Net Assets Excluding Certain Amounts (Modified-Cash Basis) (Unaudited)

	<u>January 1, 2019</u> To <u>June 30, 2019</u>	<u>January 1, 2018</u> To <u>December 31, 2018</u>
Restricted and unrestricted net assets, excluding certain amounts, beginning of year	\$ 907,698,397	\$ 915,176,237
Cash operating disbursements in excess of unrestricted and restricted cash receipts	(97,498,333)	(5,920,909)
Other changes in restricted and unrestricted net assets:		
Limited partnership interests, illiquid	-	(62,427)
Prepaid expenses	-	(837,350)
Interest income due and accrued	498,712	(711,752)
Incurred but unpaid administrative and investment expenses (Note 3)	676,972	49,959
Class I distribution checks outstanding (Note 8)	9,301	(9,301)
Class II distribution checks outstanding (Note 9)	(137,012)	13,940
	<u>\$ 811,248,037</u>	<u>\$ 907,698,397</u>
Restricted and unrestricted net assets, excluding certain amounts, end of year	\$ 811,248,037	\$ 907,698,397

See accompanying notes.

The Home Insurance Company in Liquidation ("Home")

Notes to Financial Statements

(Modified-Cash Basis)

(Unaudited)

June 30, 2019

**1) Basis of Accounting**

These financial statements are prepared using the modified cash basis of accounting which differs from accounting principles generally accepted in the United States. Only those assets that are within the possession of the Liquidator and other known amounts for which ultimate realization is expected to occur, primarily investments and cash and cash equivalents, and certain receivables, are recorded. Liabilities that have been acknowledged by the Liquidator are prioritized into creditor classes in accordance with the New Hampshire Statute establishing creditor classes in insurer insolvencies, RSA 402-C: 44. Only incurred but unpaid Class I (Administration Costs) liabilities, which are in a creditor class superior to all other classes, are presented in these financial statements.

These financial statements do not record the amounts of certain assets such as outstanding receivables, reinsurance recoverables, securities on deposit with various states and the federal government, early access distributions, funds held and claims against others, and certain liabilities, including insurance claims, as such amounts have not been settled and agreed to with third parties.

The amount shown for loss expenses paid primarily represents (1) loss expenses accorded administrative expense priority by the rehabilitation order and liquidation order, and (2) expenses relating to obtaining claim recoveries which also are entitled to administrative expense priority. Checks issued for such loss expenses that are not cashed are reflected as liabilities.

Unrestricted illiquid assets represent investments in common stock and limited partnership interests which are not liquid since these are not publicly traded.

Realized capital gains and losses on sale of bonds are calculated based on original cost of the bonds. Proceeds received above or below cost on maturity of bonds are included as part of net investment income.

Proceeds received above or below original cost are treated as a gain or loss upon disposition of common stock.

This statement does not include any assets of Home's branches outside of the United States.



The Home Insurance Company in Liquidation ("Home")

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

2) Investments

The cost and estimated fair values of unrestricted fixed-income securities and common stock by major category are summarized as follows:

	<u>June 30, 2019</u>			
	<u>Cost</u>	<u>Gross</u>	<u>Gross</u>	<u>Fair</u>
		<u>Unrealized</u>	<u>Unrealized</u>	
Fixed-income securities:				
U.S. Treasury notes	\$ 55,702,676	\$ 283,398	\$ (281,855)	\$ 55,704,219
Government agencies	28,266,259	415,837	-	28,682,096
Corporate	499,362,694	4,869,056	(3,995,731)	500,236,019
Mortgage-backed	141,924,868	1,891,524	(1,037,433)	142,778,959
Asset-backed	61,295,644	272,903	(281,101)	61,287,446
Total	<u>\$ 786,552,142</u>	<u>\$ 7,732,718</u>	<u>\$ (5,596,121)</u>	<u>\$788,688,739</u>
Total Common Stock	\$ 1,628,052	\$ -	\$ (1,628,050)	\$ 2

The amortized cost of unrestricted fixed-income securities is \$781,540,563 at June 30, 2019. Based on such amortized cost, gross unrealized gains are \$8,238,007 and gross unrealized losses are \$1,089,831.

	<u>December 31, 2018</u>			
	<u>Cost</u>	<u>Gross</u>	<u>Gross</u>	<u>Fair</u>
		<u>Unrealized</u>	<u>Unrealized</u>	
Fixed-income securities:				
U.S. Treasury notes	\$ 37,840,918	\$ -	\$ (702,715)	\$ 37,138,203
Government agencies	8,037,440	-	(157,960)	7,879,480
Corporate	486,230,691	115,613	(17,469,131)	468,877,174
Mortgage-backed	152,312,907	460,995	(4,604,942)	148,168,959
Asset-backed	65,340,944	156,109	(907,239)	64,589,815
Total	<u>\$ 749,762,900</u>	<u>\$ 732,717</u>	<u>\$ (23,841,986)</u>	<u>\$726,653,631</u>

Total Common Stock \$ 1,628,052 \$ - \$ (1,628,050) \$ 2

The amortized cost of unrestricted fixed-income securities is \$745,146,469 at December 31, 2018. Based on such amortized cost, gross unrealized gains are \$586,200 and gross unrealized losses are \$19,079,038.

The Home Insurance Company in Liquidation ("Home")

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

2) Investments (continued)

The cost and fair values of unrestricted fixed-income securities by contractual maturity are as follows:

	<u>Unrestricted fixed-income securities</u>	
	<u>Cost</u>	<u>Fair Value</u>
<b>June 30, 2019</b>		
One year or less	\$ 68,471,667	\$ 67,839,586
Over one year through Five years	398,834,947	398,137,129
Over five years through twenty years	116,025,014	118,645,619
Mortgage-backed	141,924,868	142,778,959
Asset-backed	<u>61,295,644</u>	<u>61,287,446</u>
Total	<u>\$ 786,552,142</u>	<u>\$ 788,688,739</u>

