

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 NINETY-EIGHTH REPORT

I, David J. Bettencourt, Insurance Commissioner of the State of New Hampshire, as Liquidator ("Liquidator") of The Home Insurance Company ("Home"), hereby submit this Ninety-Eighth Report on the liquidation of Home, as of September 8, 2025, 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 21 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.

Since the coronavirus outbreak, liquidation staff for the most part have been working remotely. Despite this shift, liquidation operations have continued without interruption.

2. Home's assets. Home's unrestricted liquid assets as of June 30, 2025 total approximately \$267 million as set forth on the June 30, 2025 unaudited financial statement attached as Exhibit A. The June 30, 2025 figure does not include the \$1.219 billion of net interim distributions paid to claimants on allowed Class II claims, or the net \$266 million paid to insurance guaranty associations in early access distributions. These amounts are discussed in greater detail below. As of June 30, 2025, the Liquidator has marshalled approximately \$1.81 billion in assets net of the expenses of the liquidation and Class I distributions. This total includes the interim distribution amounts paid to claimants, the early access distribution amounts paid to guaranty associations, and special deposits.

3. Coordination with guaranty associations. The Liquidator has worked 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" distributions to guaranty associations. See RSA 402-C:29, III. Through September 1, 2025, the Liquidator has made, with the Court's approval, early access net distributions totaling \$266 million. (See Section 12 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.

4. Proofs of claim. The claim filing deadline in the Home liquidation was June 13, 2004, and the Claim Amendment Deadline was January 26, 2023. Since the Claim Amendment Deadline has passed, the Liquidator is no longer accepting new claims. Based on ongoing review, the proofs of claim submitted by the Claim Amendment Deadline total 21,021. 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. As described below, a Claim Amendment Deadline of January 26, 2023 was established. In 2019, the Liquidator concluded that to move this proceeding toward closure and protect the interests of the creditors with allowed Class II claims it was 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. Claims filed after the claim amendment

deadline and potential claims (claims that cannot be specifically identified by the deadline) would be barred.

After notice and a videoconference hearing, the Court issued orders approving a Claim Amendment Deadline dated January 28, 2021 (“CAD Orders”). An objector, Zurich Insurance Company, German Branch, ultimately pursued an interlocutory appeal. On August 12, 2022, the New Hampshire Supreme Court issued its Opinion affirming the Superior Court’s CAD Orders. The Court issued its mandate on August 29, 2022, and the January 28, 2021 Order Approving Claim Amendment Deadline became effective that day.

The Order Approving Claim Amendment Deadline established the Claim Amendment Deadline as the date 150 days from the date of the Order, or January 26, 2023. Since the Claim Amendment Deadline has passed, the Liquidator is not accepting new claims.

6. Claim determinations, reports and settlements. 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 13 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, 2025, for all priority classes, the following table outlines activity from inception of the Liquidation:

	<u>12/1/19</u>	<u>12/1/20</u>	<u>12/1/21</u>	<u>12/1/22</u>	<u>12/1/23</u>	<u>12/1/24</u>	<u>9/1/25</u>
Proofs of Claim							
Filed (by 1/26/23):	20,802	20,834	20,936	20,962	21,021	21,021	21,021
POCs Resolved							
(Court App'd) ^{1&2:}	19,749	20,010	20,118	20,222	20,394	20,742	20,826
Total \$ Court App'd							
Determinations:	\$3.1b ³	\$3.2b	\$3.3b	\$3.4b	\$3.6b	\$3.8b	\$3.9b
Total \$ Class II							
Court App'd Det:	\$2.73	\$2.9 b	\$2.9b	\$3.0b	\$3.1b	\$3.3b	\$3.4b
Total Remaining							
Open POCs	1,053	824	818	740	627	279	195

Breakdown of Open POC Count⁴

	<u>12/1/19</u>	<u>12/1/20</u>	<u>12/1/21</u>	<u>12/1/22</u>	<u>12/1/23</u>	<u>12/1/24</u>	<u>9/1/25</u>
i. Insureds ⁴ and Claimants	792	593	584	529	487	200	134
ii. Contribution Claims	13	4	6	4	4	4	4
iii. Guaranty Associations	59	59	59	59	2	1	1
iv. Insurer	180	160	160	139	125	65	49
v. Gov't/other	9	8	9	9	9	9	7
Total	1,053	824	818	740	627	279	195

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 As of 9/1/25, the number of insureds with open POCs totaled 24 (based on ongoing review of POCs filed by the Claim Amendment Deadline). 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 the Liquidator's last report, the Liquidator has submitted one report of claims and recommendations to the Court reflecting a total of \$3,906,146 in determinations for all classifications.

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 by the Claim Amendment Deadline are reviewed to determine whether the claim is timely filed as respects the initial June 13, 2004 filing deadline 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, 1,033 claimants have filed requests for review; 1,014 of these have been sent notices of redetermination or have withdrawn the request for review. Claimants have filed 61 objections with the Court to commence disputed claim proceedings. As of September 1, 2025, there is one disputed claim proceeding before the Referee. The Claims Procedures Order provides for review of the Referee's reports by motion to recommit. On March 11, 2025, the Court denied the only pending motion to recommit. The claimant has appealed to the New Hampshire Supreme Court.

