

## **Appendix 1**

## **Who should you contact?**

### **Business written with Australia branches of each Scheme Company:**

For policies written in Australia by the Scheme Companies, contact CMGL (Address 1) in the first instance.

### **All other claims against companies incorporated in Australia:**

For claims against Australian HIH companies which are not the Scheme Companies, contact McGrathNicol+Partners Australia (Address 7)

### **Business written with the United Kingdom branch of HIH C&G:**

For policies written by the UK Branch of HIH C&G, contact Omni (Address 2) in the first instance.

### **Business written in the United Kingdom by WMG, FAI and FAIG**

For policies written in the UK by these companies, contact KPMG UK (Address 8).

### **Business written with Lloyd's syndicates (FAI Underwriting or Cotesworth syndicates)**

For claims against Lloyd's syndicates (FAI underwriting or Cotesworth syndicates) contact Capita (Address 4).

### **Claims against other companies incorporated in the United Kingdom**

For claims against any other UK incorporated HIH companies contact KPMG UK (Address 8).

### **Claims against HIH Claims Support Limited**

For claims which are being handled by the HIH Claims Support Scheme contact WGB HIH Claims Management (Address 10)

### **Claims to the Financial Services Compensation Scheme**

For claims which are eligible for FSCS assistance contact the FSCS (Address 11)

### **Business written by HIH America Compensation & Liability Insurance Company or Great States Insurance Company**

For claims against these companies contact the Conservation and Liquidation Office (Address 3).

### **Business Written by HIH American Insurance Company of Hawaii**

For claims against HIH American Insurance Company of Hawaii Inc (In liquidation) please contact the Department of Commerce & Consumer Affairs (Address 9)

### **Claims against companies incorporated in Hong Kong**

For claims against Hong Kong incorporated HIH companies please contact PricewaterhouseCoopers Hong Kong (Address 6).

**Business written in New Zealand**

For claims against companies incorporated in New Zealand, contact the New Zealand Liquidators (Address 5).

**Business written by HHH C&G (Labuan) – Kuala Lumpur**

For claims against HHH Casualty and General Insurance (Labuan) Limited - In Liquidation contact the Liquidators in Kuala Lumpur (Address 12)

**All other claims against companies not covered above**

For claims against any HHH companies not dealt with above contact McGrathNicol+Partners Australia (Address 7)

**Contact details for correspondence for HIIH parties (for the most relevant contact please refer to the descriptions above)**

**1 Australian run-off agents for the HIIH group**

CMGL  
Level 41  
50 Bridge Street  
Sydney NSW 2000  
Australia

Phone: +61 (0) 2 9650 5700  
Fax: +61 (0) 2 9650 5710  
E-mail: enquiries@hih.com.au

**3 HIIH America Compensation & Liability Insurance Company and Great States Insurance Company**

Susanne Twomey, Estate Operations Officer  
HIIH America Compensation & Liability Insurance Company (In Liquidation)  
Conservation and Liquidation Office  
PO Box 26894  
San Francisco, CA 94126-0894  
United States of America

Phone: +1 415 676 5012  
Fax: +1 415 676 3930

**5 New Zealand Liquidators of the HIIH group**

Mr K Downey  
McGrathNicol+Partners  
KPMG Centre  
18 Viaduct Harbour  
PO Box 1584  
Auckland  
New Zealand

Phone: +64 (0)9 367 5800  
Fax: +64 (0)9 367 5875

**2 UK run-off agents for the HIIH group**

Omni Whittington Insurance Services Limited  
Omni House  
33 Creechurch Lane  
London  
EC3A 5EB  
United Kingdom

Phone: +44 (0)20 7743 0858  
Fax: +44 (0) 20 7743 0979  
E-mail: hihenquiries@omniwhittington.com

**4 Run-off agents for the FAI Underwriting and Cotesworth Lloyd's Syndicates**

Capita Syndicate Management Limited  
Eastgate House  
40 Dukes Place  
London  
EC3A 7NH  
United Kingdom

Phone: +44 (0)870 523 4567  
Fax: +44 (0)870 523 4660

**6 For creditors of HIIH Insurance (Asia) Limited**

Mr Jan Blaauw  
PricewaterhouseCoopers  
Prince's Building  
22nd Floor  
China  
Hong Kong, SAR

Phone: +(852) 2289 2555  
Fax: +(852) 2845 0262

**7 Australian Liquidators / Proposed Scheme Administrators for the HIH group**

Mr AG McGrath  
McGrathNicol+Partners  
10 Shelley Street  
King Street Wharf  
Sydney NSW 2000  
Australia

Phone: +61 (0)2 9338 2600  
Fax: +61 (0)2 9338 2699

**8 UK Provisional Liquidators**

Mr TA Riddell  
KPMG  
8 Salisbury Square  
London EC4Y 8BB  
United Kingdom

Phone: +44 (0)20 7311 1000  
Fax: +44 (0) 20 7694 3126

**9 HIH America Insurance Company of Hawaii Inc**

Mr Mark Morita  
Department of Commerce & Consumer Affairs  
Insurance Division  
335 Merchant Street  
Honolulu HI 96813  
United States of America

Phone: +1 808 586 2790  
Fax: +1 808 586 2806

**10 HIH Claims Support Scheme**

WGB HIH Claims Management  
Locked Bag 4830  
Melbourne VIC 3000  
Australia  
Phone: 1800 777 016 (within Australia)  
Phone: +61 3 9297 9354 (outside Australia)  
Fax: +61 3 9297 9376

**11 Financial Services Compensation Scheme**

Financial Services Compensation Scheme  
7<sup>th</sup> Floor Lloyds Chambers  
Portsoken Street  
London  
E1 8BN  
United Kingdom

Phone: +44 20 7 892 7300  
Fax: +44 20 7892 7301

**12 HIH Casualty and General Insurance (Labuan) Limited – In Liquidation**

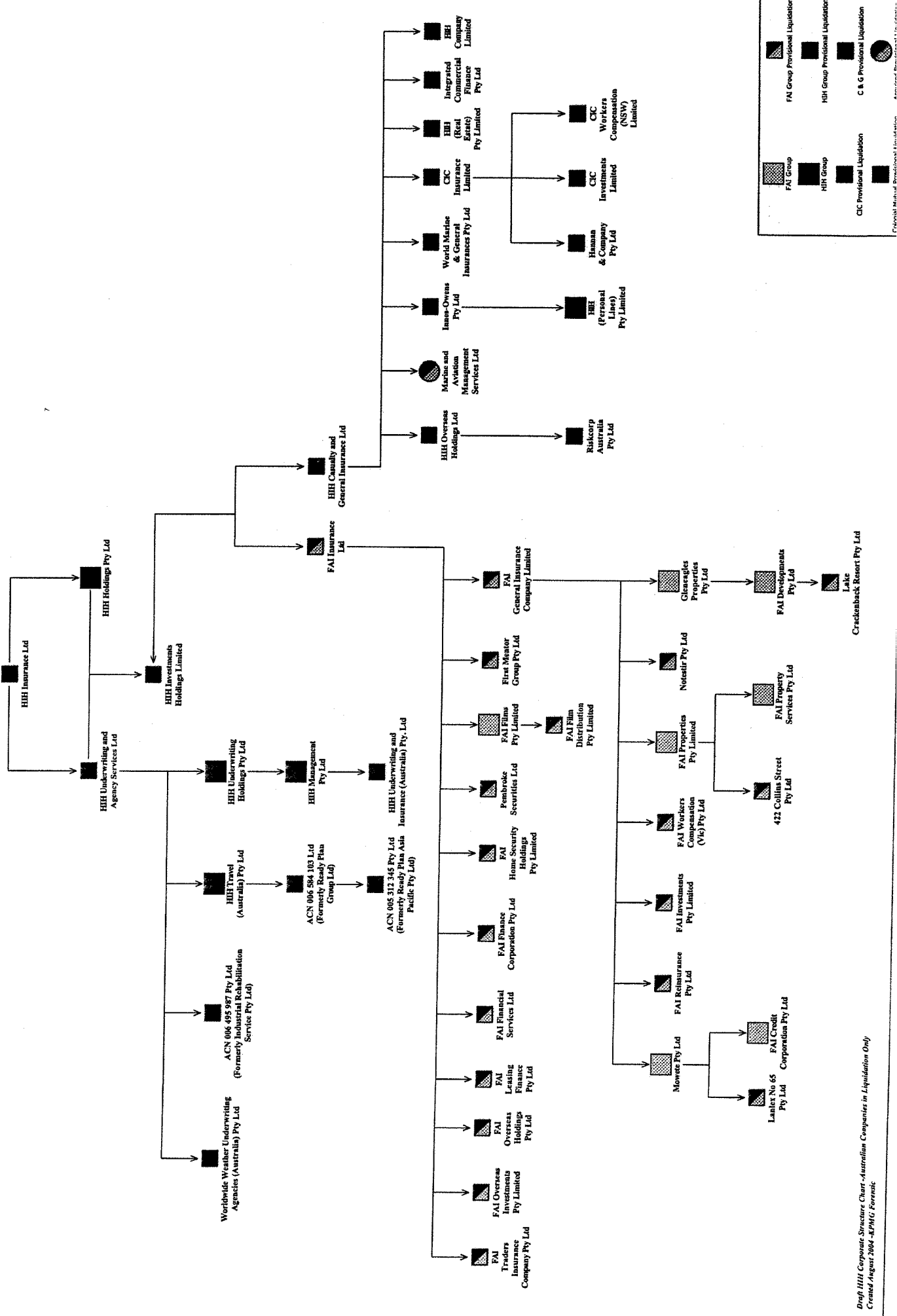
Ooi Woon Chee (Liquidator)  
Level 14, Suite 1402, Menara IMC  
No 8 Jalan Sultan Ismail  
50250 Kuala Lumpur  
Malaysia

Phone: +60 (3) 2026 6162  
Fax: +60 (3) 2026 6110

Additional contacts – Ivan Chong and Jimmy Ng

## **Appendix 2**

# HHH Insurance (in liquidation) Corporate Chart - Australian Companies in Liquidation Only



## A Chronology of Key Events

1968	Ray Williams and Michael Payne establish a business named M W Payne Underwriting Agency Pty Ltd
1971	M W Payne Underwriting Agency acquired by CE Heath plc of the UK
1980	Ray Williams appointed to board of CE Heath plc
1987	CE Heath plc establishes workers compensation underwriting operation in California USA
1989	Business of CE Heath plc transferred to CE Heath International Holdings Ltd (CE Heath), with 90% shareholding retained by CE Heath plc
1992	CE Heath issues prospectus and is listed on the Australian Stock Exchange resulting in 45% of the issued capital owned by the public, 44% by CE Heath plc and 11% by CE Heath directors and staff. Directors at float include Messrs Cohen, Williams, Cassidy, Stitt and Sturesteps. Later in 1992 Michael Payne is appointed director.
1993	CE Heath commences operations in the UK with a contact office and then a branch office
1994	CE Heath sells its workers compensation underwriting operation in California, USA
1995	CE Heath acquires CIC Insurance Group ("CIC"), funded by CE Heath issuing shares to CIC Holdings Limited ("CIC Holdings"), the holding company of CIC. CIC Holdings acquires the balance of CE Heath plc's shareholding in CE Heath, and becomes the majority shareholder (48%) in CE Heath. CIC Holdings increases its shareholding in CE Heath to over 50% through a series of onmarket transactions and the purchase of shares from Ray Williams. CIC Holdings becomes Winterthur Holdings Australia Ltd, a wholly owned subsidiary of Winterthur Swiss Insurance Company ("Winterthur Swiss").
May 1996	CE Heath changes its name to HIH Winterthur International Holdings Limited ("HIH Winterthur")
1997	HIH Winterthur repurchases the workers compensation subsidiary in California, Heath Cal, subsequently named HIH America Compensation and Liability Insurance Company ("HIH America")
1997	HIH Winterthur acquires Colonial Ltd General Insurance operations in Australia and New Zealand
Jan 1998	HIH Winterthur acquires Solart in Argentina
Feb 1998	HIH Winterthur establishes representative office in Beijing, China
Feb 1998	HIH Winterthur acquires minority interest in Nam Seng Insurance plc of Thailand
April 1998	HIH Winterthur acquires the Cotesworth Group Ltd in London, UK, a managing agency of four Lloyds syndicates.
June 1998	HIH America acquires Great States Insurance Co of Arizona, USA
July 1998	Winterthur Swiss announces it is selling its 51% shareholding in HIH Winterthur to the public

Source: "The HIH Royal Commission - The failure of HIH Insurance". Commonwealth of Australia 2003. Copyright Commonwealth of Australia reproduced by permission.