	<u>Unrestricted fixed-income securities</u>	
	<u>Cost</u>	<u>Fair Value</u>
<b>December 31, 2018</b>		
One year or less	\$ 80,469,272	\$ 79,537,400
Over one year through Five years	323,019,085	312,436,091
Over five years through twenty years	128,620,692	121,921,364
Mortgage-backed	152,312,907	148,168,959
Asset-backed	<u>65,340,944</u>	<u>64,589,816</u>
Total	<u>\$ 749,762,900</u>	<u>\$ 726,653,631</u>

The Home Insurance Company in Liquidation ("Home")

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

**3) Incurred But Unpaid Administrative Expenses and Investment Expenses**

Accrued expenses incurred in the normal course of Home's liquidation, but unpaid as of June 30, 2019, are as follows:

Human resources costs	\$ 510,601
Consultant and outside service fees	236,728
Legal and auditing fees	56,570
Other administration costs	53,853
General office and rent expense	<u>78,167</u>
Total accrued administrative expenses	<u>935,919</u>
Accrued investment expenses	<u>177,385</u>
Total accrued expenses	<u>\$ 1,113,304</u>

The amount of accrued expenses at December 31, 2018 was \$1,790,276 and net assets for 2019 increased by \$676,972 due to the decrease in the accrual.

Various full-time employees of Home are covered by employee incentive plans, which were approved by the Liquidation Court on December 7, 2018. The costs of these plans are primarily payable in 2019, but are based on 2018 service and are being accrued over the service period in 2019. Accrued administrative expense includes \$510,000 of incentive plan costs.

**4) Restricted Funds**

The Liquidator has drawn down on letters of credit (LOC) upon receiving notices of cancellation or notices of non-renewal from the issuing bank. Such LOC drawdowns relate to insurance losses not yet proven and/or settled and are recognized as restricted cash receipts. Restricted funds will be recognized as unrestricted reinsurance recoveries when such balances are proven and/or settled between the beneficial owner and the Liquidator. Restricted funds related to reinsurance recoveries total \$195,667 at June 30, 2019 and December 31, 2018.

The Home Insurance Company in Liquidation (“Home”)

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

**5) Securities on Deposit**

Investments on deposit at the original cost with various states and the federal government were \$765,400, \$768,672 and \$73,947,287 at June 30, 2019, December 31, 2018 and June 13, 2003, respectively. The federal deposit is the only deposit still held at June 30, 2019, and as described in Note 1, the Liquidator does not record the amount of this asset as such amount has not been settled and agreed to with the federal government.

Various states have withdrawn such deposits and related interest for use by the related state guaranty associations. The market value of these withdrawals in the amount of \$55,744,793 may be offset against future distributions to such guaranty associations.

**6) Early Access Distribution**

On November 2, 2016, the Liquidation Court approved the eleventh early access distribution to insurance guaranty associations based on guaranty association payments through July 30, 2016. The Liquidator paid \$14.7 million for the eleventh early access distribution through December 31, 2016. The total of all early access payments through June 30, 2019 was \$252.9 million.

As a condition for receiving early access distributions, the guaranty associations entered into “claw back” agreements with the Liquidator requiring the return of any amounts advanced that exceed the eventual distribution percentage for their creditor class. Pursuant to the “claw back” agreements, the Liquidator requested and received the return of \$5.9 million for the eleventh early access advance as of December 31, 2017. Such returns of “claw back” amounts are netted against the related early access advances in the financial statements. The distribution caps are (1) an amount equal to 40% of the total incurred costs projected by each guaranty association, and (2) an amount equal to 75% of each guaranty association’s cumulative paid claims.

The Liquidator may periodically make additional early access distributions in the future, subject to the Liquidation Court’s approval. Early access distributions and related advances are not recorded as assets in the accompanying statements of restricted and unrestricted net assets, excluding certain amounts, although they represent payments in advance of distributions to other claimants. Early access distributions and related advances will ultimately be credited against amounts payable to Guaranty Associations to ensure pro rata distributions among members of the same class of creditor of the Liquidating Company.

The Home Insurance Company in Liquidation (“Home”)

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

**6) Early Access Distribution (continued)**

The following summary represents early access distributions and related advances that are not reflected in the Statement of Net Assets.

Early Access Distributions paid in cash	\$ 252,942,104
Assets withdrawn from special deposits held by states to pay Home claims (market value, see note 5)	55,744,793
Other deemed Early Access advances paid in cash	<u>3,148,212</u>
Total	<u>\$ 311,835,109</u>

**7) Home Deductible Policies - Reimbursement**

On April 6, 2011, the Liquidation Court approved an agreement between the Liquidator and the Guaranty Associations regarding Home Deductible policies (the Deductible Agreement). The Deductible Agreement provides that the Liquidator will reimburse the signatory Guaranty Associations for deductible amounts collected during liquidation. The Liquidator also charges a fee of 7.5% as reimbursement of the Home’s expenses incurred in the collection process. Forty-six Guaranty Associations have signed the Deductible Agreement to date. On March 6, 2019 and March 6, 2018, the Liquidator paid \$338,600 and \$398,185 respectively, after netting of the fee.

**8) Allowed Claims**

As of June 30, 2019, the Liquidator has allowed, and the Liquidation Court has approved, \$94,963,311 of Class I claims, \$2,820,924,367 of Class II claims, \$2,672,527 of Class III claims, \$327,496,493 of Class V claims and \$53,887 of Class VIII claims. Class I claims paid in 2019 were \$9,301 and in 2018 were \$5,433,359 for the seventh distribution of Guaranty Associations’ administrative costs. It is management’s judgment that there will not be sufficient assets to make distributions on allowed claims below the Class II priority. Distributions on allowed claims will depend on the amount of assets available for distribution and allowed claims in each successive priority class under New Hampshire RSA 402-C: 44.

The Home Insurance Company in Liquidation (“Home”)

Notes to Financial Statements (continued)  
(Modified-Cash Basis)  
(Unaudited)

**9) Interim Distribution**

On February 10, 2012, the Liquidator submitted a motion to the Liquidation Court seeking approval for a 15% interim distribution on allowed Class II claims. The interim distribution was approved by order of the Liquidation Court on March 13, 2012 (as amended July 2, 2012), and was subject to receipt of a waiver of federal priority claims from the United States Department of Justice. The waiver was received on November 5, 2014.