9. Financial reports. The unaudited June 30, 2025 financial statements are attached as Exhibit A to this report. The June 30, 2025 financials reflect \$267,299,887 in assets under the Liquidator's direct control and \$13,614,500 in reinsurance collections, net investment income, and other receipts, and \$5,784,233 in operating disbursements from January 1, 2025 through June 30, 2025.

10. 2025 Budget. A comparison of the actual and budgeted general and administrative expenses of the Home liquidation, on an incurred basis, through June 30, 2025 is attached as Exhibit B. As of June 30, 2025 actual expenses were below budget by \$326,080 or 6.8%. 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	\$12.7
2020	\$13.2	\$11.7
2021	\$12.4	\$11.1
2022	\$11.2	\$10.1
2023	\$10.7	\$10.2
2024	\$10.6	\$ 9.9
2025	\$ 9.5	

The Liquidator filed a copy of the 2025 Budget on December 18, 2024 as Exhibit E to the Liquidator’s 95th Report to the Court.

As of September 1, 2025, the liquidation staff is 21 in number, which includes four part time employees. In addition, there are four Information Technology consultants, and three 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 September 10, 2012. A summary of Home’s holdings of bonds and short-term investments as of June 30, 2025 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 C 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, 2025, was approximately \$254.2 million compared to their market

value of \$253.1 million. This represented an unrealized loss (market value below book value) of approximately \$1.2 million. Short-term holdings in the Conning-managed portfolio at June 30, 2025 were \$136 million at market value. The overall portfolio earned approximately \$5.1 million in net investment income from January to June of 2025 and is expected to earn approximately \$9.6 million in 2025 based on holdings at June 30, 2025.

The average credit rating for the Conning-managed portfolio holdings as of June 30, 2025 is Aa3 by Moody's which remains unchanged from December 31, 2024, and the average rating by S&P is AA-, which was raised one notch since December 31, 2024. All Home investments are now managed by Conning, and these assets, along with sweep bank accounts, will be used to fund operating requirements.

As of September 1, 2025, the Conning-managed portfolio had an unrealized loss of \$0.8 million, which is \$0.6 million less than at June 1, 2025 and December 31, 2024. A market value sensitivity analysis performed by Conning indicated that market values of the portfolio could potentially fluctuate \$0.8 million downwards and \$0.8 million upwards if interest rates increased or decreased 100 basis points, respectively, based on the portfolio values as of June 30, 2025. 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, 2025, the Liquidator and Conning believe that all securities in the portfolio will pay full amounts of principal in spite of fluctuating market values.

The fifth interim distribution was made in November 2024 (see Section 13 below). As described in the Liquidator's Motion for Approval of Fifth Interim Distribution and authorized by the Order Approving Fifth Interim Distribution dated September 16, 2024, this decreased the size of the portfolio and caused certain temporary deviations from

the Fourth Revised Investment Guidelines approved September 10, 2012, that will last longer than the 90-day period to restore compliance provided in the Guidelines. As of August 18, 2025 the one remaining deviation from the investment policy is the 1.25% per issuer limit for A rated bonds which was exceeded for two issuers and is expected to cure by August 15, 2026.

12. Guaranty Association early access distributions and determinations. 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.

The early access distributions were 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 applied a \$25,000 minimum payment threshold. A net total of \$266 million had been paid to guaranty associations in early access through June 1, 2025. As of September 1, 2025, \$15.9 million in early access distributions remain subject to claw back.

The Liquidator has issued final Notices of Determination to 58 Guaranty Associations and a partial Notice of Determination to the one remaining Guaranty Association, all of which have been approved by the Court. From inception, the Class II allowances for these 59 Guaranty Associations total \$818,134,443 and the Class I administrative expenses total \$143,444,053. The Liquidator is continuing to address the outstanding claims of the one remaining Guaranty Association.

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

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.

On August 7, 2023, the Liquidator filed a motion for approval of a fourth interim distribution of 10% to claimants with allowed Class II claims, bringing the total interim distribution percentage to 40%. The fourth interim distribution was approved by the Court on August 16, 2023.

On August 26, 2024, the Liquidator filed a motion for approval of a fifth interim distribution of 5% to claimants with allowed Class II claims, bringing the total interim distribution percentage to 45%. The fifth interim distribution was approved by the Court on September 16, 2024.

In November 2024, the Liquidator paid the fifth interim distribution totaling \$154,110,503. In accordance with the Court's order, the fifth interim distribution was made to claimants, or their assignees, with Class II priority claims allowed by the Court through September 30, 2024. Class II creditors with more recently approved claims will receive the distributions after December 31 or June 30.

As of June 30, 2025, interim distributions paid in 2025 totalled \$55,516,631. \$160,802 remains outstanding as a payable at June 30, 2025. See below.

The Liquidator will continue to issue distribution checks following each subsequent December 31 and June 30 with respect to claims allowed during the six-month period preceding that date as provided in the interim distribution approval orders. The portion of guaranty association early access distributions previously made that is equal to the fifth interim distribution is no longer subject to recovery by the Liquidator pursuant to the Early Access Distribution Agreement. In accordance with RSA 402-C:44, the first \$50 of the allowed amount on each claim is deducted from the claim allowance (except for claims of

insurance guaranty associations). The interim distributions to a claimant are subject to any setoff the Liquidator has against the claimant.