Aug 1998	Sale of shareholding completed
Sept 1998	HIH Winterthur announces proposed takeover of FAI Insurance Ltd
Oct 1998	HIH Winterthur becomes HIH Insurance Ltd
Jan 1999	FAI takeover completed
16 Apr 1999	Rodney Adler appointed to the board of HIH
5 Aug 1999	Neville Head resigns as a director of HIH
19 Nov 1999	Alexander Gorrie resigns as a director of HIH
Dec 1999	HIH acquires World Marine & General Insurance Pty Ltd
Jan 2000	HIH sells part of its business in Argentina
Sept 2000	HIH announces joint venture with Allianz with respect to its personal lines of business
12 Sept 2000	Michael Payne and George Sturesteps resign as directors of HIH
Oct 2000	US business of HIH is placed in run-off (ie. no new business is being written)
12 Oct 2000	Dominic Fodera resigns as director of HIH
Nov 2000	HIH credit rating is downgraded to BBB+ by Standard & Poors.
Nov 2000	Some of HIH's Asian operations are sold
Nov 2000	HIH enters managing general agency agreement with Gerling Group
Nov/Dec 2000	Ernst & Young conduct an independent review of the financial position of HIH
15 Dec 2000	Annual General Meeting of HIH
15 Dec 2000	Announcement of Randolph Wein as new CEO of HIH
15 Dec 2000	Ray Williams resigns as director of HIH
22 Feb 2001	ASX trading halt at the request of HIH
26 Feb 2001	Rodney Adler resigns as director of HIH
26 Feb 2001	ASX trading resumes
27 Feb 2001	HIH credit rating is downgraded to BBB- by Standard & Poors
27 Feb 2001	ASX trading halt at the request of HIH
1 Mar 2001	APRA issue notice to HIH to show cause why an Inspector should not be appointed under the Insurance Act
1 Mar 2001	ASX trading suspension at the request of HIH
6 Mar 2001	HIH announces joint venture with QBE with respect to corporate insurance
9 Mar 2001	HIH announces appointment of KPMG to assist
14 Mar 2001	HIH announces it has agreed to sell its workers compensation portfolio to NRMA
15 Mar 2001	HIH placed in provisional liquidation under the Corporations Act
16 Mar 2001	APRA Inspector appointed under the Insurance Act
2 July 2001	ASX removes HIH from its official list

Source: "The HIH Royal Commission - The failure of HIH Insurance". Commonwealth of Australia 2003. Copyright Commonwealth of Australia reproduced by permission.

27 Aug 2001	HIH placed in liquidation under the Corporations Act
29 Aug 2001	Letters Patent appointing the Royal Commission are signed
21 Sept 2001	APRA Inspector reports to APRA

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## **Historical Introduction**

### **HIH Casualty & General Insurance Limited ("HIH C&G")**

HIH C&G was the largest operating company in the HIH Group. Originally, it was the vehicle through which CE Heath operated its insurance business in Australia. The nature of its operations in workers compensation, property, commercial and professional liability provided the commercial rationale for the merger with CIC and later the takeover of FAI Insurances.

### **CIC Insurance Limited ("CIC")**

On 13 July 1995, HIH Insurance Limited acquired the CIC Insurances Group for \$154.2 million. The consideration for this acquisition was HIH Insurance Limited issuing 97,609,715 ordinary fully paid shares to CIC Holdings Limited, the holding company of CIC Insurances Group. Concurrently, CIC Holdings Limited acquired C E Heath's shareholding in the company for \$63,308,000. The selling shareholder, HIH Winterthur Holdings Australia Limited (formerly CIC Holdings Limited) consequently became the largest shareholder in HIH Insurance Limited. Thereafter CIC became one of the major operating companies in the HIH Group and remained a licensed insurer.

### **FAI General Insurance Company Limited ("FAI General")**

FAI General, a licensed insurer, was a wholly owned subsidiary and the principal operating subsidiary of FAI Insurances Limited. In September 1998, HIH Insurance Limited announced a takeover bid for FAI Insurances Limited. The offer was successful and HIH Insurance Limited became entitled to all issued capital in FAI Insurances in 1999. Accordingly, upon takeover of FAI Insurances Limited by HIH Insurance Limited, FAI General became a wholly owned subsidiary of HIH Insurance Limited. It continued as an operating, licensed insurer until liquidation.

### **FAI Traders Insurance Company Pty Limited ("FAI Traders")**

FAI Traders was an underwriter of insurance which was owned by FAI General Insurance Company Limited and FAI Insurances Limited.

### **FAI Reinsurances Pty Limited ("FAI Reinsurances")**

From 1996, FAI Reinsurances was a wholly owned subsidiary of FAI General Insurance Company Limited, which was a wholly owned subsidiary of FAI Insurances Limited.

### **FAI Insurances Limited ("FAI Insurances")**

#### **Historical Introduction to the FAI Group**

FAI Insurances was until 1999 a publicly listed insurance, financial and investment group with international interests. It had major investments in coal mining and property.

FAI Insurances was founded in 1953 and by 1995 described itself as one of Australia's largest publicly listed insurance companies with:

Source: "The HIH Royal Commission - The failure of HIH Insurance". Commonwealth of Australia 2003. Copyright Commonwealth of Australia reproduced by permission.

- 1 Net written premium in excess of \$600 million.
- 2 Approximately 1.6 million policyholders in Australia, New Zealand and the Asia Pacific.
- 3 Approximately 2,400 people employed throughout the business, 1,100 in the general insurance division, 200 in life insurance, 800 in mining and 300 in financial services and other areas.
- 4 A branch network in Australia, New Zealand, Hong Kong, Fiji and Papua New Guinea.
- 5 A wholly owned subsidiary which was one of Australia's largest coal exporters producing 5 million tonnes of raw coal with 90% of sales to long term customers in Australia and offshore.
- 6 Substantial property developments including the Emu Brewery site in Western Australia and the St Moritz Hotel in New York.

In September 1998, HIH Insurance Limited announced a takeover bid for FAI Insurances. The offer, which valued FAI Insurances shares at \$0.763 per share, was either 1 HIH Insurance Limited share for every 3 FAI Insurances shares, or 1 HIH Insurance Limited share together with \$2.26 cash for every 6 FAI insurances shares. The offer was successful and HIH Insurances Limited became entitled to all the issued capital in FAI Insurances in 1999.

#### **World Marine & General Insurances Pty Limited ("WMG")**

WMG was acquired by HIH on 17 December 1999 for \$9.6 million. Note 38 to the financial statements of HIH for this period disclosed that the fair value of the net tangible assets at the time of acquisition was \$9.6 million. Until that time, WMG was controlled by BHP Marine & General Insurances Limited and had no apparent connection to the HIH Group. No financial statements are available for WMG for the financial period ending 30 June 2000.

#### **HIH Underwriting and Insurance (Australia) Pty Limited ("HIH Underwriting")**

HIH Underwriting has been an operating company in the HIH Group since incorporation in 1971. It remained a licensed insurer until 2001. Since 1996 it has not published its financial statements with the Australian Securities and Investment Commission. Its financial statements filed in respect of the financial year ending 31 December 1995 include detailed claims development tables in respect of its business which was running off the workers compensation insurance portfolio in Victoria and South Australia.

## **Appendix 3**

**Liquidators' statement of Receipts & Payments**

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: HIH Casualty and General Insurance Limited (In Liquidation)  
ACN or ARBN: 008 482 291

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

- and (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<b>type of winding up</b>	<b>items required</b>					<b>(statement)</b>	
	<b>(accounts)</b>						
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 21 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 21 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			52,402,247.45

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			63,969,380.07

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	858,802,920.39
	during the period for which this account has been made up	52,402,247.45
<b>total receipts</b> (this total carried forward to next account)		911,205,167.84

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	695,106,375.70
	during the period for which this account has been made up	
	preferred creditors	NIL
	unsecured creditors	NIL
	liquidator's remuneration	1,338,635.00
	other payments	62,630,745.07
<b>total payments</b> (this total carried forward to next account)		759,075,755.77

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	152,129,412.07
less unrepresented cheques	(975.00)
amounts invested by liquidator and not converted to cash	263,485,170.01
cash in hands of UK Provisional Liquidator (see note 1)	86,310,913.14

<b>amount available but not distributed</b>	<b>501,924,520.22</b>
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\*Note 1: In addition to the cash receipts & payments detailed in this return, further cash receipts & payments of the company occur under the control of the provisional liquidators in the UK. The UK provisional liquidators maintain separate cashbooks. As at 26 August 2005, the cash balances held by the UK provisional liquidators for the company were GBP25,341,659.94, EUR183,120.12, USD15,346,183.26 and AUD5,498,672.92.



**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
Annual Leave and Long Service Leave	NIL	4,224,834.71	NIL	NIL
Redundancy	NIL	17,122,919.76	NIL	NIL
Other Staff Costs	NIL	1,906,765.81	NIL	NIL
<b>totals</b>	<b>NIL</b>	<b>23,254,520.28</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ 318,751.10

amount owing to liquidator in respect of expenses \$ 27,056.59

remuneration paid to liquidator \$ 22,043,549.22

remuneration owing to liquidator \$ 885,019.17

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	16,266,000.00	22,051,000.00	NIL
cash in hand	21,000.00	21,000.00	NIL
cash at bank	23,736,000.00	23,736,000.00	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	221,000.00	NIL
other assets	1,174,236,000.00	214,827,000.00	762,810,000.00
assets subject to specific charges	39,793,000.00	37,539,000.00	14,636,000.00
<b>total assets</b>	<b>1,254,052,000.00</b>	<b>298,395,000.00</b>	<b>777,446,000.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ 3,110,000.00

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ 2,939,024.67

estimated amount available for unsecured creditors

\$ 1,272,409,419.79

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital

issued

\$ 445,063,410.91

paid up

\$ 445,063,410.91

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	4,011,507,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed

date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐

**Verification of liquidator's account and statement**

*I declare the statements ticked below are correct*

**statement**

✓ *The information given in the statement of the position in the winding up is true to the best of my knowledge and belief at the date of signing.*

**if there are receipts and payments**

✓ *The account of receipts and payments set out above in the annexure marked (A) of ( 21 ) pages contains a full and true account of my receipts and payments in the period of winding up of that company and I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company other than and except the items mentioned and specified in that account.*

period of winding up(d/m/y)

from 28 February 2005

to

26 August 2005

**if no receipts and payments**

☐ *I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company.*

Print name of Liquidator

Anthony Gregory McGrath & Christopher John Honey

Sign here

 date 23/1/05

# HIH CASUALTY & GENERAL INSURANCE LIMITED - IN LIQUIDATION

Opening Balance as at 27 February 2005

163,696,544.69

## Cash Inflows

March-05	see attached	2,665,410.90	
April-05	see attached	8,491,836.89	
May-05	see attached	3,195,383.29	
June-05	see attached	10,186,854.31	
July-05	see attached	11,381,375.93	
August-05	see attached	15,036,199.72	
Dividend Account Inflows	see attached	401,989.10	
Master Broking Inflows	see attached	481,767.12	
US Bank Account Inflows	see attached	502,440.67	
HK Bank Account Inflows	see attached	58,989.52	52,402,247.45

## Cash Outflows

March-05	see attached	(6,571,705.46)	
April-05	see attached	(2,395,834.35)	
May-05	see attached	(3,450,879.92)	
June-05	see attached	(5,109,333.11)	
July-05	see attached	(4,995,624.04)	
August-05	see attached	(41,351,918.58)	
Dividend Account Outflows	see attached	(1,983.55)	
Master Broking Outflows	see attached	(632.77)	
US Bank Account Outflows	see attached	(86,012.83)	
HK Bank Account Outflows	see attached	(5,455.46)	(63,969,380.07)

Balance of Bank Statements at 26 August 2005

152,129,412.07

Investments

263,485,170.01

Total available but not yet distributed

415,614,582.08

FORM 524  
21  
23/9/05  
SIGNATURE

**HIH CASUALTY & GENERAL - DIVIDEND ACC****Opening balance as at 27th February 2005****15,094,598.34****Receipts**

Interest Income	01/03/2005	58,254.30	
Interest Income	01/04/2005	67,585.71	
Sundry Income	04/04/2005	0.45	
Sundry Income	11/04/2005	0.39	
Sundry Income	14/04/2005	0.45	
Sundry Income	19/04/2005	30.00	
Transfer from C&G NAB Acc	22/04/2005	1,000.00	
Transfer from C&G NAB Acc	26/04/2005	2,072.75	
Interest Income	02/05/2005	67,688.70	
Interest Income	09/05/2005	1,334.11	
Transfer from C&G NAB Acc	27/05/2005	921.05	
Sundry Income	31/05/2005	5.66	
Foreign Exchange Gain	31/05/2005	5.10	
Interest Income	01/06/2005	66,596.70	
Sundry Income	02/06/2005	23.44	
Sundry Income	03/06/2005	4.10	
Sundry Income	06/06/2005	0.29	
Sundry Income	27/06/2005	45.33	
Interest Income	01/07/2005	66,887.80	
Fee Reversal	08/07/2005	35.00	
Foreign Exchange Gain	31/07/2005	11.03	
Interest Income	01/08/2005	69,418.19	
Sundry Income	11/08/2005	21.06	
Foreign Exchange Gain	26/08/2005	47.49	<b>401,989.10</b>