Additionally, on September 28, 2015, the Liquidator submitted a motion to the Liquidation Court seeking approval for a second interim distribution of 10% on allowed Class II claims. The Liquidation Court issued an order approving the motion on November 16, 2015 (the Order). On March 7, 2016, the Order was amended so that claimants who had not received the first interim distribution would be paid the second interim distribution coincident with the first interim distribution. The second interim distribution was subject to a waiver from the United States Department of Justice. The waiver was received on July 18, 2016.

On September 28, 2018, the Liquidator submitted a motion to the Liquidating Court seeking approval for a third interim distribution of 5% on allowed Class II claims. The Liquidation Court issued an order approving the motion on October 18, 2018 subject to a waiver from the United States Department of Justice.

As of June 30, 2019, cash paid relating to the interim distributions in 2019 and 2018 totaled \$128,851,136 and \$30,139,875 respectively, and \$264,212 and \$127,200 remains outstanding as a payable for outstanding checks issued in 2019 and in 2018 respectively. The total of all class II payments through June 30, 2019 was \$582,238,405. As of December 31, 2018, interim distributions to a creditor totaling \$59,962,476 had been transferred into escrow pursuant to an approved settlement agreement and approved escrow agreement. The escrow amount is net of a return payment to the Liquidator of \$528,166 based on an adjustment to the escrow calculation in 2018. The funds held by the escrow agent were subject to the jurisdiction of the Liquidation Court but were no longer under control of the Liquidation and were therefore not reflected on the Statement of the Restricted and Unrestricted Net Assets. In January 2019, the escrow was terminated and the funds were distributed to the creditor and to the Liquidator. The Liquidator received \$20.8 million from the escrow.

The Home Insurance Company in Liquidation  
 G&A Expenses (Actual vs Budget)  
 June 30, 2019

	YTD				Full Year	
	Actual	Budget	Variance	Budget	Budget	
	2019	2019	2019	2019	2019	
<b>General &amp; Administrative Expense</b>						
Salary and Benefits	3,892,005	3,898,432	(6,427)		7,747,784	
Travel	3,877	18,960	(15,083)		40,070	
Rent	529,609	563,606	(33,997)		1,127,212	
Equipment	89,550	123,000	(33,450)		246,000	
Printing and Stationery	12,408	19,520	(7,112)		38,090	
Postage	6,379	6,550	(171)		13,100	
Telephone	59,704	94,800	(35,096)		189,600	
Outside Services, including Special Deputy	1,157,583	1,255,650	(98,067)		2,510,050	
Legal and Auditing	410,452	730,500	(320,048)		1,336,250	
Bank Fees	77,531	78,000	(470)		156,000	
Corporate Insurance	59,753	500	59,253		77,576	
Miscellaneous Income/Expenses	1,258	800	458		1,600	
<b>Total Expenses Incurred</b>	<b>6,300,109</b>	<b>6,790,318</b>	<b>(490,209)</b>		<b>13,483,332</b>	

The Home Insurance Company in Liquidation  
 Portfolio Summary Report- Bonds and Short Term Investments  
 Securities Held as of June 30, 2019  
 (000's)

Conning Managed:

% of BV Fixed Income	Short Term	Book Value	Market Value	Unrealized Gain (Loss)	Eff Mat (Years)	Book Yield	Average Credit Quality	Earned Income 6/30/19
1.1%	Agency	9,030	9,030	-	0.05	2.37	Aaa	681
4.1%	Government	32,281	32,718	437	2.80	2.60	Aa2	99
7.0%	Corporate	55,419	55,704	285	1.70	2.18	Aaa	675
62.2%	Mortgage Backed	491,535	496,200	4,665	3.19	2.67	A2	6,524
13.7%	Asset Backed	107,922	108,785	863	3.86	2.65	Aaa	1,498
7.8%	CMBS	61,311	61,287	(24)	0.98	2.01	Aaa	644
4.2%		33,072	33,994	922	7.98	3.07	Aaa	505
100.0%	Total	790,570	797,718	7,148	3.14	2.60	Aa3	10,627

Other investments- Home Insurance

100%	US Treasury Bills and Notes	9,762	9,762	-	0.22	2.11	Aaa	64
	Total Home Insurance (1)	800,332	807,480	7,148	3.11	2.60	Aa3	10,691 (2)

(1) Investment balances do not include cash amounts invested in sweep accounts of Citizens Bank and investments in common stocks and limited partnerships.

(2) On an annualized basis, the total estimated income generated by the portfolio, calculated based on holdings as of June 30, 2019, would be \$21.6 million over the next 12 months.