The net cumulative interim distributions for all Class II creditors total \$1.219 billion as of June 30, 2025 (excluding distribution checks outstanding of \$0.2 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 section 12). Certain guaranty associations have had claims satisfied from special deposits and, accordingly, have not received interim distributions from the Home estate.

14. 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.

15. 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 many 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 there have been two commutations (with Taiwan Fire & Marine and Banco de Seguros del Estado) since the last report which are described in the confidential appendix submitted with this report.

16. 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 totaling \$143.5 million (after deduction of setoffs) as of September 1, 2025.

17. 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 an attached confidential appendix under seal reporting on asset dispositions (including compromises) and obligation assumptions since the last report.

18. New York Office and Bedford, New Hampshire Office. The Lease Agreement for office space located at 61 Broadway in New York City, as amended, was to expire on January 31, 2026, but provided the Liquidator with an option to extend the term of the Lease until January 31, 2031 to be effective upon twelve months prior written notice. The Liquidator believed that the liquidation will need space for key operations for longer than January 31, 2026, but will not need the space to 2031. In addition, the Landlord requested flexibility as it contemplated its plans for the building. Accordingly, the Liquidator negotiated a third amendment of lease which provides for an extension of the lease to January 31, 2031, subject to mutual rights to terminate on or after August 1, 2027 on six months' prior written notice. The Landlord may also terminate the lease on or after August 1, 2026 on six months' prior written notice, but the Liquidator may then determine to retain space for Home's key operations until at least August 1, 2027. The Liquidator moved for approval of the third amendment of lease on October 11, 2024, and the Court approved it on November 5, 2024.

The New Hampshire office is located in Bedford, New Hampshire in space that has been let on a month-to-month basis.

19. Mailing Address: As reflected on the liquidation's website (www.hicilclerk.org), the mailing address for the liquidation is:

The Home Insurance Company in Liquidation
61 Broadway, 6th Floor
New York, New York 10006

20. Document Storage. The contract with Iron Mountain regarding storage of Home's records housed at Iron Mountain facilities as amended and approved by the Court on November 3, 2021, extends through November 30, 2026. The Liquidator has (i) an option to renew the agreement for another five year term from December 1, 2026 to

November 30, 2031, and (ii) the right to terminate the agreement on the annual anniversary upon six months' notice. As of September 1, 2025, there are approximately 8,223 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. Nonetheless, the Home's estate continues to have numerous documents that are no longer needed, and it continues to incur significant expense to store the records. Accordingly, on November 14, 2023, the Liquidator filed a Ninth Record Retention and Disposal Motion with the Court seeking approval to retain those categories of records which will be needed to bring the estate to closure and to destroy those records which fall outside of those categories. The motion was granted on December 1, 2023.

21. Ancillary proceedings in the United States and United Kingdom. Ancillary receiverships for Home remain pending in Oregon and New York. 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.

22. Cityvest International Limited (Bermuda Holding Company) and Cityvest Reinsurance Limited (Bermuda Captive): Home has only two subsidiaries remaining: a Bermuda captive reinsurance company, Cityvest Reinsurance Limited ("Cityvest"), and Cityvest's Bermuda holding company, Cityvest International Limited ("Cityvest International"). As all claims reinsured by Cityvest have now been concluded, the companies are to be closed. The Liquidator has consulted with Conyers Dill & Pearman Limited ("Conyers"), a law firm in Bermuda, and the Liquidator is working with Conyers

to implement the procedures required to wind up the companies. In that regard, a request to cancel Cityvest's Class 2 insurance registration was filed with the Bermuda Monetary Authority ("BMA") on July 21, 2025, and on August 27, 2025, the BMA approved the request and issued a Cancellation Order effective August 19, 2025. Conyers will now proceed to liquidate Cityvest and its parent company Cityvest International.

Respectfully submitted,



David J. Bettencourt, Insurance
Commissioner of the State of New
Hampshire, as Liquidator of the Home
Insurance Company

Dated: September 16, 2025

CERTIFICATE OF SERVICE

I hereby certify that on September 17, 2025, a copy of the Liquidator's Ninety-Eighth Report and its exhibits was served upon the persons named on the attached Service List, by first class mail, postage prepaid. The confidential appendix filed under seal was not so served.

/s/ Eric A. Smith

Eric A. Smith
NH Bar ID No. 16952

Exhibits:

- A – Unaudited Financial Statements as of 6/30/25
- B - Comparison of actual and budgeted general and administrative expenses through 6/30/25
- C - Holdings of bonds and short-term investments as of 6/30/25
- D - Individual holdings report as of 6/30/25

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**

Lisa Snow Wade, Esq.
Orr & Reno
One Eagle Square
P.O. Box 3550
Concord, New Hampshire 03302-3550

Robin C. Dusek, Esq.
Jennifer Arnold, Esq.
Cohn Baughman
525 West Monroe Street
Chicago, IL 60661

David H. Simmons, Esq.
Daniel J. O'Malley, Esq.
DSK Law
332 N. Magnolia Avenue
Orlando, FL 32801