**Payments**

Bank Charges	08/03/2005	(1,100.00)	
Bank Charges	15/03/2005	(14.62)	
Sundry Expense	04/04/2005	(0.45)	
Bank Charges	04/04/2005	(2.50)	
Sundry Expense	05/04/2005	(20.00)	
Sundry Expense	11/04/2005	(1.80)	
Sundry Expense	14/04/2005	(0.45)	
Bank Charges	14/04/2005	(2.50)	
Bank Charges	15/04/2005	(65.84)	
Sundry Expense	19/04/2005	(10.00)	
Bank Charges	26/04/2005	(34.57)	
Foreign Exchange loss	30/04/2005	(19.11)	
Bank Charges	16/05/2005	(73.55)	
Sundry Expense	23/05/2005	(5.00)	
Bank Charges	27/05/2005	(26.32)	
Sundry Expense	31/05/2005	(5.90)	
Foreign Exchange loss	31/05/2005	(32.06)	
Sundry Expense	02/06/2005	(55.04)	
Sundry Expense	03/06/2005	(14.08)	
Bank Charges	15/06/2005	(66.17)	
Bank Charges	23/06/2005	(35.00)	
Sundry Expense	27/06/2005	(54.63)	
Foreign Exchange loss	30/06/2005	(53.12)	
Bank Charges	15/07/2005	(66.17)	
Sundry Expense	29/07/2005	(43.02)	
Foreign Exchange loss	31/07/2005	(28.10)	
Sundry Expense	11/08/2005	(3.88)	
Bank Charges	15/08/2005	(149.67)	<b>(1,983.55)</b>

**Balance of Bank Statements at 26 August 2005****15,494,603.89**

**HIH C & G - MASTER BROKING (IN LIQUIDATION)****Opening Balance as at 27 February 2005****16,633,561.82****Receipts**

Interest Income - bank statement	28/02/2005	198.22	
Interest Income - UBS	28/02/2005	72,915.16	
Interest Income - bank statement	31/03/2005	231.10	
Interest Income - UBS	31/03/2005	80,657.30	
Interest Income - bank statement	29/04/2005	217.81	
Interest Income - UBS	29/04/2005	82,080.00	
Interest Income - bank statement	31/05/2005	240.95	
Interest Income - UBS	31/05/2005	83,649.19	
Interest Income - bank statement	30/06/2005	224.61	
Interest Income - UBS	30/06/2005	80,495.71	
Interest Income - bank statement	29/07/2005	218.01	
Interest Income - UBS	29/07/2005	77,386.24	
Interest Income - UBS	26/08/2005	3,252.82	<b>481,767.12</b>

**Payments**

Warroona Retirement Village - Press Reprint	27/05/2005	(632.77)	<b>(632.77)</b>
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**Balance of Bank Statements at 26 August 2005****17,114,696.17**

**HIH CASUALTY & GENERAL (FX BANK ACCOUNT USD)****Opening Balance as at 27 February 2005****4,836,573.41****Receipts**

Interest on Term Deposit	31/03/2005	114.58	
Foreign Exchange Gain	31/03/2005	1,523.53	
Interest	31/03/2005	20,544.50	
Foreign Exchange Gain	31/03/2005	115,020.64	
Interest on Term Deposit	29/04/2005	124.76	
Reinsurance - Employers RE	09/05/2005	117,034.83	
Interest on Term Deposit	31/05/2005	134.31	
Foreign Exchange Gain	31/05/2005	4,869.19	
Foreign Exchange Gain	31/05/2005	163,051.50	
Interest on Term Deposit	30/06/2005	424.80	
Foreign Exchange Gain	31/07/2005	1,021.53	
Foreign Exchange Gain	31/07/2005	27,587.15	
Reinsurance - Employers RE	02/08/2005	42,572.87	
Reinsurance - Employers RE	02/08/2005	(130.94)	
Interest on Term Deposit	26/08/2005	693.86	
Foreign Exchange Gain	26/08/2005	577.86	
Foreign Exchange Gain	26/08/2005	7,275.70	<b>502,440.67</b>

**Payments**

Foreign Exchange Loss	29/04/2005	(764.73)	
Foreign Exchange Loss	29/04/2005	(57,818.57)	
Foreign Exchange Loss	30/06/2005	(1,951.06)	
Foreign Exchange Loss	30/06/2005	(25,478.47)	<b>(86,012.83)</b>

**Balance of Bank Statements at 26 August 2005****5,253,001.25**

**HIH CASUALTY & GENERAL (FX BANK ACCOUNT HKD)**

**Opening Balance as at 27 February 2005** **186,483.07**

**Receipts**

Foreign Exchange Gain	31/03/2005	4,480.15	
Employers Reinsurance Receipt	10/05/2005	15,608.30	
Reinsurance - Guy Carpenter	25/05/2005	4,107.93	
Foreign Exchange Gain	31/05/2005	7,126.74	
Transfer from C&G BOFA AUD Acc	29/07/2005	43.02	
Foreign Exchange Gain	31/07/2005	1,117.89	
Employers Reinsurance Receipt	03/08/2005	25,946.89	
Foreign Exchange Gain	26/08/2005	558.60	<b>58,989.52</b>

**Payments**

Foreign Exchange Loss	28/02/2005	(1,246.12)	
Foreign Exchange Loss	29/04/2005	(2,134.45)	
Foreign Exchange Loss	30/06/2005	(2,062.79)	
Bank Charges	03/08/2005	(12.10)	<b>(5,455.46)</b>

**Balance of Bank Statements at 26 August 2005** **240,017.13**

	March-05		
Bank Date	Description	Payment	Receipt
28-Feb-05	Bank charges - bank statement	(15.95)	
	Interest income - bank statement		13,183.20
	Income - UBS CMT		482,258.50
	Income - 11am		62,133.79
	DIRECT COURIERS - COURIER CHARGES	(16.67)	
	CANON AUSTRALIA PTY LTD - REPAIRS	(759.58)	
	ENERGY AUSTRALIA - FINAL ELECTRICITY BILL	(58.57)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(3,160.00)	
	OPTUS BILLING SERVICES PTY LTD - OPTUS MAIN VOICE ACCT	(15,276.17)	
	REGISTRIES LIMITED - DISBURSEMENTS FOR JAN 05	(228.13)	
	REGISTRIES LIMITED - REGISTRY SHARE FEES JAN 05	(2,750.00)	
	RESOLVE FM - REPLACE BLOWN TUBES	(154.57)	
	TOLL PRIORITY - COURIER CHARGES	(35.23)	
	Transfer of Reinsurance Receipts from UBS		606,984.20
	Transfer Reinsurance Receipt to FAIG	(188.13)	
	Transfer Reinsurance Receipt to CIC	(42,074.07)	
	Transfer Reinsurance Receipt to WM&G	(161.55)	
1-Mar-05	Bank charges - bank statement	(674.15)	
	GUY CARPENTER - REINSURANCE RECOVERY		224,128.96
2-Mar-05	AMP CAPITAL INVESTORS LTD - RENT/CLEANING/PARKING	(167,187.55)	
3-Mar-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,409.25)	
	FLEET AUSTRALIA PTY LIMITED - MOTOR VEHICLE LEASE	(1,306.72)	
	EMPLOYEE EXPENSES FOR JAN 05	(217.53)	
	BLAKE DAWSON WALDRON		1,395.90
4-Mar-05	CHIEF COMMISSIONER OF PAYROLL TAX - PAYROLL TAX	(11,057.80)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(35,435.81)	
	PHILLIPS FOX - FEES RE NSW BUILDERS WARRANTY	(3,678.40)	
	COLIN BIGGERS & PAISLEY - PROFESSIONAL FEES	(2,313.80)	
	PHILLIPS FOX - PROFESSIONAL FEES	(4,703.60)	
	CLAYTON UTZ - PROFESSIONAL FEES	(40,719.70)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST OFFSITE STORAGE JAN	(124.30)	
	EMC GLOBAL HOLDINGS CO. - FEB-05 MAINTENANCE (EMC, 88373	(20,807.60)	
	HEWLETT-PACKARD AUSTRALIA FINANCE LTD - COMPUTER MAINTENANCE FOR MARCH	(18,147.80)	
	HEWLETT-PACKARD AUSTRALIA FINANCE LTD - REFUND OVERPAYMENT ON INVS 643		182.00
	KPMG - CONSULTING FEES	(2,494.80)	
	OPTUS BILLING SERVICES PTY LTD - INTERNET CHARGES JAN 05 (OPTUS	(3,016.10)	
	OPTUS BILLING SERVICES PTY LTD - MAIN VOICE ACCOUNT 22/1-21/2/0	(7,665.74)	
	OPTUS BILLING SERVICES PTY LTD - WAN JAN-05 CHARGES (OPTUS, 019	(11,920.70)	
	OPTUS BILLING SERVICES PTY LTD - DATA CENTRE DIAL IN FOR JAN 05	(264.00)	
	OPTUS BILLING SERVICES PTY LTD - HIH MOBILE PHONE CHARGES 5/1-4	(39.77)	
	RECALL TOTAL INFORMATION MANAGEMENT - DATA CENTRE OFFSITE STORAGE	(6,819.99)	
	RECALL TOTAL INFORMATION MANAGEMENT - OFFSITE STORAGE WODONGA JAN 05	(4,315.48)	
	RILEY,GRAY-SPENCER - CLAIM PAYMENT	(27,167.22)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(1,870.00)	
	TELSTRA - BRIDGE ST DIAL IN TO JAN 05	(196.75)	
	TELSTRA - SUPPORT DIAL IN TO JAN-05	(268.03)	
	PARAGON TECHNOLOGY LIMITED - QTR CHARGE RE IRIS & POWERHOUS	(94,266.59)	
8-Mar-05	Bank charges - bank statement	(69.82)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES JAN	(2,749.09)	
	DEPARTMENT OF THE TRA ACCOUNT		19,982.60
	Rec'd from FAIG Re Paragon Tech		48,075.68
	Rec'd from CIC Re Paragon Tech		7,539.09
	Rec'd from WM&G Re Paragon Tech		2,827.16
9-Mar-05	Payroll costs	(87,366.27)	
	Reinsurance Receipt - Guy Carpenter		108.47
10-Mar-05	FINSUPER CONTRIBUTIONS	(8,336.30)	
	GUY CARPENTER - REINSURANCE RECOVERY		1,044.43
	Rec'd from Lanlex Re Allen & Overy - Fees		24,866.18
11-Mar-05	RECALL TOTAL INFORMATION MANAGEMENT - ARCHIVE STORAGE WODONGA JAN 05	(4,315.47)	
14-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - BUDGETED COSTS FOR HIH C&G MAR	(523,952.59)	
	FUJITSU AUSTRALIA LTD. - FUJITSU OUTSOURCED SERVICES FE	(339,210.30)	
15-Mar-05	AUSDOC INFORMATION MANAGEMENT - ARCHIVE STORAGE	(5,756.49)	
	AUSTRALIA POST - POSTAL CHARGES	(1,357.10)	
	CANON AUSTRALIA PTY LTD - JAN-05 COPY CHARGES	(12.94)	
	CLEARWATER FILTER SYSTEMS (AUST) - MONTHLY CHANGE OF FILTER FOR H	(187.00)	
	DIRECT COURIERS - COURIER CHARGES	(236.41)	
	DX MAIL - CLEARANCE & LODGEMENT PO AND D	(352.00)	
	ENERGY AUSTRALIA - ELECTRICITY CHARGES LEVEL 22	(1,794.30)	
	ENERGY AUSTRALIA - ELECTRICITY CHARGES LEVEL 41	(2,139.49)	
	GARRADIN PTY LTD - CONSULTING FEES	(288.34)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - STORAGE	(1,308.77)	
	IGA X-PRESS CIRCULAR QUAY - MILK AND GROCERIES	(378.20)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(2,760.00)	
	PETTY CASH	(630.97)	
	RECALL SECURE DESTRUCTION SERVICES - CONTAINER RENTALS	(308.00)	