**THE HOME INSURANCE COMPANY IN LIQUIDATION  
HOLDINGS REPORT  
AS OF JUNE 30, 2019**

CUSIP	DESCRIPTION	CPN MATURITY	QUANTITY	BOOK VALUE	MARKET VALUE
31428GUA9	FED CAISSES DESJARDINS	0.000 07/10/2019	4,010,000.00	4,007,553.90	4,007,553.90
86563HV72	SUMITOMO MITSUI TRUST NY	0.000 08/07/2019	1,850,000.00	1,845,398.64	1,845,398.64
262006208	DREYFUS GOVERN CASH MGMT-INS	2.250 07/15/2019	3,176,806.40	3,176,806.40	3,176,806.40
<b>TOTAL CASH EQUIVALENTS</b>			<b>9,036,806.40</b>	<b>9,029,758.94</b>	<b>9,029,758.94</b>
<b>SHORT TERM (OVER 90 DAYS)</b>					
912796SJ9	US TREASURY BILL	0.000 09/19/2019	9,807,000.00	9,761,831.76	9,761,691.66
912796SB6	US TREASURY BILL	08/01/2019	775,000.00	773,312.22	773,312.22
<b>TOTAL SHORT TERM</b>			<b>10,582,000.00</b>	<b>10,535,143.98</b>	<b>10,535,003.88</b>
<b>U S TREASURY</b>					
912828B5	US TREASURY N/B	0.750 08/15/2019	3,000,000.00	2,993,798.43	2,994,375.00
912828T6	US TREASURY N/B	1.250 08/31/2019	3,000,000.00	2,993,930.58	2,994,375.00
912828A83	US TREASURY N/B	2.375 12/31/2020	20,000,000.00	20,106,570.40	20,159,375.00
912828B58	US TREASURY N/B	2.125 01/31/2021	4,000,000.00	3,970,910.92	4,018,125.00
912828J50	US TREASURY N/B	1.375 02/29/2020	8,000,000.00	7,943,274.64	7,963,750.00
912828K74	US TREASURY N/B	2.000 08/15/2025	6,000,000.00	5,905,202.39	6,056,250.00
912828VZ0	US TREASURY N/B	2.000 09/30/2020	11,500,000.00	11,505,474.46	11,517,968.75
<b>TOTAL U S TREASURY</b>			<b>55,500,000.00</b>	<b>55,419,161.82</b>	<b>55,704,218.75</b>
<b>TOTAL GOVERNMENT &amp; AGENCIES</b>			<b>55,500,000.00</b>	<b>55,419,161.82</b>	<b>55,704,218.75</b>
<b>PROVINCIAL</b>					
01306GAB9	PROVINCE OF ALBERTA	1.750 08/26/2020	4,000,000.00	3,965,929.72	3,984,816.00
563469UH6	MANITOBA (PROVINCE OF)	2.050 11/30/2020	4,000,000.00	3,973,774.24	3,999,696.00
68323AES9	ONTARIO (PROVINCE OF)	2.550 02/12/2021	4,000,000.00	4,007,859.48	4,035,080.00
748148RU9	PROVINCE OF QUEBEC	3.500 07/29/2020	5,000,000.00	5,053,130.00	5,074,770.00
<b>TOTAL PROVINCIAL</b>			<b>17,000,000.00</b>	<b>17,000,693.44</b>	<b>17,094,362.00</b>
<b>TAX MUNICIPAL</b>					
20772KGG9	CONNECTICUT ST	3.500 04/15/2021	3,175,000.00	3,219,310.74	3,244,373.75
798170AH9	SAN JOSE CA REDEV AGY SUCCESSO	3.076 08/01/2025	4,000,000.00	4,000,000.00	4,187,920.00
91412GU94	UNIV OF CALIFORNIA CA REVENUES	3.063 07/01/2025	4,000,000.00	4,028,770.28	4,155,440.00
<b>TOTAL TAX MUNICIPAL</b>			<b>11,175,000.00</b>	<b>11,248,081.02</b>	<b>11,587,733.75</b>
<b>CORPORATE</b>					
00206RCN0	AT&T INC	3.400 05/15/2025	3,000,000.00	2,943,255.84	3,080,916.00
00440EAU1	CHUBB INA HOLDINGS INC	2.875 11/03/2022	8,000,000.00	8,170,643.45	8,149,392.00
023135AW6	AMAZON.COM INC	2.400 02/22/2023	1,925,000.00	1,923,359.19	1,943,764.80
0258M0EG0	AMERICAN EXPRESS CREDIT	2.700 03/03/2022	5,000,000.00	4,993,853.70	5,057,080.00
02665WAZ4	AMERICAN HONDA FINANCE	2.450 09/24/2020	3,000,000.00	2,992,110.18	3,005,313.00
035242AL0	ANHEUSER-BUSCH INBEV FIN	3.300 02/01/2023	2,696,000.00	2,751,954.11	2,781,444.33
036752AC7	ANTHEM INC	3.350 12/01/2024	1,340,000.00	1,339,669.41	1,386,329.16
037833AR1	APPLE INC	2.850 05/06/2021	7,000,000.00	7,019,036.64	7,105,966.00
037833BU3	APPLE INC	2.850 02/23/2023	5,000,000.00	5,091,315.45	5,120,130.00
037833CM0	APPLE INC	2.500 02/09/2022	3,000,000.00	2,999,919.54	3,030,993.00
038222AF2	APPLIED MATERIALS INC	4.300 06/15/2021	4,000,000.00	4,129,521.08	4,166,784.00
046353AF5	ASTRAZENECA PLC	1.950 09/18/2019	2,500,000.00	2,501,686.88	2,496,667.50
04685A2B6	ATHENE GLOBAL FUNDING	4.000 01/25/2022	4,050,000.00	4,049,324.58	4,186,873.80
04685A2C4	ATHENE GLOBAL FUNDING	2.750 04/20/2020	5,000,000.00	4,997,478.50	5,014,590.00
05348EBC2	AVALONBAY COMMUNITIES	3.200 01/15/2028	2,225,000.00	2,217,263.07	2,300,707.85
05531FAX1	BB&T CORPORATION	2.750 04/01/2022	7,000,000.00	6,992,638.94	7,077,987.00