Robert L. Best, Esq.
Suloway & Hollis, P.L.L.C.
9 Capitol Street
Concord, NH 03301

9/17/25

EXHIBIT A

THE HOME INSURANCE COMPANY IN LIQUIDATION

Financial Statements (Modified Cash Basis)

June 30, 2025 and December 31, 2024
(Unaudited)

The Home Insurance Company In Liquidation

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

	June 30, 2025	December 31, 2024
Assets		
Unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost:		
Fixed-income securities (Note 2)	\$ 118,113,060	\$ 230,634,432
Short-term investments	-	-
Cash and cash equivalents	<u>147,230,384</u>	<u>82,395,377</u>
Total unrestricted fixed-income, short-term investments, and cash and cash equivalents, at cost	\$ 265,343,443	\$ 313,029,809
Unrestricted liquid assets:		
Interest income due and accrued	1,544,259	2,308,117
Other liquid assets	<u>2</u>	<u>2</u>
Total unrestricted liquid assets	\$ 266,887,704	\$ 315,337,928
Unrestricted illiquid assets: (Note 1)		
Limited partnership interests	<u>412,184</u>	<u>454,354</u>
Total unrestricted illiquid assets	\$ 412,184	\$ 454,354
Total restricted and unrestricted assets, excluding certain amounts	\$ <u>267,299,887</u>	\$ <u>315,792,282</u>
Liabilities		
Incurred but unpaid administrative expenses and investment expenses (Note 3)	\$ 730,459	\$ 1,382,656
Deductible reimbursements (Note 7)	-	-
Class I distribution checks outstanding (Note 8)	-	-
Class II distribution checks outstanding (Note 9)	<u>160,802</u>	<u>3,034,862</u>
Total liabilities	\$ <u>891,261</u>	\$ <u>4,417,518</u>
Restricted and unrestricted net assets, excluding certain amounts	\$ <u>266,408,626</u>	\$ <u>311,374,764</u>

See accompanying notes.

The Home Insurance Company in Liquidation

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

	January 1, 2025 To June 30, 2025	January 1, 2024 To December 31, 2024
Cash and marketable securities received:		
Net investment income	\$ 5,945,540	\$ 15,939,726
Reinsurance collections - unrestricted	6,318,437	16,172,425
Agents' balances	(73,760)	627,436
Salvage, subrogation and other claim recoveries	1,312,467	870,389
Realized capital gains on sale of fixed-income securities (Note 1)	95,295	34,130
Miscellaneous income	144	4,441
All other	16,377	760,754
Total cash receipts	\$ 13,614,500	\$ 34,409,301
Cash operating disbursements:		
Human resources costs (Note 3)	3,106,391	5,700,738
Consultant and outside service fees	1,094,223	2,099,738
General office and rent expense	416,624	1,099,131
Realized capital losses on sale of fixed-income securities (Note 1)	173,871	79,649
Investment expenses	208,241	519,084
Legal and audit fees	272,466	428,198
Computers and equipment cost	122,690	191,125
Administration costs	67,224	152,084
Loss expenses paid (Note 1)	40	-
Capital contribution	64,450	13,500
All other	258,014	2,522,119
Total cash operating disbursements	\$ 5,784,233	\$ 12,805,366
Excess of receipts over operating disbursements	\$ 7,830,267	\$ 21,603,936
 Deductible reimbursements (Note 7)		-
Class I Distributions (Note 8)	-	11,755,964
Class II Distributions (Note 9)	55,516,631	229,480,930
 Cash disbursements and distributions in excess of receipts	\$ (47,686,364)	\$ (219,632,958)
 Beginning restricted and unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost	313,029,808	532,662,766
 Ending restricted and unrestricted fixed-income securities, short-term investments, and cash and cash equivalents, at cost	\$ 265,343,443	\$ 313,029,808

See accompanying notes.

265,343,442.73

The Home Insurance Company in Liquidation

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

	January 1, 2025 To June 30, 2025	January 1, 2024 To December 31, 2024
Restricted and unrestricted net assets, excluding certain amounts, beginning of year	\$ 311,374,764	\$ 532,252,279
Cash operating disbursements in excess of unrestricted and restricted cash receipts	(47,686,364)	(219,632,958)
Other changes in restricted and unrestricted net assets:		
Limited partnership interests, illiquid	(42,171)	-
Interest income due and accrued	(763,858)	(889,916)
Incurred but unpaid administrative and investment expenses (Note 3)	652,196	(161,882)
Deductible reimbursements (Note 7)	-	-
Class I distribution checks outstanding (Note 8)	-	2,199,726
Class II distribution checks outstanding (Note 9)	2,874,059	(2,392,484)
	<u>266,408,627</u>	<u>311,374,764</u>
Restricted and unrestricted net assets, excluding certain amounts, end of year	\$ <u>266,408,627</u>	\$ <u>311,374,764</u>

See accompanying notes.