	March-05		
Bank Date	Description	Payment	Receipt
	RECALL TOTAL INFORMATION MANAGEMENT - ARCHIVE STORAGE	(135.08)	
	RECALL TOTAL INFORMATION MANAGEMENT - FEB-05 STORAGE	(20,837.34)	
	RESOLVE FM - REPLACED BLOWN TUBES	(266.22)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,675.00)	
	TOLL PRIORITY - COURIER CHARGES SYD/MELB	(23.45)	
	TOLL PRIORITY - MAILROOM MGT SERVICES FEB 05	(6,154.41)	
	TOLL PRIORITY - SYDNEY/BRISBANE COURIER	(38.21)	
16-Mar-05	ROCHELLE CORNOFSKY - CONSULTING FEES	(250.00)	
18-Mar-05	ABBOTT TOUT - PROFESSIONAL FEES	(994.40)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(4,343.24)	
	CONSULTING FEES	(877.40)	
	CANON AUSTRALIA PTY LTD - REPAIRS TO COPIER LEVEL 22 FEB	(538.00)	
	COLIN BIGGERS & PAISLEY - FEES RE EMPLOYMENT LAW ADVICE	(198.00)	
	CORPORATE EXPRESS - STATIONERY SUPPLIES FEB 05	(2,585.71)	
	EBSWORTH & EBSWORTH - CLAIMS SUPPORT	(1,155.00)	
	SIX COMPAQ POWER SUPPLY UNITS	(480.00)	
	GAVIN ANDERSON & COMPANY (AUSTRALIA) LTD - CONSULTANCY FEES FOR JAN 05	(1,772.65)	
	HAYWARDS SOLICITORS - REDUNDANCY PAYMENT FOR FORMER HIH EMPLOYEE	(58,000.00)	
	HOLDING REDLICH LAWYERS - PROFESSIONAL FEES	(652.85)	
	KPMG - CONSULTING FEES	(2,548.48)	
	KPMG - PROFESSIONAL FEES	(14,885.20)	
	METADIGM TECHNOLOGY PTY LTD - WOMBAT SOFTWARE SERVICE FEE JA	(5,225.00)	
	MSM LOSS MANAGEMENT - CONSULTING FEES	(3,300.00)	
	OPTUS BILLING SERVICES PTY LTD - DATA CENTRE DIAL IN 1/2-28/2/0	(266.15)	
	OPTUS BILLING SERVICES PTY LTD - INTERNET CHARGES 1/2-28/2/05	(3,369.12)	
	PIPER ALDERMAN - CPH INTRODUCTION FEE - COOPER	(16,213.23)	
	REGISTRIES LIMITED - DISBURSEMENTS FOR FEB 05	(234.40)	
	REGISTRIES LIMITED - REGISTRY FEES FOR FEB 05	(2,750.00)	
	Reinsurance Receipt transferred from CIC		23,418.11
	RIGBY COOKE LAWYERS - PROFESSIONAL FEES	(1,163.20)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(9,350.00)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(46,153.80)	
	TELSTRA - BRIDGE ST DIAL IN FEB 05	(196.75)	
	TELSTRA - SUPPORT DIAL IN CHARGES FEB 05	(168.19)	
	Transfer Claims Recoveries to FAIG	(2,315.39)	
21-Mar-05	AM RE BROKER FIDUCIARY ACCOUNT - CLAIMS RECOVERY		105.14
	AON RISK SERVICES AUSTRALIA - CLAIMS RECOVERY		385.00
	AUSTRALIA SOCIETY OF PLASTICS - CLAIMS RECOVERY		110.00
	BARLOW GREGG & ASSOCIATES - CLAIMS RECOVERY		110.00
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(145,456.46)	
	REDUNDANCY PAYMENT - FORMER HIH EMPLOYEE	(41,206.00)	
	DOBSON MITCHELL & ALLPORT - CLAIMS RECOVERY		300.00
	F&D MERCANTILE - RECOVERY		68.87
	REDUNDANCY PAYMENT	(550,794.00)	
	J MACARTHUR P/L - RECOVERY		250.00
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(220,373.18)	
	L&N NOMINEES P/L - CLAIMS RECOVERY		811.03
	PITCHER PARTNERS - CLAIMS RECOVERY		53,758.94
	ROWAINA P/L - CLAIMS RECOVERY		500.00
	THE MAGISTRATES COURT - CLAIMS RECOVERY		76.00
22-Mar-05	Central Exp Reimbursement - WM&G		17,551.71
	Central Exp Reimbursement - HIH O/S Holdings		3,477.76
	Central Exp Reimbursement - FAI General		245,740.98
	Central Exp Reimbursement - CIC		119,049.97
	Central Exp Reimbursement - FAI Insurances Limited		17,815.04
	Central Exp Reimbursement - FAI Fin Corp		4,585.06
	Central Exp Reimbursement - ICF		4,429.19
	Central Exp Reimbursement - Innes Owens		2,136.67
	AMERICAN EXPRESS INTERNATIONAL - REIMBURSE STAFF EXPENSE	(140.76)	
	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,370.75)	
	SPAMILL PTY LTD - RECOVERY		4,595.40
23-Mar-05	Bank charges - bank statement	(77.05)	
	Payroll costs	(86,900.88)	
24-Mar-05	KPMG - PROFESSIONAL FEES	(14,850.00)	
	STAFF REIMBURSEMENT	(594.00)	
	SCOR RE SETTLEMENT		24,487.02
	Miscellaneous Receipt		281.44
29-Mar-05	AUSTRALIA POST - RENEWAL OF PO BOX	(744.00)	
	BCD GROUP OF COMPANIES - MONITORING & REMOTE MGT OF SAC	(1,036.20)	
	CANON AUSTRALIA PTY LTD - REPAIRS TO COPIER	(269.50)	
	DIRECT COURIERS - COURIER CHARGES	(320.61)	
	FUJITSU AUSTRALIA LTD. - OUTSOURCED SERVICES	(327,439.20)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(3,200.00)	
	KPMG - CONSULTING FEES	(7,242.40)	
	NEWSPAPERS	(74.00)	

	March-05		
Bank Date	Description	Payment	Receipt
	RESOLVE FM - REPAIRS	(191.62)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,675.00)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRISBANE	(21.29)	
30-Mar-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,505.50)	
	CLAIMS MANAGEMENT GROUP LIMITED - ADJUSTMENT TO NOV AND DEC 04	(87,310.08)	
	Transfer Reinsurance to CIC	(699,502.55)	
	Transfer Reinsurance to FAIG	(758,412.58)	
	Transfer Reinsurance to WM&G	(6,194.34)	
	SUNBEAM FOODS - CLAIMS RECOVERY		3,245.22
31-Mar-05	Bank charges - bank statement	(2.25)	
	Interest income - bank statement		9,943.02
	Income - UBS CMT		534,181.39
	COLIN BIGGERS & PAISLEY - RECOVERY		30,150.00
	Income - 11am		65,813.29
	AON RISK SERVICES - CLAIMS RECOVERY		440.00
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(750,857.25)	
	KPMG ALBURY - PROFESSIONAL FEES	(463.09)	
	KPMG - PROFESSIONAL FEES	(87,858.72)	
	PHILLIPS FOX - PROFESSIONAL FEES	(1,032,028.68)	
	COLIN BIGGERS & PAISLEY - RECOVERY		2,664.49
	WARREN SAUNDERS INSURANCE		110.00
	DENARVAL P/L		110.00
<b>Grand Total</b>		<b>(6,571,705.46)</b>	<b>2,665,410.90</b>

	April-05		
Bank Date	Description	Payment	Receipt
1-Apr-05	Bank charges - bank statement	(357.52)	
	AMP CAPITAL INVESTORS LTD - APR-05 RENT/OUTGOINGS/PARKING	(167,187.55)	
4-Apr-05	KPMG - CONSULTING FEES	(10,858.66)	
	GOLD SHIELD PEST MGT PTY LTD - QUARTERLY PEST CONTROL TREATMENT	(605.00)	
6-Apr-05	CLAIMS RECOVERY		10,218.58
	AON RISK SERVICES AUSTRALIA - CLAIMS ADMIN FEE		110.00
	JUA UNDERWRITING AGENCY - REINSURANCE RECEIPT		64,642.07
	MUNICH RE - REINSURANCE RECOVERY		124,538.22
	Payroll costs	(74,202.17)	
	STAFF REIMBURSEMENT	(451.00)	
	THE MAGISTRATES COURT - PI-97P0047/40		10.00
	TUDOR INSURANCE AUSTRALIA - FEE		110.00
7-Apr-05	KPMG - PROFESSIONAL FEES	(40,201.48)	
	FEES-ISA WGB HCSL-FEB05		19,982.60
	Transfer Reinsurance Rec to CIC	(190.59)	
8-Apr-05	ABBOTT TOUT - PROFESSIONAL FEES	(1,447.22)	
	BCD GROUP OF COMPANIES - RESET PANELS FOR ALARMS-POWER	(97.90)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(30,791.07)	
	BROWN, GREG - CONSULTING FEES	(525.22)	
	CANON AUSTRALIA PTY LTD - REPAIRS TO COPIER	(110.00)	
	Close Pre-Liquidation Investment Bank Acc		139,565.61
	COLIN BIGGERS & PAISLEY - PROFESSIONAL FEES	(4,510.00)	
	DIRECT COURIERS - COURIER CHARGES	(210.90)	
	DX MAIL - CLEARANCE & LODGEMENT FOR DX	(334.40)	
	GAVIN ANDERSON & COMPANY (AUSTRALIA) LTD - CONSULTING FEES	(1,324.13)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(2,560.00)	
	KPMG - CONSULTING FEES	(16,175.68)	
	KPMG - PROFESSIONAL FEES	(57,423.08)	
	LIPMAN KARAS - PROFESSIONAL FEES	(8,558.78)	
	MINTER ELLISON - PROFESSIONAL FEES	(4,809.59)	
	NAVIGANT AUSTRALIA PTY LTD - TRAVEL	(611.77)	
	OPTUS BILLING SERVICES PTY LTD - HIH MOBILE PHONE CHARGES	(44.00)	
	PHILLIPS FOX - PROFESSIONAL FEES	(3,935.97)	
	RECALL SECURE DESTRUCTION SERVICES - CONTAINER RENTALS	(308.00)	
	RECALL TOTAL INFORMATION MANAGEMENT - OFFSITE STORAGE WODONGA	(18,553.20)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(8,415.00)	
11-Apr-05	Bank charges - bank statement	(69.00)	
	ALLEN & OVERY - PROFESSIONAL FEES	(133,491.16)	
13-Apr-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,135.13)	
	CLAYTON UTZ - PROFESSIONAL FEES	(263,738.68)	
	FLEET AUSTRALIA PTY LIMITED - MOTOR VEHICLE LEASE	(1,306.72)	
	CHIEF COMMISSIONER OF PAYROLL TAX - PAYROLL TAX	(12,183.71)	
	PETTY CASH	(963.94)	
	STAFF REIMBURSEMENT	(215.69)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(2,749.09)	
14-Apr-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(507,852.47)	
	NORTHSIDE BUSINESS EQUIPMENT	(4,864.20)	
	AON RISK SERVICES AUSTRALIA - CLAIMS ADMIN FEE		220.00
	WILLIS AUSTRALIA - CLAIMS ADMIN FEE		220.00
	INSBROKE SERVICES P/L - CLAIMS ADMIN FEE		110.00
	TRESS COX LAWYERS - CLAIMS-676814		500.00
	L&N NOMINNES - VARIOUS MOTOR CLAIMS		701.82
	ALFRED J MORGAN & SON - CLAIM-FIN9955/4160		200.00
	J MACARTHUR - CLAIM-97P8771/57		250.00
	THE MAGISTRATES COURT - CLAIMS-91PNK5012/81		22.00
	Transfer Claims Recovery to FAIG (158700)	(3,150.00)	
	Transfer recovery to HIH Overseas Holdings	(25,000.62)	
15-Apr-05	AUSDOC INFORMATION MANAGEMENT - ARCHIVE STORAGE	(5,804.89)	
	AUSTRALIA POST - POSTAGE CHARGES	(1,268.80)	
	CORPORATE EXPRESS - STATIONERY	(2,976.93)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST DATA BANK OFFSITE ST	(148.23)	
	DIRECT COURIERS - COURIER CHARGES	(128.87)	
	EMC GLOBAL HOLDINGS CO. - MAINTENANCE FOR MARCH 05	(20,807.60)	
	FINSUPER CONTRIBUTIONS	(10,309.37)	
	GUY CARPENTER-DEBTORS		10,664.71
	KEMP STRANG LAWYERS - PROFESSIONAL FEES	(902.34)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(396,779.90)	
	OPTUS BILLING SERVICES PTY LTD - OPTUS MAIN VOICE ACCOUNT	(7,394.70)	
	Rec from FAIG & WM&G re Allen & Overy		88,095.20
	RECALL TOTAL INFORMATION MANAGEMENT - ARCHIVE STORAGE	(166.98)	
	RECALL TOTAL INFORMATION MANAGEMENT - OFFSITE STORAGE	(17,266.21)	
	RECALL TOTAL INFORMATION MANAGEMENT - OFFSITE TAPE STORAGE DATE CENT	(8,422.85)	
	STUTCH DATA - BRIDGE ST BACKUP MAINTENANCE	(627.00)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRIS/MELB	(131.22)	
	TOLL PRIORITY - MAILROOM MANAGEMENT SERVICES	(6,154.41)	