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05565QBU1	BP CAPITAL MARKETS PLC	3.561	11/01/2021	8,550,000.00	8,718,250.49	8,820,111.60
05578AAA6	BPCE SA	2.750	01/11/2023	4,000,000.00	3,975,359.08	4,020,532.00
06051GGA1	BANK OF AMERICA CORP	3.248	10/21/2027	2,300,000.00	2,270,799.84	2,351,306.10
06051GGT0	BANK OF AMERICA CORP	3.093	10/01/2025	4,000,000.00	3,994,013.53	4,096,712.00
06051GGZ6	BANK OF AMERICA CORP	3.366	01/23/2026	3,000,000.00	3,000,000.00	3,091,488.00
06406RAA5	BANK OF NY MELLON CORP	2.600	02/07/2022	5,000,000.00	4,994,261.85	5,051,555.00
06406RAC1	BANK OF NY MELLON CORP	2.661	05/16/2023	2,605,000.00	2,605,000.00	2,624,576.58
084659AK7	BERKSHIRE HATHAWAY ENERG	2.800	01/15/2023	3,125,000.00	3,125,000.00	3,187,262.50
084670BR8	BERKSHIRE HATHAWAY INC	2.750	03/15/2023	5,000,000.00	5,105,193.65	5,080,975.00
09256BAJ6	BLACKSTONE HOLDINGS FINA	3.150	10/02/2027	2,050,000.00	2,042,913.60	2,057,697.75
097014AL8	BOEING CAPITAL CORP	4.700	10/27/2019	4,000,000.00	4,028,623.04	4,026,988.00
097023BQ7	BOEING CO	1.875	06/15/2023	3,000,000.00	2,999,869.47	2,942,790.00
12189LAQ4	BURLINGTN NORTH SANTA FE	3.850	09/01/2023	5,000,000.00	5,293,965.45	5,280,535.00
126650CW8	CVS HEALTH CORP	4.100	03/25/2025	1,760,000.00	1,745,634.39	1,856,683.84
14040HBY0	CAPITAL ONE FINANCIAL CO	3.450	04/30/2021	3,000,000.00	3,035,790.96	3,053,613.00
14912L6C0	CATERPILLAR FINANCIAL SE	3.300	06/09/2024	4,000,000.00	4,101,563.76	4,173,096.00
14913Q2W8	CATERPILLAR FINL SERVICE	2.650	05/17/2021	2,500,000.00	2,498,871.88	2,521,962.50
166764AB6	CHEVRON CORP	2.355	12/05/2022	3,500,000.00	3,500,000.00	3,528,686.00
17275RBD3	CISCO SYSTEMS INC	2.200	02/28/2021	7,500,000.00	7,439,820.98	7,507,852.50
17296FT3	CITIGROUP INC	4.500	01/14/2022	4,000,000.00	4,136,647.04	4,205,104.00
191216BY5	COCA-COLA CO/THE	1.550	09/01/2021	5,000,000.00	4,961,147.35	4,947,690.00
20030NBY6	COMCAST CORP	3.300	02/01/2027	5,000,000.00	5,059,696.55	5,172,160.00
22160KAF2	COSTCO WHOLESALE CORP	1.700	12/15/2019	8,040,000.00	8,038,765.70	8,017,391.52
22546QAR8	CREDIT SUISSE NEW YORK	3.000	10/29/2021	2,000,000.00	2,008,182.36	2,029,616.00
233651BW3	DAIMLER FINANCE NA LLC	3.300	05/19/2025	3,000,000.00	3,033,330.90	3,063,960.00
24422FTG4	JOHN DFRF CAPITAL CORP	2.800	03/06/2023	7,000,000.00	7,123,927.79	7,164,682.00
25243YAX7	DIAGEO CAPITAL PLC	3.000	05/18/2020	4,000,000.00	4,011,379.20	4,019,792.00
260543CH4	DOW CHEMICAL CO/THE	3.000	11/15/2022	3,600,000.00	3,586,839.80	3,648,682.80
26875PAK7	EOG RESOURCES INC	2.625	03/15/2023	4,000,000.00	3,976,775.12	4,044,888.00
26884AA9	ERP OPERATING LP	4.750	07/15/2020	3,185,000.00	3,235,807.22	3,243,600.82
278642AE3	EBAY INC	2.600	07/15/2022	3,600,000.00	3,546,231.84	3,609,410.40
30231GAF9	EXXON MOBIL CORPORATION	2.709	03/06/2025	5,000,000.00	5,016,691.90	5,107,240.00
31677QBG3	FIFTH THIRD BANK	2.250	06/14/2021	1,283,000.00	1,258,538.41	1,282,304.61
341099CP2	DUKE ENERGY FLORIDA INC	3.100	08/15/2021	4,000,000.00	4,075,669.96	4,060,904.00
345397YT4	FORD MOTOR CREDIT CO LLC	3.815	11/02/2027	2,500,000.00	2,500,000.00	2,382,097.50
36164Q8M5	GE CAPITAL INTL FUNDING	3.373	11/15/2025	5,000,000.00	5,138,106.40	5,057,665.00
36164QMS4	GE CAPITAL INTL FUNDING	2.342	11/15/2020	3,683,000.00	3,688,550.91	3,662,743.50
369550AZ1	GENERAL DYNAMICS CORP	2.625	11/15/2027	3,500,000.00	3,436,079.43	3,508,088.50
369550BE7	GENERAL DYNAMICS CORP	3.000	05/11/2021	2,600,000.00	2,594,355.58	2,642,790.80
36962G6P4	GENERAL ELEC CAP CORP	2.100	12/11/2019	1,725,000.00	1,724,908.54	1,723,433.70
370334CF9	GENERAL MILLS INC	4.000	04/17/2025	2,250,000.00	2,248,151.76	2,393,894.25
38141GWQ3	GOLDMAN SACHS GROUP INC	3.272	09/29/2025	4,000,000.00	3,995,397.88	4,081,264.00
3814267X7	GOLDMAN SACHS BANK USA	3.010	05/24/2021	5,000,000.00	5,000,000.00	5,004,890.00
40573LAG1	HALFMOON PARENT INC	3.400	09/17/2021	1,425,000.00	1,425,000.00	1,452,535.28
41283LAF2	HARLEY-DAVIDSON FINL SER	2.150	02/26/2020	5,000,000.00	5,003,589.45	4,981,065.00
428236BX0	HEWLETT-PACKARD CO	4.050	09/15/2022	1,500,000.00	1,528,909.01	1,567,986.00
437076BL5	HOME DEPOT INC	2.000	04/01/2021	7,500,000.00	7,421,243.78	7,496,407.50
44328MAC8	HSBC BANK PLC	4.125	08/12/2020	3,000,000.00	3,048,528.63	3,058,263.00
458140AM2	INTEL CORP	2.700	12/15/2022	5,000,000.00	5,117,137.90	5,095,310.00
459200JW2	IBM CORP	2.800	05/13/2021	2,325,000.00	2,324,868.78	2,352,239.70
46625HHU7	JPMORGAN CHASE & CO	4.250	10/15/2020	5,000,000.00	5,089,635.90	5,123,095.00
46625HQJ2	JPMORGAN CHASE & CO	2.550	03/01/2021	2,500,000.00	2,475,021.50	2,504,980.00
46849LSW2	JACKSON NATL LIFE GLOBAL	2.500	06/27/2022	4,000,000.00	3,992,570.24	4,016,236.00
49327M2F0	KEY BANK NA	2.500	12/15/2019	3,200,000.00	3,191,793.31	3,200,348.80
53227JAA2	LIFE STORAGE LP	3.875	12/15/2027	2,305,000.00	2,295,471.54	2,349,131.53
539439AP4	LLOYDS BANKING GROUP PLC	2.907	11/07/2023	3,000,000.00	3,000,000.00	2,992,383.00
55279HAL4	MANUF & TRADERS TRUST CO	2.500	05/18/2022	5,000,000.00	4,995,860.95	5,029,360.00
57629WCC2	MASSMUTUAL GLOBAL FUNDIN	1.550	10/11/2019	5,000,000.00	4,999,740.35	4,991,410.00
57629WCG3	MASSMUTUAL GLOBAL FUNDIN	2.950	01/11/2025	5,000,000.00	4,991,894.60	5,109,415.00
57636QAB0	MASTERCARD INC	3.375	04/01/2024	2,000,000.00	2,064,485.36	2,107,648.00