The Home Insurance Company in Liquidation ("Home")

Notes to Financial Statements
(Modified-Cash Basis)
(Unaudited)
June 30, 2025

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:

	June 30, 2025			
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Fixed-income securities:				
U.S. Treasury notes	39,566,061	316,788	-	39,882,848
Government agencies	8,037,440		(40,280)	7,997,160
Corporate	46,708,604	179,159	(399,532)	46,488,232
Mortgage-backed	23,763,992	30,500	(1,104,334)	22,690,158
Asset-backed	36,963	-	(59)	36,904
Total	<u>\$ 118,113,060</u>	<u>\$ 526,447</u>	<u>(1,544,205)</u>	<u>\$117,095,302</u>

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

The amortized cost of unrestricted fixed-income securities is \$118,301,969 on June 30, 2025. Based on such amortized cost, gross unrealized gains are \$53,960 and gross unrealized losses are \$1,260,627.

	December 31, 2024			
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Fixed-income securities:				
U.S. Treasury notes	39,566,061	34,844	(421,381)	39,179,523
Government agencies	9,082,440	-	(97,720)	8,984,720
Corporate	153,137,870	222,913	(871,872)	152,488,911
Mortgage-backed	26,894,222	21,672	(1,783,456)	25,132,438
Asset-backed	1,953,838	119	(6,688)	1,947,269
Total	<u>\$ 230,634,431</u>	<u>\$ 279,547</u>	<u>(3,181,116)</u>	<u>\$227,732,862</u>

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

The amortized cost of unrestricted fixed-income securities is \$230,695,580 on December 31, 2024. Based on such amortized cost, gross unrealized gains are \$77,335 and gross unrealized losses are \$3,040,053.

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:

Unrestricted fixed-income securities

	<u>Cost</u>		<u>Fair Value</u>
June 30, 2025			
One year or less	\$83,737,406	\$	83,648,553
Over one year through five years	10,574,699		10,719,687
Mortgage-backed	23,763,992		22,690,158
Asset-backed	<u>36,963</u>		<u>36,904</u>
Total	<u>\$ 118,113,060</u>		<u>\$ 117,095,302</u>

Unrestricted fixed-income securities

	<u>Cost</u>		<u>Fair Value</u>
December 31, 2024			
One year or less	\$178,017,267	\$	176,754,300
Over one year through five years	23,769,104		23,898,855
Mortgage-backed	26,894,222		25,132,438
Asset-backed	<u>1,953,838</u>		<u>1,947,269</u>
Total	<u>\$ 230,634,431</u>		<u>\$ 227,732,862</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, 2025, are as follows:

Human resources costs	\$ 272,725
Consultant and outside service fees	100,228
General office and rent expense	24,157
Legal and auditing fees	129,992
Other administration costs	<u>107,635</u>
Total accrued administrative expenses	<u>634,737</u>
Accrued investment expenses	<u>95,722</u>
Total accrued expenses	<u>730,459</u>

The amount of accrued expenses at December 31, 2024 is \$1,382,656 and net assets for 2025 increased by \$652,196 due to the decrease in the accrual.

The Annual Incentive Plan ("AIP") was terminated as of December 31, 2023 and the final AIP payments for 2023 were made in January 2024. The AIP was replaced by individual performance-based bonus programs in 2024 for employees previously participating in the AIP. The costs of these plans are primarily payable in 2025, but are based on 2024 service and are being accrued over the service period in 2025. Accrued administrative expense includes \$272,725 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. During 2024 all funds related to the reinsurance recoveries have been released at December 31, 2024 total is \$0.

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 \$758,623, \$754,900 and \$73,947,287 at June 30, 2025, December 31, 2024 and June 13, 2003, respectively. The federal deposit is the only deposit still held at June 30, 2025, 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 \$56,260,423 may be offset against future distributions to such guaranty associations.

6) Early Access Distribution

The Liquidator has made early access distributions to insurance guaranty associations from 2005 through 2025. The total of all early access payments through June 30, 2025 was \$266.4 million including other deemed early access payments.

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. 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.

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	\$ 263,246,349
Assets withdrawn from special deposits held by states to pay Home claims (market value, see note 5)	56,260,423
Other deemed Early Access advances paid in cash	<u>3,148,212</u>
Total	<u>\$ 322,654,984</u>

Early Access advances subject to "claw back" at June 30, 2025 total \$15,854,867.

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 April 6, 2023 the Liquidator paid \$280,672 after netting of the fee and advised the Guaranty Associations that Deductible collection services will be discontinued.

8) Allowed Claims

As of June 30, 2025, the Liquidator has allowed, and the Liquidation Court has approved, \$143,507,961 of Class I claims, \$3,447,789,377 of Class II claims, \$2,672,527 of Class III claims, \$347,631,238 of Class V claims and \$53,887 of Class VIII claims. Class I claims paid in 2025 were 0 and in 2024 were 11,755,964 for the fifteenth fourteenth and thirteenth 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. The waiver was received on April 10, 2019.

On August 7, 2023, the Liquidator filed a motion for approval of a fourth interim distribution of 10% to claimants with allowed Class II claims, bringing the total interim distribution percentage to 40%. The fourth interim distribution was approved by the Court on August 16, 2023. In October and December, 2023 the Liquidator paid the fourth interim distribution totaling \$242.1 million to claimants, or their assignees with Class II priority claims allowed by the Court through August 31, 2023.