	April-05		
Bank Date	Description	Payment	Receipt
	ZINTEL ENTREPRISE - PABX MAINTENANCE MARCH 2005	(8,785.92)	
19-Apr-05	FUJI XEROX PRINTERS - EXTENDED SERVICES AGT CARD- PH	(800.83)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(200.00)	
	MUNICH RE VIA GUY CARPENTER - REINSURANCE RECOVERY		1,468,119.52
	Rec'd from FAIG & CIC re General costs		1,711.73
20-Apr-05	Payroll costs	(80,927.85)	
	ARTHUR J GALLAGHER - AGENCY BROKERAGE	(97,545.15)	
	CGU WORKERS COMPENSATION(NSW)PTY LTD - WORKERS COMP	(4,726.47)	
21-Apr-05	BLOWES FAMILY SUPERANNUATION FUND - ETP ROLLOVER	(56,811.13)	
22-Apr-05	COLIN BIGGERS & PAISLEY		1,953.68
	STAFF REIMBURSEMENT	(227.00)	
	AON RISK SERVICES AUSTRALIA		110.00
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(2,310.00)	
	QBE WORKERS COMPENSATION LTD - CLAIMS RECOVERY		7,404.60
	WILLIS RICHARD OLIVIER INTER		110.00
	F&D MERCANTILE - DIVIDEND-AC 4091		166.74
	F&D MERCANTILE - DIVIDEND-AC 4106		36.25
	Transfer to BOA AUD Acc	(1,000.00)	
26-Apr-05	Bank charges - bank statement	(56.00)	
	AJ MAHONY PTY LIMITED - CONSULTING FEES	(6,695.42)	
	NEESHAM, HENRY - EXPENSES FOR H NEESHAM	(2,593.53)	
	STAFF REIMBURSEMENT	(295.99)	
	GENERAL SA-DEBTORS		14,253.96
	Transfer to BOA EURO Acc (Offset in Dividend Acc)	(840.62)	
	Transfer to BOA GBP Acc (Offset in Dividend Acc)	(1,232.13)	
27-Apr-05	BCD GROUP OF COMPANIES - MONITORING & REMOTE MGT OF SAC	(1,036.20)	
	BCD GROUP OF COMPANIES - REPLACEMENT LOCK AND REPAIR DOOR	(763.40)	
	CANON AUSTRALIA PTY LTD - COPY CHARGES	(24.87)	
	CANON AUSTRALIA PTY LTD - REPAIRS TO COPIER	(478.50)	
	Central Exp Reimbursement - CIC		166,108.46
	Central Exp Reimbursement - FAI Insurances Limited		24,334.52
	Central Exp Reimbursement - FAIG		337,432.69
	Central Exp Reimbursement - HIH O/S Holdings		4,033.78
	Central Exp Reimbursement - WM&G		24,079.77
	CER allocation adjustment		54,786.76
	CER allocation adjustment - FAI Fin Corp	(26,414.87)	
	CER allocation adjustment - ICF	(23,647.13)	
	CER allocation adjustment - Innes Owens	(12,310.40)	
	CER allocation adjustment - Lanlex	(7,135.27)	
	DATABANK TECHNOLOGIES PTY LTD - OFFSITE STORAGE FOR BRIDGE ST	(171.33)	
	DIRECT COURIERS - COCURIER CHARGES	(317.67)	
	ENERGY AUSTRALIA - ELECTRICITY CHARGES	(4,073.86)	
	GETRONICS (AUST) PTY LTD - SERVICE & REPAIRS TO OPTRA PRI	(913.20)	
	HEWLETT-PACKARD AUSTRALIA FINANCE LTD - MAINTENANCE	(36,295.60)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(3,200.00)	
	KONICA MINOLTA BUSINESS SOLUTIONS AUSTRALIA P/L - REPAIRS TO COPIER	(198.00)	
	KPMG - CONSULTING FEES	(11,549.18)	
	OPTUS BILLING SERVICES PTY LTD - DATA DIAL CENTRE DIAL IN 1/3-3	(264.00)	
	OPTUS BILLING SERVICES PTY LTD - INTERNET CHARGES 1/3-31/3/05	(3,862.87)	
	OPTUS BILLING SERVICES PTY LTD - WAN A/C 1/3-31/3/05	(7,751.70)	
	REGISTRIES LIMITED - DISBURSEMENTS AND MAILING MARC	(248.39)	
	REGISTRIES LIMITED - REGISTRY FEES FOR MARCH 05	(2,750.00)	
	RESOLVE FM - REPAIRS	(218.70)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(33,957.00)	
	TELSTRA - BRIDGE ST DIAL IN CHARGES	(196.75)	
	TELSTRA - SUPPORT DIAL IN CHARGES	(244.05)	
	Transfer Reinsurance to CIC	(42,856.17)	
28-Apr-05	AMERICAN EXPRESS INTERNATIONAL - STAFF REIMBURSEMENT	(379.06)	
29-Apr-05	AON RISK SERVICES AUSTRALIA - CLAIMS ADMIN FEE		110.00
	Bank charges - bank statement	(4.00)	
	BLAKE DAWSON WALDRON - SUNDRY INCOME		1,644.00
	EBSWORTH & EBSWORTH - CLAIM ADVICE	(5,926.80)	
	GAVIN ANDERSON & COMPANY (AUSTRALIA) LTD - CONSULTING FEES	(2,206.88)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - OFFSITE ARCHIVE STORAGE	(1,055.74)	
	GST Refund from the ATO		5,300,605.01
	HEALTH LAMBERT LTS,93P0665-0014,CLAIMS		25,171.79
	Income - 11am		48,846.16
	Income - UBS CMT		536,369.18
	Interest income - bank statement		9,316.35
	JARDINE LLOYD THOMPSON - CLAIM ADMIN FEE		110.00
	NAVIGANT AUSTRALIA PTY LTD - AIR FARE	(513.87)	
	RILEY,GRAY-SPENCER - CLAIM FEE	(330.00)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,675.00)	
	TELSTRA - TEST LINE CALLS FOR FSD APRIL	(5.26)	
	THE MAGISTRATE COURT - CLAIMS RECOVERY		54.00

	April-05		
Bank Date	Description	Payment	Receipt
	UBS GLOBAL ASSET MANAGEMENT - CLAIMS RECOVERY		4,807.13
Grand Total		(2,395,834.35)	8,491,836.89

	May-05		
Bank Date	Description	Payment	Receipt
2-May-05	Bank charges - bank statement	(419.72)	
	FINSUPER CONTRIBUTIONS	(7,660.85)	
	AMP CAPITAL INVESTORS LTD - RENT/OUTGOINGS/CLEANING	(167,187.55)	
	WILLIS REINSURANCE - REINSURANCE RECOVERY		675.49
3-May-05	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	MUNICH RE & DANISH RE - REINSURANCE RECOVERY		45,280.89
4-May-05	Payroll costs	(85,406.47)	
	CHIEF COMMISSIONER OF PAYROLL TAX	(10,621.57)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(236.25)	
	GUY CARPENTER - REINSURANCE RECOVERY		6,726.64
5-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(391,505.71)	
6-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(14,974.77)	
	DIRECT COURIERS - COURIER CHARGES	(202.34)	
	EBSWORTH & EBSWORTH - PROFESSIONAL FEES	(1,575.20)	
	DISK DRIVES	(998.00)	
	IGA X-PRESS CIRCULAR QUAY - MILK AND GROCERIES	(497.00)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(2,880.00)	
	KPMG - CONSULTING FEES	(10,957.10)	
	MINTER ELLISON - PROFESSIONAL FEES	(2,196.81)	
	OPTUS BILLING SERVICES PTY LTD - HIH MOBILE PHONE A/C CHARGES	(44.00)	
	PHILLIPS FOX - PROFESSIONAL FEES	(560.88)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(2,749.09)	
	RECALL TOTAL INFORMATION MANAGEMENT - DATA CENTRE OFFSITE STORAGE	(6,818.78)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(9,732.80)	
	TELSTRA - OPERATOR CONNECTED CALL DEC 04	(75.47)	
9-May-05	EMPLOYERS RE - REINSURANCE RECOVERY		128,052.01
10-May-05	GUY CARPENTER - REINSURANCE RECOVERY		101,483.48
	DEPARTMENT OF TRA - ISA-WGB HCSL FEES		19,982.60
	AON RE AUSTRALIA - REINSURANCE RECOVERY		12,389.98
11-May-05	FLEET AUSTRALIA PTY LIMITED - MOTOR VEHICLE LEASE	(1,306.72)	
	COLIN BIGGERS & PAISLEY - CLAIMS RECOVERY		9,258.19
	THE MAGISTRATES COURT OF WA - CLAIM-91PNK 5012/0081		22.00
12-May-05	AON RISK SERVICES AUSTRALIA - CLAIMS ADMIN FEE		110.00
	COLIN BIGGERS & PAISLEY - PROFESSIONAL FEES	(7,717.91)	
	PETTY CASH	(672.19)	
	QBE - WORKER COMP RECOVERY		5,237.40
	JARDINE LLOYD THOMPSON P/L - CLAIMS ADMIN FEE		110.00
	WILLIS RICHARD OLIVER INTERNAT - CLAIMS ADMIN FEE		110.00
	L&N NOMINEES P/L - VARIOUS MOTOR CLAIMS-APR05		668.32
	J MACARTHUR P/L - CLAIMS-94PNK8771/57		250.00
	SNELGROVES - SUBPENA MONEY-SUNDRY INCOME		50.00
	DEACONS - SUBPENA MONEY-SUNDRY INCOME		30.00
	BARTIER PERRY - SUBPENA MONEY-SUNDRY INCOME		25.00
13-May-05	ABBOTT TOUT - PROFESSIONAL FEES	(3,683.35)	
	AUSDOC INFORMATION MANAGEMENT - ARCHIVE STORAGE	(5,763.38)	
	AUSTRALIA POST - POSTAGE CHARGES	(1,187.10)	
	Bank charges - bank statement	(62.10)	
	BCD GROUP OF COMPANIES - MONITORING & REMOTE MGT OF SAC	(1,036.20)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(25,570.49)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(490,760.66)	
	CLAYTON UTZ - PROFESSIONAL FEES	(9,878.00)	
	CORPORATE EXPRESS - STATIONERY FOR OFFICE	(743.16)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST OFFSITE DATA BANK	(146.58)	
	DIRECT COURIERS - COCURIER CHARGES	(58.58)	
	DX MAIL - CLEARANCE & LODGEMENT FOR DX	(404.80)	
	EMC GLOBAL HOLDINGS CO. - EMC APR-05 MAINTAINANCE	(20,807.60)	
	ENERGY AUSTRALIA - APR-05 ELECTRICITY	(4,060.06)	
	FUJITSU AUSTRALIA LTD. - OUTSOURCED SERVICES	(289,743.30)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - ARCHIVE STORAGE	(1,308.77)	
	GST Refund from the ATO		1,230,072.00
	MINTER ELLISON - PROFESSIONAL FEES	(10,422.17)	
	OPTUS BILLING SERVICES PTY LTD - MAIN VOICE A/C CHARGES	(6,596.78)	
	PHILLIPS FOX - PROFESSIONAL FEES	(13,692.69)	
	RECALL TOTAL INFORMATION - ARCHIVE STORAGE	(21,873.19)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(30,723.00)	
	TELSTRA - NAB RAIS A/C JAN-MARCH 05	(160.44)	
	TELSTRA - SW DOWNLOAD JAN-05 BILL #T4060	(7.10)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRIS/MELB	(571.75)	
	TOLL PRIORITY - MAILROOM MANAGEMENT SERVICES	(7,693.02)	
17-May-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(6,039.00)	
	DEPARTMENT OF TRACOUNT - ISA WGB HCSL FEES		19,982.60
	SCOR RE - REINSURANCE RECOVERY		134,360.16
	Reimbursment from FAIG re Paul San Miguel		2,200.00
18-May-05	CLAIMS RECOVERY		16,451.51
	KPMG - CONSULTING FEES REIMBURSEMENT		7,242.40