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585055BR6	MEDTRONIC INC	3.150	03/15/2022	5,000,000.00	5,074,650.85	5,139,335.00
58933YAQ8	MERCK & CO INC	2.350	02/10/2022	5,000,000.00	4,973,431.65	5,040,665.00
59217GCD9	MET LIFE GLOB FUNDING I	2.650	04/08/2022	5,000,000.00	4,998,941.70	5,063,045.00
59217GCK3	MET LIFE GLOB FUNDING I	3.000	09/19/2027	4,000,000.00	3,993,358.44	4,089,300.00
594918BP8	MICROSOFT CORP	1.550	08/08/2021	4,000,000.00	3,950,717.32	3,965,952.00
6174468C6	MORGAN STANLEY	4.000	07/23/2025	4,000,000.00	4,140,398.40	4,280,104.00
63254AAY4	NATIONAL AUSTRALIA BK/NY	2.875	04/12/2023	4,000,000.00	3,991,483.76	4,055,608.00
637071AJ0	NATIONAL OILWELL VARCO I	2.600	12/01/2022	5,925,000.00	5,917,109.09	5,908,510.73
637417AK2	NATIONAL RETAIL PROP INC	3.500	10/15/2027	3,500,000.00	3,488,029.79	3,568,113.50
637432NB7	NATIONAL RURAL UTIL COOP	2.300	11/15/2019	3,400,000.00	3,403,478.81	3,398,538.00
63859UBD4	NATIONWIDE BLDG SOCIETY	2.450	07/27/2021	4,000,000.00	3,996,942.56	3,995,428.00
64952WCS0	NEW YORK LIFE GLOBAL FDG	2.300	06/10/2022	3,050,000.00	3,046,375.84	3,056,331.80
666807BM3	NORTHROP GRUMMAN CORP	2.930	01/15/2025	3,500,000.00	3,499,810.90	3,566,531.50
674599CE3	OCCIDENTAL PETROLEUM COR	2.700	02/15/2023	4,000,000.00	4,012,009.36	4,021,032.00
68389XBA2	ORACLE CORP	2.800	07/08/2021	9,000,000.00	9,001,919.07	9,120,906.00
69353RFM5	PNC BANK NA	2.786	03/12/2021	3,000,000.00	3,000,000.00	3,001,932.00
69371RM94	PACCAR FINANCIAL CORP	2.250	02/25/2021	5,550,000.00	5,601,265.02	5,557,786.65
713448BY3	PEPSICO INC	2.750	03/05/2022	7,000,000.00	7,025,363.73	7,148,715.00
74256LAY5	PRINCIPAL LFE GLB FND II	2.150	01/10/2020	5,000,000.00	4,998,750.90	4,994,850.00
74368CAK0	PROTECTIVE LIFE GLOBAL	3.397	06/28/2021	3,000,000.00	3,000,000.00	3,055,497.00
74456QBH8	PUBLIC SERVICE ELECTRIC	3.150	08/15/2024	5,000,000.00	5,195,609.95	5,175,510.00
74460DAC3	PUBLIC STORAGE	3.094	09/15/2027	1,875,000.00	1,875,000.00	1,916,491.88
747525AE3	QUALCOMM INC	3.000	05/20/2022	5,000,000.00	5,099,998.15	5,087,845.00
747525AR4	QUALCOMM INC	2.600	01/30/2023	2,285,000.00	2,282,676.91	2,289,126.71
756109AU8	REALTY INCOME CORP	3.650	01/15/2028	2,500,000.00	2,495,277.08	2,619,642.50
771196BB7	ROCHE HOLDING INC	2.875	09/29/2021	7,000,000.00	7,093,408.56	7,098,770.00
797440BN3	SAN DIEGO G & E	3.000	08/15/2021	4,450,000.00	4,520,993.52	4,504,828.45
806851AG6	SCHLUMBERGER HLDGS CORP	4.000	12/21/2025	3,000,000.00	3,118,388.94	3,175,818.00
822582AS1	SHELL INTERNATIONAL FIN	2.375	08/21/2022	5,000,000.00	4,972,859.35	5,025,320.00
828807CN5	SIMON PROPERTY GROUP LP	2.750	02/01/2023	5,000,000.00	5,056,307.90	5,053,370.00
828807CY1	SIMON PROPERTY GROUP LP	3.250	11/30/2026	3,000,000.00	3,023,210.25	3,091,779.00
854502AD3	STANLEY BLACK & DECKER I	2.900	11/01/2022	4,000,000.00	4,000,756.96	4,065,416.00
85771PAG7	EQUINOR ASA	2.450	01/17/2023	4,000,000.00	4,031,864.64	4,035,704.00
86787EAU1	SUNTRUST BANK	2.590	01/29/2021	4,000,000.00	3,978,210.53	4,002,912.00
87238YAE8	TD AMERITRADE HOLDING CO	2.950	04/01/2022	3,000,000.00	3,059,502.18	3,048,012.00
88579YAY7	3M COMPANY	2.875	10/15/2027	5,000,000.00	4,974,054.60	5,096,525.00
89114QAS7	TORONTO-DOMINION BANK	2.125	07/02/2019	4,000,000.00	3,999,997.12	3,999,964.00
89114QBX5	TORONTO-DOMINION BANK	2.550	01/25/2021	2,500,000.00	2,489,402.03	2,511,997.50
89153VAP4	TOTAL CAPITAL INTL SA	2.750	06/19/2021	5,000,000.00	5,035,149.05	5,058,660.00
893526DK6	TRANS-CANADA PIPELINES	3.800	10/01/2020	3,000,000.00	3,048,084.60	3,041,037.00
913017BV0	UNITED TECHNOLOGIES CORP	3.100	06/01/2022	3,600,000.00	3,648,823.52	3,681,630.00
92343VDD3	VERIZON COMMUNICATIONS	2.625	08/15/2026	3,000,000.00	2,793,330.33	2,975,862.00
92826CAC6	VISA INC	2.800	12/14/2022	7,000,000.00	7,142,405.50	7,168,497.00
929043AJ6	VORNADO REALTY LP	3.500	01/15/2025	3,500,000.00	3,488,649.29	3,591,042.00
931142EG4	WALMART INC	2.850	06/23/2020	3,000,000.00	3,003,443.16	3,022,047.00
94974BGR5	WELLS FARGO & COMPANY	2.550	12/07/2020	1,546,000.00	1,536,748.78	1,549,238.87
981214CV3	WESTPAC BANKING CORP	2.100	05/13/2021	5,000,000.00	4,945,111.75	4,986,790.00
96145DAB1	WRKCO INC	3.000	09/15/2024	2,600,000.00	2,594,567.30	2,652,533.00
<b>TOTAL CORPORATE</b>				<b>493,128,000.00</b>	<b>495,566,764.61</b>	<b>500,236,019.21</b>
<b>MORTGAGE BACKED</b>						
06650AAE7	BANK 2017-BNK8 A4	3.488	11/15/2050	2,000,000.00	2,050,747.58	2,116,580.00
125039AF4	CD 2017-CD6 A5	3.456	11/15/2050	4,000,000.00	4,109,672.92	4,217,240.00
12595EAD7	COMM 2017-COR2 A3	3.51	09/10/2050	4,000,000.00	4,100,104.28	4,222,360.00
17326FAD9	CGCMT 2017-C4 A4	3.471	10/17/2050	2,000,000.00	2,050,667.40	2,110,960.00
3128L0DF6	FHLMC POOL A68202	6.000	11/01/2037	109,869.00	112,499.88	124,975.94
3128L0EF5	FHLMC POOL A68234	6.000	11/01/2037	144,962.70	146,157.51	158,136.17
3128ME4A6	FHLMC POOL G16017	3.000	12/01/2031	9,537,098.55	9,770,565.86	9,758,974.57