On August 26, 2024, the Liquidator filed a motion for approval of a fifth interim distribution of 5% to claimants with allowed Class II claims, bringing the total interim distribution percentage to 45%. The fifth interim distribution was approved by the Court on September 16, 2024.

In November, the Liquidator paid the fifth interim distribution totaling \$154,110,503. In accordance with the Court's order, the fifth interim distribution was made to claimants, or their assignees, with Class II priority claims allowed by the Court through September 30, 2024.

As of June 30, 2025, cash paid relating to the interim distributions in 2025 were \$55,516,631 and in 2024 were \$229,480,930 respectively, and \$160,802 and \$3,034,862 remains outstanding as a payable at June 30, 2025 and December 31, 2024, respectively. The total of all Class II payments issued through June 30, 2025 was \$1,219,427,995.

The Home Insurance Company in Liquidation (“Home”)

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

10) Claim Amendment Deadline Motion

The Liquidator filed a Motion for Approval of a Claim Amendment Deadline on August 1, 2019 seeking to establish a deadline for the amendment and submission of claims. After receiving certain objections to the proposed Claim Amendment Deadline, and the Liquidator’s responses thereto, the Court held a hearing on December 11, 2020. The Court subsequently issued orders dated January 28, 2021 approving the Claim Amendment Deadline. On February 11, 2021 certain of the objectors filed motions to reconsider the orders granting the

Liquidator’s Motion for Approval of Claim Amendment Deadline, together with a motion to stay the orders. On April 26, 2021, the Court denied the motion for reconsideration, but granted a stay of the Claim Amendment Deadline order pending the objectors seeking an interlocutory appeal. One objector and the Liquidator negotiated an interlocutory appeal statement, which two other objectors joined. The Superior Court approved the statement on May 12, 2021. The objector filed the interlocutory appeal statement with the New Hampshire Supreme Court on May 19, 2021. On February 10, 2022, the New Hampshire Supreme Court heard oral argument on the appeal of the Superior Court’s order approving the Claim Amendment Deadline, and on August 12, 2022, it issued its Opinion which affirmed the Superior Court’s orders. In its Opinion, the New Hampshire Supreme Court found that the Superior Court acted within its discretion in granting the Liquidator’s Motion and approving the Claim Amendment Deadline, and in concluding that the Claim Amendment Deadline strikes a reasonable balance between the expeditious completion of the liquidation and the protection of unliquidated and undetermined claims in accordance with NH RSA 402-C:46, I. The New Hampshire Supreme Court issued its mandate on August 29, 2022 which is the effective date of the New Hampshire Supreme Court’s decision. The Order Approving Claim Amendment Deadline established the Claim Amendment Deadline as the date 150 days from the date of the Order. That date was Thursday, January 26, 2023. In accordance with the Order Approving Claim Amendment Deadline, the Liquidator mailed notices of the Claim Amendment Deadline in the approved form to all claimants who have an open proof of claim in the Home liquidation.

EXHIBIT B

The Home Insurance Company in Liquidation
G&A Expenses (Actual vs Budget)
June 30, 2025

General & Administrative Expense	YTD			Full Year Budget
	Actual 2025	Budget 2025	Variance 2025	
Salary and Benefits	2,425,323	2,635,805	(210,482)	5,212,078
Travel	7,451	11,471	(4,020)	24,481
Rent	363,830	389,540	(25,710)	781,307
Equipment	156,122	77,587	78,535	155,174
Printing and Stationery	4,444	6,172	(1,728)	12,210
Postage	1,337	5,040	(3,703)	10,080
Telephone	41,792	42,793	(1,000)	85,585
Outside Services, including Special Deputy	1,117,706	1,041,990	75,716	2,083,980
Legal and Auditing	262,411	407,500	(145,089)	815,000
Bank Fees	59,926	64,200	(4,274)	128,400
Corporate Insurance	1,490	36,000	(34,510)	72,000
Miscellaneous Income/Expenses	186	50,000	(49,814)	100,000
Total Expenses Incurred	4,442,017	4,768,097	(326,080)	9,480,295

EXHIBIT C

Portfolio Summary

Home Insurance Company in Liquidation
Monthly Holdings Summary Report
The Home Insurance Co in Liquidation / Multiple Portfolios
Local Currency / STAT Accounting Basis
As of June 30, 2025

% of MV	Book Value	Market Value	Unrealized Gain/Loss	Eff Dur	Eff Mat (Years)	Book Yield	TE Yield	Market Yield	Mdy's	S&P
FIXED INCOME										
	135,959,105	135,959,105	0	0.04	0.04	4.27	4.27	4.27	NA	NA
	0	0								
	135,959,105	135,959,105		0.04	0.04	4.27	4.27	4.27	NA	NA
53.7	40,254,420	39,882,848	(371,572)	0.26	0.27	0.99	0.99	4.45	Aa1	AA+
15.8	8,000,000	7,997,160	(2,840)	0.08	0.05	3.07	3.07	4.28	Aa2	AA
3.2	46,531,050	46,488,232	(42,818)	0.23	0.25	4.17	4.17	4.92	A2	A
18.4	21,465,248	20,722,160	(743,087)	2.69	3.20	2.89	2.89	4.37	Aa1	AA+
8.2	36,967	36,904	(63)	0.06	0.06	0.56	0.56	3.16	Aaa	AAA
0.0	2,014,284	1,967,997	(46,286)	1.68	1.76	2.87	2.87	4.17	Aa1	AA+
0.8										
	Subtotal: FIXED INCOME	253,054,407	(1,206,667)	0.34	0.39	3.57	3.57	4.42	Aa3	AA-
100.0										
	Grand Total:	253,054,407	(1,206,667)	0.34	0.39	3.57	3.57	4.42	Aa3	AA-