	May-05		
Bank Date	Description	Payment	Receipt
	Payroll costs	(77,981.67)	
	Transfer Insurance Rec to CIC	(51,975.96)	
	Transfer Insurance Rec to FAIG	(52,041.38)	
19-May-05	F&D MERCANTILE - DIVIDEND		50.74
	GST Refund transferred from FAI Overseas Holdings		12.12
	GST Refund transferred to CIC	(88,535.88)	
	GST Refund transferred to CIC General	(300.01)	
	GST Refund transferred to FAI Film Distribution	(14.03)	
	GST Refund transferred to FAI Finance	(9,147.50)	
	GST Refund transferred to FAI Insurances	(17,362.68)	
	GST Refund transferred to FAI Leasing Finance	(935.30)	
	GST Refund transferred to FAI Reinsurances	(168.89)	
	GST Refund transferred to FAI Traders	(355.75)	
	GST Refund transferred to FAIG	(347,010.62)	
	GST Refund transferred to First Mentor	(117.30)	
	GST Refund transferred to HHH Company	(46.75)	
	GST Refund transferred to HHH Insurance	(131.00)	
	GST Refund transferred to HHH Investment Holdings	(17.37)	
	GST Refund transferred to HHH Overseas Holdings	(1,956.34)	
	GST Refund transferred to HHH Reinsurance	(1,252.77)	
	GST Refund transferred to HHH Travel	(100.29)	
	GST Refund transferred to HHH U&I	(1,628.03)	
	GST Refund transferred to HHH UAS	(644.70)	
	GST Refund transferred to ICF	(9.35)	
	GST Refund transferred to Innes Owens	(15.30)	
	GST Refund transferred to Lanlex No 65	(46.07)	
	GST Refund transferred to Notesir	(23.38)	
	GST Refund transferred to UBW Mounts Bay	(759.67)	
	GST Refund transferred to WM&G	(7,849.91)	
	ROWAINA P/L - CLAIM-99PNK0333		1,000.00
20-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(356,850.00)	
	CLAYTON UTZ - PROFESSIONAL FEES	(249,756.97)	
	CLEARWATER FILTER SYSTEMS (AUST) - CHANGE FILTER ON BILLI UNIT	(187.00)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(3,200.00)	
	STAFF REIMBURSEMENT	(458.31)	
	OPTUS BILLING SERVICES PTY LTD - DATA CENTRE DIAL IN A/C	(264.00)	
	OPTUS BILLING SERVICES PTY LTD - HHH MOBILE PHONE A/C CHARGES	(44.00)	
	OPTUS BILLING SERVICES PTY LTD - INTERNET A/C	(3,644.83)	
	OPTUS BILLING SERVICES PTY LTD - OPTUS WAN A/C	(7,108.38)	
	REGISTRIES LIMITED - DISBURSEMENTS AND MAILING	(230.11)	
	REGISTRIES LIMITED - REGISTRY FEES FOR APRIL 05	(2,750.00)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(8,644.68)	
	TELSTRA - BRIDGE ST DAIL IN A/C MAY 05	(196.75)	
	TELSTRA - SUPPORT DIAL IN A/C MAY 05	(240.90)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRIS/MELB	(54.25)	
23-May-05	BORAL LTD - CLAIMS RECOVERY		362,083.48
	Central Exp Reimbursement - CIC		77,061.75
	Central Exp Reimbursement - FAI Insurances Limited		11,800.20
	Central Exp Reimbursement - FAIG		163,959.95
	Central Exp Reimbursement - HHH O/S Holdings		2,941.45
	Central Exp Reimbursement - WM&G		11,679.01
	DEPT OF TREASURY - REIMBURSEMENT OF LIQUIDATOR COSTS		31,850.00
	STAFF REIMBURSEMENT	(135.00)	
	Transfer from HHH Overseas Holdings		25,152.49
	Transfer Reinsurance Rec 158961 to CIC	(1,202.93)	
	Transfer Reinsurance Rec 158961 to FAIG	(2,497.85)	
	Transfer Reinsurance Rec 158964 to CIC	(81.49)	
	Transfer Reinsurance Rec 158964 to FAIG	(155.78)	
24-May-05	COLIN BIGGERS & PAISLEY - CLAIM RECOVERIES		11,567.59
	DOBSON MITCHELL & ALLPORT - CLAIM-95P0618		450.00
	HHH CLAIMS SUPPORT LTD - REFUND LIQUIDATOR FEES RE: HCSL		85,000.00
	PETTY CASH	(489.90)	
	Reinsurance Rec 159007 from CIC		22,220.86
	Transfer Reinsurance Rec 158965 to CIC	(203.73)	
	Transfer Reinsurance Rec 158965 to FAIG	(389.47)	
	Transfer Reinsurance Rec 158966 to FAIG	(25,174.77)	
	Transfer Reinsurance Rec 159007 to FAIG	(1,039.64)	
	Transfer Reinsurance Rec to 158965 FAIG	(10,789.19)	
25-May-05	AMERICAN EXPRESS INTERNATIONAL - STAFF REIMBURSEMENT	(720.54)	
	KPMG - CONSULTING FEES	(7,242.40)	
26-May-05	DEPT OF TREASURY - REIMBURSEMENT OF AIRFARES		1,833.19
27-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,918.55)	
	DIRECT COURIERS - COURIER CHARGES	(269.16)	
	KPMG - CONSULTING FEES	(9,931.63)	
	MARSH P/L/ENERGY PARTNERSHIP HOLDINGS - DEBTORS RECOVERY		10,350.00

	May-05		
Bank Date	Description	Payment	Receipt
	MICROSYSTEMS PTY LTD - SCANNING MICROFICHE TO PDF	(1,464.24)	
	RESOLVE FM - REPAIRS	(143.11)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,802.60)	
	TELSTRA - NAB ONLINE BANKING CHARGES	(60.17)	
	TOLL PRIORITY - COURIER CHARGES SYD-PERTH	(99.99)	
	Transfer to BOA USD Acc (Offset in Dividend Acc)	(921.05)	
30-May-05	Transfer Reinsurance Rec 158901 to FAIG	(383,690.77)	
31-May-05	AON RISK SERVICES AUSTRALIA - CLAIMS ADMIN FEE		110.00
	Bank charges - bank statement	(10.50)	
	BARTIER PERRY - SUBPOENA		25.00
	DEPUTY COMMISSIONER OF TAXATION - FBT	(21,196.93)	
	Income - 11am		51,798.06
	Income - UBS CMT		553,724.76
	Interest income - bank statement		26,968.97
	JARDINE LLOYD THOMPSON - CLAIMS ADMIN FEE		110.00
	OAMPS INSURANCE BROKER - CLAIMS ADMIN FEE		110.00
	QBE - D CHATER-WORKER COMPENSATION		2,709.00
	THE MAGISTRATES COURT OF WA - CLAIM-91P5012-81		44.00
<b>Grand Total</b>		<b>(3,450,879.92)</b>	<b>3,195,383.29</b>



	June-05		
Bank Date	Description	Payment	Receipt
1-Jun-05	Bank charges - bank statement	(333.79)	
	Payroll costs	(76,432.53)	
	AJ MAHONY PTY LIMITED - CONSULTING FEES	(6,019.20)	
	AMP CAPITAL INVESTORS LTD - JUN-05 RENT/OUTGOINGS/PARKING	(167,187.55)	
3-Jun-05	FAI GENERAL INSURANCE CO LTD - BARS REC# SYD	(1,008.66)	
	DAIMLERCHRYSLER SERVICES AUST - CLAIMS ADMIN FEE		275.00
	WILLIS RICHARD OLIVER INTERNA - CLAIMS ADMIN FEE		110.00
	INDEMNITY CORPORATION P/L - CLAIMS ADMIN FEE		110.00
	J MACARTHUR P/L - CLAIM-94P8771-57		250.00
6-Jun-05	Bank charges - bank statement	(95.35)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,802.60)	
	Recovery from LOC Security Acc (USD)		342,049.15
	Transfer Reinsurance to CIC	(149.60)	
	WILLIS AUSTRALIA LTD - PROFESSIONAL FEES	(41,576.26)	
7-Jun-05	GUY CARPENTER - REINSURANCE RECOVERY		32,775.22
	KPMG - CONSULTING FEES	(8,813.20)	
8-Jun-05	FLEET AUSTRALIA PTY LIMITED - MOTOR VEHICLE LEASE	(1,306.72)	
	Transfer Reinsurance to CIC	(23,002.78)	
	Transfer Reinsurance to FAIG	(583.99)	
	AJ MAHONY PTY LIMITED - CONSULTING FEES	(6,553.80)	
	ASSET INSURE-REINSURANCE		4,826,790.71
9-Jun-05	ABBOTT TOUT - PROFESSIONAL FEES	(11,945.45)	
	BCD GROUP OF COMPANIES - REPLACE BATTERIES FOR SECURITY	(586.30)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(78,053.91)	
	CANON AUSTRALIA PTY LTD - REPAIRS TO FAX MACHINE	(110.00)	
	CLAYTON UTZ - PROFESSIONAL FEES	(1,045.00)	
	CORPORATE EXPRESS - STATIONERY AND OFFICE SUPPLIES	(794.56)	
	DIRECT COURIERS - COURIER CHARGES	(205.03)	
	DX MAIL - CLEARANCE & LODGEMENT FOR DX &	(352.00)	
	GAVIN ANDERSON & COMPANY (AUSTRALIA) LTD - CONSULTANCY FEES FOR APRIL	(1,721.37)	
	HJB PRIORITY PTY LTD - PLACEMENT FEES	(14,268.10)	
	KWIK KOPY CORPORATE DESIGN - PRINTING COSTS	(341.86)	
	NAVIGANT AUSTRALIA PTY LTD - AIR FARE	(529.86)	
	NORTHSIDE BUSINESS EQUIPMENT - TONERS	(134.20)	
	OPTUS BILLING SERVICES PTY LTD - OPTUS MAIN VOICE	(7,187.06)	
	PARAGON TECHNOLOGY LIMITED - GBP38273.12 JULY TO SEPT 05	(92,021.85)	
	RESOLVE FM - REPLACE BLOWN TUBE	(70.52)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(250.00)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,084.00)	
	TOLL PRIORITY - MAILROOM MANAGEMENT SERVICES	(6,154.41)	
10-Jun-05	ALLENS ARTHUR ROBINSON - SUNDRY INCOME		14.40
	CLAYTON UTZ - PROFESSIONAL FEES	(200,417.14)	
	COLIN BIGGERS & PAISLEY - CLAIMS RECOVERY		242,415.43
	F&D MERCANTILE - DIVIDEND		18,282.12
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(356,303.20)	
	L&N NOMINEES P/L - VARIOUS MOTOR CLAIMS-1/5/05-31/5/05		812.06
	OAMPS INSURANCE BROKERS LTD - CLAIMS ADMIN FEE		110.00
13-Jun-05	Bank charges - bank statement	(36.00)	
14-Jun-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEE	(51,596.67)	
	COLIN BIGGERS & PAISLEY - PROFESSIONAL FEES	(1,176.45)	
	FUJITSU AUSTRALIA LTD. - OUTSOURCED SERVICES	(290,002.90)	
	LANDER & ROGERS - PROFESSIONAL FEES	(6,174.30)	
	MUNICH RE - REINSURANCE RECOVERY		963,618.89
	SPARKE HELMORE - CLAIM NO 99P	(377.30)	
15-Jun-05	Payroll costs	(94,840.12)	
	GUY CARPENTER - REINSURANCE RECOVERY		32,352.41
	AON-AUSTRALIA ST PAUL UK - CLAIMS RECOVERY		33,628.25
16-Jun-05	CHIEF COMMISSIONER OF PAYROLL TAX	(11,190.25)	
	ERNST&YOUNG - ASSET RECOVERY		130,000.00
	CRS AUSTRALIA - CLAIM R.BREIER-04960092242/55		1,029.90
	ISA WGB HCSSL FEES		19,982.60
	AM RE BROKERS-CLAIM-CMG007, CMG006		508.98
17-Jun-05	AUSDOC INFORMATION MANAGEMENT - ARCHIVE STORAGE	(5,766.67)	
	AUSTRALIA POST - POSTAGE CHARGES	(1,028.80)	
	DIRECT COURIERS - COURIER CHARGES	(199.56)	
	EBSWORTH & EBSWORTH - PROFESSIONAL FEES	(5,156.80)	
	ENERGY AUSTRALIA - ELECTRICITY CHARGES	(2,361.88)	
	FINSUPER CONTRIBUTIONS	(8,243.15)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - ARCHIVE STORAGE	(1,561.80)	
	KEMP STRANG LAWYERS - PROFESSIONAL FEES	(3,936.57)	
	KPMG - PROFESSIONAL FEES	(36,657.61)	
	LANDER & ROGERS - PROFESSIONAL FEES	(471.35)	
	Money Rec from FAIG, CIC & WMG Re Paragon		57,050.19
	OPTUS BILLING SERVICES PTY LTD - OPTUS TELECONFERENCE CHARGES 2	(3,266.60)	
	OPTUS BILLING SERVICES PTY LTD - REPLACEMENT COMPANY MOBILE PHONE	(227.00)	
	P M WOOD - HIH C&G LTD(INLIQ) AND BROWN R	(660.00)	
	RECALL SECURE DESTRUCTION SERVICES - CONTAINER BIN RENTALS	(539.00)	
	RECALL TOTAL INFORMATION MANAGEMENT - ACHIVE STORAGE	(20,033.41)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(4,802.60)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRIS/MELB	(26.73)	