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3128ME4T5	FHLMC POOL G16034	2.500 01/01/2032	9,878,980.12	9,893,709.58	9,972,226.33
3128MJAD2	FHLMC POOL G08003	6.000 07/01/2034	247,066.70	253,159.19	273,602.68
3128MJMC1	FHLMC POOL G08354	5.000 07/01/2039	1,350,521.85	1,366,546.85	1,475,714.13
3128MMVZ3	FHLMC POOL G18631	2.500 01/01/2032	10,074,602.50	10,086,242.29	10,155,228.94
3128PYU36	FHLMC POOL J18702	3.000 03/01/2027	4,058,175.40	4,162,040.67	4,150,055.98
31292JBR0	FHLMC POOL C01848	6.000 06/01/2034	320,869.89	332,039.87	355,253.00
312944AF8	FHLMC POOL A95406	4.000 12/01/2040	2,113,516.20	2,140,139.55	2,205,465.65
31297ECP9	FHLMC POOL A2-6378	6.000 09/01/2034	222,157.80	229,260.52	240,226.65
31307AEK4	FHLMC POOL J21938	2.500 01/01/2028	7,116,334.80	7,291,386.25	7,194,742.58
31307FJM4	FHLMC POOL J26568	3.500 12/01/2028	3,693,077.13	3,839,430.23	3,813,752.64
31307GTQ2	FHLMC POOL J27759	3.000 03/01/2029	6,911,521.12	7,071,981.21	7,078,228.46
3132GDMF6	FHLMC POOL Q00358	4.500 04/01/2041	3,695,206.50	3,878,405.42	3,920,461.15
3132GFXD4	FHLMC POOL Q02476	4.500 08/01/2041	2,228,384.00	2,339,362.14	2,363,796.72
31335H5U3	FHLMC POOL C90859	5.500 10/01/2024	243,319.70	247,664.14	259,624.64
3136AX7E9	FNA 2017-M12 A2	3.081 08/25/2027	3,425,000.00	3,483,314.84	3,568,713.00
31371PC57	FNMA POOL 257592	5.000 03/01/2039	510,221.27	515,993.57	557,288.45
31376KEL6	FNMA POOL 357539	5.500 04/01/2034	328,412.80	328,412.80	365,047.67
3137FBU79	FHMS K069 A2	3.187 09/25/2027	2,400,000.00	2,460,638.90	2,527,464.00
3138A8KG0	FNMA POOL AH6594	3.500 03/01/2026	2,861,528.82	2,953,008.63	2,956,390.62
3138EM3Y5	FN AL5314	3.500 03/01/2027	2,446,789.25	2,491,957.57	2,528,312.06
3138NXE37	FNMA POOL AR1053	2.500 01/01/2028	5,100,571.98	5,227,707.10	5,155,639.34
3138YEPP6	FNMA POOL AY1329	3.000 03/01/2030	7,259,000.25	7,527,920.22	7,400,619.79
3140J5GH6	FNMA POOL BM1099	3.000 03/01/2032	5,571,051.68	5,734,436.20	5,679,907.52
31413FGK2	FNMA POOL 944002	6.000 08/01/2037	431,436.33	428,624.95	485,492.09
31415Q4B9	FNMA POOL 986518	5.000 06/01/2038	115,754.27	116,882.41	124,630.51
31416XELO	FNMA POOL AB1938	3.500 12/01/2025	4,107,336.01	4,210,168.84	4,242,183.10
31416YTY4	FNMA POOL AB3266	4.000 07/01/2041	2,881,177.50	2,945,578.56	3,021,838.40
31416YU89	FNMA POOL AB3306	4.000 07/01/2041	2,477,199.15	2,539,711.34	2,598,297.55
31419LD42	FNMA POOL AE9122	3.500 12/01/2025	1,143,791.20	1,161,389.22	1,181,343.09
31419LYR8	FNMA POOL AE9719	4.500 12/01/2040	5,783,221.60	5,976,194.46	6,212,316.69
36202D5C1	GNMA 2M POOL 3543	5.000 04/20/2034	440,523.30	439,991.47	464,941.52
36202EAK5	GNMA 2M POOL 3610	5.500 09/20/2034	383,209.90	391,626.05	407,952.18
36202EUT4	GNMA 2M POOL 4194	5.500 07/20/2038	581,289.90	582,561.47	616,902.47
36202EUU1	GNMA 2M POOL 4195	6.000 07/20/2038	511,813.25	521,685.64	555,206.15
36202EVN6	GNMA 2M POOL 4221	5.500 08/20/2038	385,408.00	382,397.00	409,008.80
36202EVP1	GNMA 2M POOL 4222	6.000 08/20/2038	282,015.50	285,452.56	321,493.76
46648KAU0	JPMD B 2017-C7 A5	3.409 10/17/2050	4,000,000.00	4,101,189.80	4,208,160.00
61767EAE4	MSBAM 2017-C34 A4	3.536 10/15/2026	2,450,000.00	2,511,663.00	2,595,064.50
90276TAG9	UBSCM 2017-C5 A5	3.474 11/18/2050	4,000,000.00	4,101,813.72	4,210,560.00
95001ABD7	WFCM 2017-C41 A4	3.472 11/18/2050	4,000,000.00	4,102,300.96	4,216,600.00
<b>TOTAL MORTGAGE BACKED</b>			<b>137,822,215.92</b>	<b>140,994,404.62</b>	<b>142,778,959.49</b>