- Book value declined by \$46.0 million during the quarter, primarily due to a distribution in May.
- Market value declined by \$45.4 million as the impact from above was partially offset by a positive total return during the quarter.
- Accordingly, the unrealized loss position improved to \$1.2 million at June 30, from \$1.8 million at March 31.
- The net short-term balance of \$136.0 million consisted of cash held in the money-market fund.
- The overall portfolio book yield increased by three basis points during the quarter to 3.57%.

EXHIBIT D

**THE HOME INSURANCE COMPANY IN LIQUIDATION
HOLDINGS REPORT
AS OF JUNE 30, 2025**

CUSIP	DESCRIPTION	CPN	MATURITY	QUANTITY	BOOK VALUE	MARKET VALUE
31607A703	FIDELITY INVT MMKT GOVT PORT INSTL CL.	4.270	07/15/2025	135,959,105.14	135,959,105.14	135,959,105.14
TOTAL CASH EQUIVALENTS				135,959,105.14	135,959,105.14	135,959,105.14
SHORT TERM (OVER 90 DAYS)						
912797PE1	US TREASURY BILL - DOL		07/17/2025	775,000.00	773,380.25	773,380.25
TOTAL SHORT TERM				775,000.00	773,380.25	773,380.25
U S TREASURY						
912828K74	US TREASURY N/B	2.000	08/15/2025	6,000,000.00	5,998,066.01	5,980,781.40
91282CAJ0	US TREASURY N/B	0.250	08/31/2025	17,150,000.00	17,136,117.45	17,028,744.36
91282CAZ4	US TREASURY N/B	0.375	11/30/2025	17,150,000.00	17,120,236.75	16,873,322.48
TOTAL U S TREASURY				40,300,000.00	40,254,420.21	39,882,848.24
TOTAL GOVERNMENT & AGENCIES				40,300,000.00	40,254,420.21	39,882,848.24
TAX MUNICIPAL						
798170AH9	SAN JOSE CA REDEV AGY SUCCESSO	3.076	08/01/2025	4,000,000.00	4,000,000.00	3,997,160.00
91412GU94	UNIV OF CALIFORNIA CA REVENUES	3.063	07/01/2025	4,000,000.00	4,000,000.00	4,000,000.00
TOTAL TAX MUNICIPAL				8,000,000.00	8,000,000.00	7,997,160.00
CORPORATE						
055451AY4	BHP BILLITON FINANCE (USA) LIMITED	4.875	02/27/2026	5,000,000.00	4,998,405.94	5,018,960.00
059165EG1	BALTIMORE GAS AND ELECTRIC COMPANY	2.400	08/15/2026	5,300,000.00	5,228,810.76	5,189,150.50
06675DCD2	BANQUE FED CRED MUTUEL	4.524	07/13/2025	6,625,000.00	6,625,000.00	6,624,715.13
30321L2E1	F&G GLOBAL FUNDING	5.150	07/07/2025	7,650,000.00	7,649,969.97	7,649,862.30
49327M3E2	KEYBANK NATIONAL ASSOCIATION	4.150	08/08/2025	4,995,000.00	4,994,949.38	4,989,830.18
59217GFC8	METROPOLITAN LIFE GLOBAL FUNDING I	4.050	08/25/2025	3,300,000.00	3,299,932.28	3,296,571.30
6174468C6	MORGAN STANLEY	4.000	07/23/2025	4,000,000.00	4,001,561.18	3,991,248.00
89788MAH5	TRUIST FINANCIAL CORPORATION	4.260	07/28/2026	5,530,000.00	5,530,000.00	5,530,536.41
91324PCP5	UNITEDHEALTH GROUP INCORPORATED	3.750	07/15/2025	4,200,000.00	4,202,420.77	4,197,358.20
TOTAL CORPORATE				46,600,000.00	46,531,050.28	46,488,232.02
MORTGAGE BACKED						
3128L0DF6	FHLMC POOL A68202	6.000	11/01/2037	43,851.57	44,791.19	45,608.98
3128L0EF5	FHLMC POOL A68234	6.000	11/01/2037	28,055.40	28,253.34	29,205.37
3128ME4A6	FHLMC POOL G16017	3.000	12/01/2031	2,477,406.62	2,513,612.31	2,424,658.93
3128ME4T5	FHLMC POOL G16034	2.500	01/01/2032	2,621,728.58	2,623,771.05	2,491,621.90
3128MJAD2	FHLMC POOL G08003	6.000	07/01/2034	81,227.60	82,768.54	84,948.97
3128MJMC1	FHLMC POOL G08354	5.000	07/01/2039	398,578.50	402,870.13	398,947.30
3128MMVZ3	FHLMC POOLG18631	2.500	01/01/2032	2,455,154.19	2,456,724.87	2,355,959.09
3128PYU36	FHLMC POOL J18702	3.000	03/01/2027	261,391.60	262,924.83	258,287.65
31292JBRO	FHLMC POOL C01848	6.000	06/01/2034	105,622.57	108,380.16	110,442.33
312944AF8	FHLMC POOL A95406	4.000	12/01/2040	516,126.90	522,223.98	498,124.45
31297ECP9	FHLMC POOL A2-6378	6.000	09/01/2034	8,827.80	9,040.03	9,193.14
31307AEK4	FHLMC POOL J21938	2.500	01/01/2028	798,415.00	804,484.45	784,152.59
31307FJM4	FHLMC POOL J26568	3.500	12/01/2028	581,827.03	590,881.10	575,730.69
31307GTQ2	FHLMC POOL J27759	3.000	03/01/2029	827,404.28	835,222.14	816,009.74
3132GDMF6	FHLMC POOL Q00358	4.500	04/01/2041	873,092.42	914,569.13	867,330.79
3132GFXD4	FHLMC POOL Q02476	4.500	08/01/2041	852,117.60	892,848.24	846,484.68
3136AX7E9	FNA 2017-M12 A2	3.062	06/25/2027	2,007,667.78	2,014,283.85	1,967,997.47
31371PC57	FNMA POOL 257592	5.000	03/01/2039	107,153.80	108,220.02	106,972.13
31376KEL6	FNMA POOL 357539	5.500	04/01/2034	97,311.40	97,311.40	100,307.71
3138A8KG0	FNMA POOL AH6594	3.500	03/01/2026	57,369.63	57,521.98	57,046.06
3138EM3Y5	FN AL5314	3.500	03/01/2027	104,870.69	105,177.15	104,230.60