	June-05		
Bank Date	Description	Payment	Receipt
	Transfer Reinsurance to CIC	(242,415.43)	
20-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(387,112.77)	
	DEP OF TREASURY,99P03650000,94P877710007		2,133.38
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(280,429.60)	
23-Jun-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(4,415.40)	
	LAWSON SMITH LAWYERS - CLAIM RECOVERY		106,425.46
	TAXI & NEWSPAPERS EXPS MAY-05	(81.40)	
	THE MAGISTRATES COURT OF WA - CLAIMS		32.00
24-Jun-05	ENERGY AUSTRALIA - ELECTRICITY CHARGES	(1,886.07)	
	ABBOTT TOUT - PROFESSIONAL FEES	(904.99)	
	BCD GROUP OF COMPANIES - MONITORING & REMOTE MANAGEMENT	(1,036.20)	
	BROWN, GREG - CONSULTANCY FEES	(867.75)	
	CBA - VARIOUS CLAIMS		319,142.17
	Central Exp Reimbursement - CIC		108,100.01
	Central Exp Reimbursement - FAI Insurances Limited		16,194.10
	Central Exp Reimbursement - FAIG		223,719.83
	Central Exp Reimbursement - HIH O/S Holdings		3,233.77
	Central Exp Reimbursement - WM&G		15,973.88
	CLEARWATER FILTER SYSTEMS (AUST) - REPLACE BOILING WATER MODULE	(1,540.00)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST OFFSITE DATABANK STORAGE	(193.60)	
	DEACONS - CLAIM NO 9	(1,780.26)	
	DIRECT COURIERS - COURIER CHARGES	(79.05)	
	EMC GLOBAL HOLDINGS CO. - SYSTEM MAINTENANCE	(20,807.60)	
	FAI GENERAL - CLAIM-98F0269,97P0520-0001		433.12
	GUY CARPENTER-ERIE INSURANCE EXCHANGE-REINSURANCE		580.37
	HOLDING REDLICH LAWYERS - PROFESSIONAL FEES	(3,046.45)	
	IGA X-PRESS CIRCULAR QUAY - MILK AND GROCERIES	(454.18)	
	JARDINE LLOYD THOMPSON P/L - CLAIMS		110.00
	KPMG - PROFESSIONAL FEES	(78,676.51)	
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(721,641.25)	
	MINTER ELLISON - PROFESSIONAL FEES	(9,454.50)	
	MOORGATE INSURANCE CO LTD - REINSURANCE RECOVERY		6,394.49
	PHILLIPS FOX - PROFESSIONAL FEES	(7,035.47)	
	REGISTRIES LIMITED - DISBURSEMENTS FOR MAY 05	(226.88)	
	REGISTRIES LIMITED - MONTHLY REGISTRY FEES FOR MAY	(2,750.00)	
	Reinsurance Receipt (159076)		5.58
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(9,605.20)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(36,797.20)	
	Transfer Reinsurance to CIC	(108.47)	
	Transfer Reinsurance to FAIG	(32,352.41)	
	Transfer Reinsurance to FAIG & CIC	(963,618.89)	
27-Jun-05	Reinsurance Receipt - Willis		26,829.71
28-Jun-05	KWELM SCHEME PAYMENTS - REINSURANCE		123,973.88
	Final Treaty Services Distribution		83,718.93
29-Jun-05	ASIC - FEES	(2,381.00)	
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(2,475.00)	
	Payroll costs	(78,678.89)	
30-Jun-05	ALLEN & OVERY - PROFESSIONAL FEES	(27,381.73)	
	AON RISK SERVICES AUSTRALIA LT - CLAIMS		220.00
	Bank charges - bank statement	(2.75)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(404,424.82)	
	EBSWORTH &EBSWORTH LAWYER - CLAIM-99P0567		40.00
	FINSUPER CONTRIBUTION	(9,180.49)	
	HANNOVER LIFE RE OF AUST LTD - REINSURANCE RECOVERY		1,790,884.08
	Income - 11am		73,359.06
	Income - UBS CMT		531,879.87
	Interest income - bank statement		15,638.49
	KPMG - PROFESSIONAL FEES	(88,267.11)	
	LAKEWOOD INSURANCE CO LTD - REINSURANCE		11,327.48
	STAFF REIMBURSEMENT	(326.71)	
	Rec'd from HIH Coy re payment to ASIC		952.00
	Refund from BDW		270.58
	RILEY, GRAY SPENCER LAWYERS - CLAIM-50854		23,116.76
	Transfer Reinsurance to FAIG	(19,121.71)	
<b>Grand Total</b>		<b>(5,109,333.11)</b>	<b>10,186,854.31</b>

	July-05		
Bank date	Description	Payment	Receipt
1-Jul-05	Bank charges - bank statement	(361.35)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FE	(6,400.00)	
	AMP CAPITAL INVESTORS LTD - JUL-05 RENT/CLEANING/PARKING	(167,187.55)	
4-Jul-05	TOLL PRIORITY - COURIER CHARGES SYD/MELB	(362.46)	
	SWISS RE LIFE&HEALTH AUST LTD - REINSURANCE RECOVERY		1,262,097.80
6-Jul-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,792.40)	
	MUNICH RE -REINSURANCE RECOVERY		238,428.33
	AMERICAN REINSURANCE - REINSURANCE RECOVERY		6,304,070.86
7-Jul-05	Transfer Reinsurance to CIC	(349,696.16)	
	Transfer Reinsurance to FAIG	(330,911.75)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FE	(2,560.00)	
	FLEET AUSTRALIA PTY LIMITED - M/VEHICLE LEASE	(1,306.72)	
	KPMG - PROFESSIONAL FEES	(24,750.00)	
8-Jul-05	ABBOTT TOUT - PROFESSIONAL FEES	(18,812.19)	
	BCD GROUP OF COMPANIES - SERVICE TO FAULTY COMMS ROOM D	(141.90)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(141,248.89)	
	CLEARWATER FILTER SYSTEMS (AUST) - REPAIRS TOO BILLI UNIT	(378.62)	
	DIRECT COURIERS - COURIER CHARGES	(169.41)	
	DX MAIL - CLEARANCE & LODGEMENT DX & PO Box	(316.80)	
	EMC GLOBAL HOLDINGS CO. - SYSTEM MAINTENANCE	(20,807.60)	
	HEWLETT-PACKARD AUSTRALIA PTY LTD - SYSTEM MAINTENANCE	(36,231.80)	
	LIPMAN KARAS - PROFESSIONAL FEES	(6,055.66)	
	MCARDLE LEGAL - PROFESSIONAL FEES	(8,165.04)	
	MINTER ELLISON - PROFESSIONAL FEES	(10,287.56)	
	NEESHAM, HENRY - EXPENSES RE MEETING IN SYDNEY	(2,602.25)	
	OPTUS BILLING SERVICES PTY LTD - PHONE AND INTERNET CHARGES	(13,284.39)	
	PHILLIPS FOX - PROFESSIONAL FEES	(73.85)	
	RECALL SECURE DESTRUCTION SERVICES - CONTAINER RENTALS	(138.60)	
	RECALL TOTAL INFORMATION MANAGEMENT - DATA CENTRE OFFSITE STORAG	(14,464.56)	
	RESOLVE FM - CHECKED PLUMBING FOR LEAKS	(68.20)	
	RESOLVE FM - REPLACE BLOWN TUBES	(212.30)	
	TELSTRA - BRIDGE ST DIAL IN CHARGES JUNE	(196.75)	
	TELSTRA - NAB RAIS A/C 13/5-10/6/05	(33.88)	
	TELSTRA - SUPPORT DIAL IN CHARGES	(240.34)	
	THE BLIGH - STAFF WELFARE	(1,300.00)	
	TOLL PRIORITY - MAILROOM MANAGEMENT SERVICES	(6,154.41)	
	Transfer Reinsurance to FAI	(14.30)	
11-Jul-05	COLIN BIGGERS & PAISLEY - PROFESSIONAL FEES	(14,811.71)	
	DOBSON MITCHELL & ALLPORT - CLAIMS RECOVERY		225.00
	F&D MERCANTILE - DIVIDEND		105.12
	J MACARTHUR P/L - CLAIMS RECOVERY		250.00
	JARDINE LLOYD THOMPSON - CLAIMS RECOVERY		110.00
	L&N NOMINEES P/L - VARIOUS MOTOR CLAIMS		534.51
	PETTY CASH	(541.65)	
	QBE - D CHATER-WORKER COMP		5,451.00
	THE CHINA NAVIGATION CO LTD - CLAIMS RECOVERY		2,467.90
	THE MAGISTRATES COURT OF WA - CLAIMS RECOVERY		22.00
12-Jul-05	ASSET GUARANTY INSURANCE - REINSURANCE RECOVERY		347,523.00
	NEW INDIA ASSURANCE CO - REINSURANCE RECOVERY		6,660.94
13-Jul-05	Payroll costs	(87,423.41)	
14-Jul-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,801.40)	
	Transfer Reinsurance to CIC	(150,000.00)	
	FLEET AUSTRALIA PTY LIMITED - M/V REGISTRATION	(54.00)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT	(462,237.38)	
	FUJITSU AUSTRALIA LTD. - OUTSOURCED IT COSTS	(289,743.30)	
	Re-insurance re-allocation from CIC		84,106.70
	Transfer Reinsurance to FAI	(75,000.00)	
15-Jul-05	AMERICAN REINSURANCE - REINSURANCE RECOVERY		1,877,460.88
	AUSDOC INFORMATION MANAGEMENT - ARCHIVE STORAGE	(5,741.27)	
	AUSTRALIA POST - POSTAGE CHARGES	(590.75)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,570.23)	
	Central Exp Reimbursement - CIC		112,618.13
	Central Exp Reimbursement - FAI Insurances Limited		17,130.42
	Central Exp Reimbursement - FAIG		235,712.53
	Central Exp Reimbursement - HIH O/S Holdings		3,764.85
	Central Exp Reimbursement - WM&G		16,843.85
	CORPORATE EXPRESS - STATIONERY FOR OFFICE JUNE 05	(1,757.70)	
	ENERGY AUSTRALIA - ELECTRICITY LEVEL 41 AMP	(2,278.23)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - ARCHIVE STORAGE	(1,308.77)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FE	(3,200.00)	
	KEMP STRANG LAWYERS - PROFESSIONAL FEES	(305.70)	
	KPMG - CONSULTING FEES	(18,356.53)	

	July-05		
Bank date	Description	Payment	Receipt
	NAVIGANT AUSTRALIA PTY LTD - AIR FARE	(627.72)	
	OPTUS BILLING SERVICES PTY LTD - OPTUS MAIN VOICE A/C 22/5-21/6	(7,859.36)	
	PHILLIPS FOX - PROFESSIONAL FEES	(3,213.06)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(8,644.68)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(350.00)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRIS	(23.30)	
18-Jul-05	QBE - D CHARTER-WORKER COMP RECOVERY		918.00
	MINTER ELLISON - CLAIMS RECOVERY		5,828.67
	AON RISK SERVICES AUS LTD - CLAIMS RECOVERY		110.00
	HORSELL INTERNATIONAL P/L - CLAIMS RECOVERY		275.00
	DJ & CF CHRISTIE P/L - CLAIMS RECOVERY		3,033.74
19-Jul-05	Bank charges - bank statement	(69.50)	
20-Jul-05	AON RE AUSTRALIA - REINSURANCE RECOVERY		14,928.00
21-Jul-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,940.00)	
	Reinsurance Receipt		86.48
	KPMG - PROFESSIONAL FEES	(27,313.27)	
	NORTON ROSE - PROFESSIONAL FEES	(96,202.87)	
	ALLEN & OVERY - PROFESSIONAL FEES	(45,739.71)	
	MBR REINSURANCE - REINSURANCE RECOVERY		81,144.13
22-Jul-05	ASIC - 2005 ANNUAL REVIEW FEES	(424.00)	
	CLAYTON UTZ - PROFESSIONAL FEES	(175,966.60)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST OFFSITE STORAGE JUNE	(147.40)	
	DEPARTMENT OF THE TREASURY - CLAIMS RECOVERY		19,982.60
	DIRECT COURIERS - COURIER CHARGES	(197.08)	
	GAVIN ANDERSON & COMPANY (AUSTRALIA) LTD - CONSULTANCY FEES	(1,566.40)	
	HEWLETT-PACKARD AUSTRALIA PTY LTD - SYSTEM MAINTENANCE	(18,084.00)	
	MILK AND GROCERIES	(191.50)	
	KPMG - CONSULTING FEES	(4,158.00)	
	MCARDLE LEGAL - PROFESSIONAL FEES	(1,287.00)	
	OPTUS BILLING SERVICES PTY LTD - PHONE AND INTERNET CHARGES	(11,477.82)	
	PHILLIPS FOX - PROFESSIONAL FEES	(3,638.80)	
	RECALL TOTAL INFORMATION MANAGEMENT - ARCHIVE STORAGE	(27,955.83)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,438.20)	
	TELSTRA - BRIDGE ST DIAL IN A/C 1/6-30/6	(196.75)	
	TELSTRA - FSD NAB RAIS A/C 14/6-12/7/05	(48.46)	
	TELSTRA - SUPPORT DIAL IN A/C 1/6-30/6/0	(242.04)	
25-Jul-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(212,523.30)	
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(2,475.00)	
	NORTHSIDE BUSINESS EQUIPMENT - EQUIPMENT REPLACEMENT	(4,015.00)	
26-Jul-05	Transfer Reinsurance to WMG	(343,710.21)	
27-Jul-05	Payroll costs	(76,134.29)	
	Transfer Reinsurance to FAI	(1,407,598.54)	
28-Jul-05	JARDINE LLOYD THOMPSON - CLAIMS RECOVERY		385.00
	THE MAGISTRATES COURT OF WA - CLAIMS RECOVERY		22.00
	BLAKE DAWSON WALDRON - CLAIMS RECOVERY		49.00
29-Jul-05	ABBOTT TOUT - PROFESSIONAL FEES	(4,625.50)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(214.50)	
	COMMONWEALTH BANK VISA - STAFF REIMBURSEMENT	(629.61)	
	DIRECT COURIERS - COURIER CHARGES	(126.06)	
	EBSWORTH & EBSWORTH - PROFESSIONAL FEES	(5,896.00)	
	GUY CARPENTER & COMPANY - BROKERAGE COMMISSION	(108,854.47)	
	Income - 11am		98,218.90
	Income - UBS CMT		527,442.52
	Interest income - bank statement		10,764.92
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(2,560.00)	
	KPMG - CONSULTING FEES	(7,745.93)	
	STAFF REIMBURSEMENT	(97.63)	
	MINERALS CORPORATION LTD - PROFESSIONAL FEES	(12,755.19)	
	MINTER ELLISON - PROFESSIONAL FEES	(6,493.95)	
	RECALL TOTAL INFORMATION MANAGEMENT - ARCHIVE STORAGE	(23,343.00)	
	REGISTRIES LIMITED - DISBURSEMENTS ETC JUNE 05	(236.14)	
	REGISTRIES LIMITED - REGISTRY FEES FOR JUNE 05	(2,750.00)	
	Reimburse from FAIG & WMG Re Allen & Overy		30,458.00
	Reimburse from FAIG, WM&G & FAI Ins re Norton Rose		72,145.15
	RESOLVE FM - INSTALL NEW FUSE & RECONNECT	(201.30)	
	Transfer Reinsurance to FAIG	(6,842.12)	
	Transfer Reinsurance to WMG	(23,343.23)	
<b>Grand Total</b>		<b>(4,995,624.04)</b>	<b>11,381,375.93</b>