**ASSET BACKED**

02587AAJ3	AMXCA 2017-1 A	1.930 09/15/2022	2,670,000.00	2,669,875.23	2,663,861.56
05522RCWE	BACCT 2017-A1 A1	1.950 08/15/2022	5,365,000.00	5,364,646.55	5,353,345.30
06742LAE3	DROCK 2014-3 A	2.410 07/15/2022	7,235,000.00	7,234,941.90	7,233,593.27
14041NFF3	COMET 2016-A4 A4	1.330 06/15/2022	4,585,000.00	4,584,956.86	4,578,898.83
14041NFM8	COMET 2017-A3 A3	2.430 01/15/2025	4,465,000.00	4,463,928.67	4,508,724.14
14312QAD8	CARMX 2016-4 A4	1.600 06/15/2022	5,000,000.00	4,970,864.90	4,962,940.46
161571FK5	CHAIT 2012-A4 A4	1.580 08/16/2021	5,056,000.00	5,051,719.08	5,050,658.69
17305EFM2	CCCIT 2014-A1 A1	2.880 01/23/2023	5,000,000.00	5,059,442.75	5,060,520.52
17305EFR1	CCCIT 2014-A5 A5	2.680 06/07/2023	8,000,000.00	8,061,523.84	8,091,158.01
17305EGB5	CCCIT 2017-A3 A3	1.920 04/07/2022	5,000,000.00	5,003,999.95	4,989,258.67
29366AAA2	ELL 2011-A A1	2.040 09/01/2023	1,344,405.96	1,369,767.13	1,340,548.29
43814TAC6	HAROT 2017-1 A3	1.720 07/21/2021	1,273,031.38	1,274,113.86	1,269,054.23
654747AD6	NAROT 2017-A A3	1.740 08/16/2021	1,902,783.82	1,903,280.73	1,897,215.24
92347XAA4	VZOT 2016-1A A	1.420 01/20/2021	106,778.71	106,778.71	106,670.72
92348MAA7	VZOT 2016-2A A	1.680 05/20/2021	1,115,179.91	1,116,695.32	1,113,091.12

**THE HOME INSURANCE COMPANY IN LIQUIDATION  
HOLDINGS REPORT  
AS OF JUNE 30, 2019**

CUSIP	DESCRIPTION	CPN MATURITY	QUANTITY	BOOK VALUE	MARKET VALUE
92348PAA0	VZOT 2017-2A A	1.920 12/20/2021	3,075,000.00	3,074,921.86	3,067,908.62
<b>TOTAL ASSET BACKED</b>			<b>61,193,179.78</b>	<b>61,311,457.34</b>	<b>61,287,445.67</b>
<b>TOTAL MARKETABLE SECURITIES</b>			<b>786,400,395.70</b>	<b>792,075,706.83</b>	<b>799,223,742.75</b>
<b>TOTAL MARKETABLE AND C/E</b>			<b>795,437,202.10</b>	<b>801,105,465.77</b>	<b>808,253,501.89</b>
<b>COMMON</b>					
34958N100	FORTICELL BIOSCIENCE, INC		1,926.00	1,627,706.00	1.93
	RIMCO ROYALTY MANAGEMENT, INC		346,302.00	346.30	0.00
<b>TOTAL COMMON</b>			<b>348,228.00</b>	<b>1,628,052.30</b>	<b>1.93</b>
<b>TOTAL MARKETABLE , CASH, C/E AND COMMON</b>			<b>795,785,430.10</b>	<b>802,733,518.07</b>	<b>808,253,503.62</b>
<b>EQUITY SECURITIES</b>					
910585406	UNITED MERCHANTS & MFR		214,166.00	25,800.00	0.00
910858414	UNITED MERCHANTS & MFR - WTS		53,542.00	0.00	0.00
178789103	CITIVEST INTERNATIONAL LTD		12,000.00	646,763.50	553,141.50
<b>COMMON STOCKS</b>			<b>279,708.00</b>	<b>672,563.50</b>	<b>553,141.50</b>
RIMCO ROYALTY PARTNERS, L.P.			346,302.00	3,199,497.00	592,358.00
<b>LIMITED PARTNERS</b>			<b>346,302.00</b>	<b>3,199,497.00</b>	<b>592,358.00</b>
<b>TOTAL EQUITY SECURITIES</b>			<b>626,010.00</b>	<b>3,872,060.50</b>	<b>1,145,499.50</b>
<b>TOTAL</b>			<b>796,411,440.10</b>	<b>806,605,578.57</b>	<b>809,399,003.12</b>