3138NXE37	FNMA POOL AR1053	2.500	01/01/2028	710,138.10	715,567.01	697,438.35
3138YEPP6	FNMA POOL AY1329	3.000	03/01/2030	1,276,311.60	1,300,346.52	1,249,482.89
3140J5GH6	FNMA POOL BM1099	3.000	03/01/2032	1,449,131.92	1,474,364.79	1,418,431.92
31413FGK2	FNMA POOL 944002	6.000	08/01/2037	106,424.21	105,817.98	110,090.13
31415Q4B9	FNMA POOL 986518	5.000	06/01/2038	10,352.51	10,399.72	10,368.49
31416XEL0	FNMA POOL AB1938	3.500	12/01/2025	55,488.46	55,557.65	55,256.21
31416YTY4	FNMA POOL AB3266	4.000	07/01/2041	933,777.80	953,370.38	910,622.73
31416YU89	FNMA POOL AB3306	4.000	07/01/2041	607,861.95	622,240.30	587,401.13
31419LD42	FNMA POOL AE9122	3.500	12/01/2025	14,225.10	14,236.41	14,158.06
31419LYR8	FNMA POOL AE9719	4.500	12/01/2040	1,882,513.20	1,943,755.87	1,876,216.95
36202D5C1	GNMA 2M POOL 3543	5.000	04/20/2034	123,082.90	122,962.02	124,877.81
36202EAK5	GNMA 2M POOL 3610	5.500	09/20/2034	117,595.60	119,630.98	120,653.57
36202EUT4	GNMA 2M POOL 4194	5.500	07/20/2038	183,641.10	184,004.38	191,042.44
36202EUU1	GNMA 2M POOL 4195	6.000	07/20/2038	173,225.10	176,407.64	178,575.43
36202EVN6	GNMA 2M POOL 4221	5.500	08/20/2038	117,657.30	116,825.11	122,399.35
36202EVP1	GNMA 2M POOL 4222	6.000	08/20/2038	87,186.20	88,164.75	89,881.55
TOTAL MORTGAGE BACKED				23,153,814.01	23,479,531.40	22,690,157.58
ASSET BACKED						
14317JAD9	CARMX 2021-4 A3	0.560	09/15/2026	36,967.02	36,966.94	36,903.89
TOTAL ASSET BACKED				36,967.02	36,966.94	36,903.89
TOTAL MARKETABLE SECURITIES				118,865,781.03	119,075,349.08	117,868,681.98
TOTAL MARKETABLE AND C/E				254,824,886.17	255,034,454.22	253,827,787.12
COMMON						
34958N100	FORTICELL BIOSCIENCE, INC			1,926.00	1,627,706.00	1.93
	RIMCO ROYALTY MANAGEMENT, INC			346,302.00	346.30	0.00
TOTAL COMMON				348,228.00	1,628,052.30	1.93
TOTAL MARKETABLE , CASH, C/E AND COMMON				255,173,114.17	256,662,506.52	253,827,789.05
EQUITY SECURITIES						
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	984,371.00	801,709.00
COMMON STOCKS				279,708.00	1,010,171.00	801,709.00
RIMCO ROYALTY PARTNERS, L.P.				346,302.00	3,199,497.00	412,183.00
LIMITED PARTNERS				346,302.00	3,199,497.00	412,183.00
TOTAL EQUITY SECURITIES				626,010.00	4,209,668.00	1,213,892.00
TOTAL				255,799,124.17	260,872,174.52	255,041,681.05