	August-05		
Bank Date	Description	Payment	Receipt
1-Aug-05	Bank charges - bank statement	(210.05)	
2-Aug-05	GUY CARPENTER - REINSURANCE RECOVERY		1,808,637.95
	AMP CAPITAL INVESTORS LTD - AUG-05 RENT/OUTGOINGS FOR HIH	(167,187.55)	
4-Aug-05	EMPLOYERS RE - REINSURANCE RECOVERY		903,539.27
5-Aug-05	EMJAY INSURANCE BROKER P/L - CLAIMS RECOVERY		110.00
	QBE - WORKER COMPENSATION-D CHATER 30/7-4/8		734.40
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(31,531.50)	
	THE MAGISTRATES COURT OF WA - CLAIMS RECOVERY		32.00
	WISE MCGRATH & ASSOCIATES P/L - SUNDRY INCOME		20.00
8-Aug-05	DEPARTMENT OF TRA ACCOUNT - FEE INCOME		6,930.00
	DIRECT COURIERS - COURIER CHARGES	(71.88)	
	DX MAIL - CLEARANCE & LODGEMENT	(440.00)	
	GENERAL RE - REINSURANCE RECOVERY		9,278,188.00
	GOLD SHIELD PEST MANAGEMENT PTY LTD - QUARTERLY PEST CONTROL TREATM	(605.00)	
	KONICA MINOLTA BUSINESS SOLUTIONS AUSTRALIA P/L - REPAIRS TO COPIER LEV	(693.00)	
9-Aug-05	Bank charges - bank statement	(87.30)	
	MUNICH RE-REINSURANCE		631,066.06
	ATO - GST REFUND		1,237,538.00
10-Aug-05	Payroll costs	(194,154.69)	
	F&D MERCANTILE - DIVIDEND		134.12
	MUNICH RE - REINSURANCE RECOVERY		17,961.24
	NATIONAL INSTITUTE OF ACCOUNTANTS - MEMBERSHIP RENEWAL	(450.00)	
11-Aug-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(2,930.40)	
	FLEET AUSTRALIA PTY LIMITED - MV LEASE	(1,306.72)	
	KPMG - PROFESSIONAL FEES	(16,500.00)	
	Transfer Reinsurance to CIC	(377,944.30)	
	Transfer Reinsurance to FAIG	(1,535,322.79)	
	WILLIS REINSURANCE AUSTRALIA - BROKERAGE FEE FOR JUNE	(18.59)	
12-Aug-05	AUSTRALIA POST - POSTAGE CHARGES	(1,070.25)	
	CHIEF COMMISSIONER OF PAYROLL TAX - PAYROLL TAX	(15,588.80)	
	CLAIMS RECOVERY		613.71
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEE	(447,084.04)	
	DIRECT COURIERS - COURIER CHARGES	(83.85)	
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING	(2,240.00)	
	KONICA MINOLTA BUSINESS SOLUTIONS AUSTRALIA P/L - REPAIRS TO COPIER	(165.00)	
	KPMG - CONSULTING FEES	(2,390.85)	
	M D NIKOLAIDIS & CO - SETTLEMENT	(46,520.84)	
	MCARDLE LEGAL - PROFESSIONAL FEES	(16,599.22)	
	PHILLIPS FOX - PROFESSIONAL FEES	(12,707.04)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY FOR MAY 05	(2,749.09)	
	RECALL SECURE DESTRUCTION SERVICES - CONTAINER RENTALS	(148.50)	
	RELiance INTERGRATED SOLUTIONS PTY LTD - REPAIRS	(325.15)	
	SPARKE HELMORE - PROFESSIONAL FEES	(381.10)	
	TOLL PRIORITY - COURIER CHARGES SYD/BRISBANE	(37.14)	
	TOLL PRIORITY - MAILROOM MANAGEMENT SERVICES	(7,693.02)	
15-Aug-05	FINSUPER - SUPERANNUATION CONTRIBUTIONS	(12,425.05)	
16-Aug-05	CGU WORKERS COMPENSATION(NSW)PTY LTD	(6,621.91)	
17-Aug-05	AUSTRALIAN UNITY - CONTRIBUTION FOR JULY 2005	(9,533.75)	
	STAFF REIMBURSEMENT	(156.02)	
18-Aug-05	AJ MAHONY PTY LIMITED - CONSULTING FEES	(5,761.80)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(339,433.74)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(65.00)	
	SPARKE HELMORE - PROFESSIONAL FEES	(1,646.15)	
	Transfer Reinsurance to CIC	(24,173.52)	
	Transfer Reinsurance to FAIG	(675.25)	
19-Aug-05	CORPORATE EXPRESS - OFFICE STATIONERY	(1,693.39)	
	DATABANK TECHNOLOGIES PTY LTD - BRIDGE ST OFFSITE STORAGE JULY	(124.30)	
	EMC GLOBAL HOLDINGS CO. - SYSTEM MAINTENANCE JULY 05	(20,807.60)	
	ENERGY AUSTRALIA - ELECTRICITY CHARGES	(6,283.90)	
	FUJITSU AUSTRALIA LTD. - OUTSOURCED IT COSTS	(274,329.00)	
	GRACE RECORDS MANAGEMENT (AUSTRALIA) PTY LTD - ARCHIVE STORAGE	(1,308.77)	
	MILK & GROCERIES	(198.15)	
	KONICA MINOLTA BUSINESS SOLUTIONS AUSTRALIA P/L - REPAIRS TO COPIER	(165.00)	
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(2,970.00)	
	NAVIGANT AUSTRALIA PTY LTD - AIR FARE SYD/MELB	(655.35)	
	RECALL TOTAL INFORMATION MANAGEMENT - OFFSITE STORAGE	(166.98)	
	RECALL TOTAL INFORMATION MANAGEMENT - DATA CENTRE OFFSITE STORAGE	(7,350.41)	
	REGISTRIES LIMITED - DISBURSEMENTS FOR JULY 05	(254.77)	



	August-05		
Bank Date	Description	Payment	Receipt
	REGISTRIES LIMITED - REGISTRY FEES FOR JULY 05	(2,750.00)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(960.52)	
	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(33,957.00)	
	TOLL PRIORITY - COURIER CHARGES	(82.48)	
22-Aug-05	ABBOTT TOUT SOLICITORS - CLAIMS RECOVERY		28.00
	AON RE AUSTRALIA LTD - AON RE - REINSURANCE RECOVERY		2,456.71
	BRYANSTON INSURANCE CO LTD - REINSURANCE RECOVERY		8,089.40
	DEPARTMENT OF TREASURY - CLAIMS RECOVERY		48.13
	L&N NOMINEES P/L - VARIOUS MOTOR CLAIMS		546.38
	QBE - WORKER COMPENSATION		918.00
	THE INSTITUE OF CHARTERED ACC - PROFESSIONAL FEES		9,297.44
	Unclaimed monies received		1,168.93
	WISE MCGRATH & ASSOCIATES - CLAIM 100841		20.00
23-Aug-05	Transfer to UBS Investment Portfolio	(30,000,000.00)	
24-Aug-05	Payroll costs	(76,802.78)	
25-Aug-05	Central Exp Reimbursement - CIC		123,466.28
	Central Exp Reimbursement - FAI Insurances Limited		18,269.69
	Central Exp Reimbursement - FAIG		254,966.13
	Central Exp Reimbursement - HIH O/S Holdings		3,578.54
	Central Exp Reimbursement - WM&G		18,153.72
	Commission on unclaimed monies received	(257.17)	
	FEES FOR ISA-WBG HCSL		19,982.60
	GST Refund from FAI Leasing		69,001.92
	GST Refund transferred to CIC - up to Dec 04 QTR	(1,195,324.13)	
	GST Refund transferred to FAI Insurances - up to Dec 04 QTR	(412,452.26)	
	GST Refund transferred to FAIG - up tp Dec 04 QTR	(3,436,759.19)	
	GST Refund transferred to various companies - Jun 05 QTR	(479,712.35)	
	GST Refund transferred to various companies - up tp Dec 04 QTR	(431,086.57)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(176,072.60)	
	Manual Payroll	(1,141.19)	
	STAFF REIMBURSEMENT	(139.59)	
	NRMA GST & Deutsche Bank Fee Refund		590,457.24
	PETTY CASH	(800.99)	
	THE MAGISTRATES COURT OF WA - CLAIM-91P5012-81		22.00
	Transfer Reinsurance to CIC	(1,121.06)	
	Transfer to CIC - NRMA GST & Deutsche Bank Fee Refund	(803,247.83)	
	Transfer to Innes Owens - NRMA GST & Deutsche Bank Fee Refund	(575,165.11)	
	GST Refund - June 05 QTR		5.83
	GST Refund - up to Dec 04 QTR		36.30
26-Aug-05	AMERICAN EXPRESS INTERNATIONAL - STAFF REIMBURSEMENT	(562.25)	
	BCD GROUP OF COMPANIES - MONITORING & REMOTE MGT OF SAC	(1,036.20)	
	CLAYTON UTZ - PROFESSIONAL FEES	(102,653.12)	
	DIRECT COURIERS - COURIER CHARGES	(28.91)	
	Income - UBS CMT		22,199.76
	JW WHOLOHAN ACCOUNTING & ADMINISTRATION SERVICES - CONSULTING FEES	(3,200.00)	
	NATIONAL COFFEE SUPPLIES - REPAIRS/REPLACEMENT PART	(294.25)	
	OPTUS BILLING SERVICES PTY LTD - PHONE AND INTERNET CHARGES	(11,686.30)	
	QBE - WORKER COMPENSATION-D CHATER		3,855.60
	Reinsurance Rec transferred from CIC		4,126.37
	RELIANCE INTERGRATED SOLUTIONS PTY LTD - REPLACE BLOWN TUBES	(141.50)	
	ROBERT WALTERS PTY LTD - CONSULTING FEES	(960.52)	
	STAFF TRAINING	(1,001.00)	
	TELSTRA - BRIDGE ST DIAL IN CHARGES AUGU	(196.75)	
	TELSTRA - NAB RAIS CHARGES 13/7-12/8/05	(30.42)	
	TELSTRA - SUPPORT DIAL IN CHARGES JULY 0	(233.54)	
	TOLL PRIORITY - COURIER CHARGES	(23.53)	
<b>Grand Total</b>		<b>(41,351,918.58)</b>	<b>15,036,199.72</b>

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: FAI General Insurance Company Limited (In Liquidation)  
ACN or ARBN: 000 327 855

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>						
	<u>(accounts)</u>					<u>(statement)</u>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 9 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 9 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			38,502,547.62

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			65,244,438.12

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	537,849,083.14
	during the period for which this account has been made up	38,502,547.62
total receipts (this total carried forward to next account)		576,351,630.76

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	295,884,307.65
	during the period for which this account has been made up	
	preferred creditors	NIL
	unsecured creditors	NIL
	liquidator's remuneration	1,071,337.00
	other payments	64,173,101.12
total payments (this total carried forward to next account)		361,128,745.77

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	215,222,884.99
less unpresented cheques	(525.00)
amounts invested by liquidator and not converted to cash	350,881,886.23
cash in hands of UK Provisional Liquidator (see note 1)	5,289,803.21
<b>amount available but not distributed</b>	<b>571,394,049.43</b>

\*Note 1: In addition to the cash receipts & payments detailed in this return, further cash receipts & payments of the company occur under the control of the provisional liquidators in the UK. The UK provisional liquidators maintain separate cashbooks. As at 26 August 2005, the cash balances held by the UK provisional liquidators for the company were GBP2,223,833.27.



**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ 136,389.98

amount owing to liquidator in respect of expenses \$ 16,599.70

remuneration paid to liquidator \$ 13,869,656.35

remuneration owing to liquidator \$ 630,649.19

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	46,195,000.00	NIL	NIL
sundry debtors	21,789,000.00	NIL	NIL
cash in hand	NIL	2,000.00	NIL
cash at bank	10,002,000.00	10,002,000.00	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	827,437,000.00	566,753,000.00	343,702,000.00
assets subject to specific charges	487,039,000.00	480,660,000.00	4,719,395.09
<b>total assets</b>	<b>1,392,462,000.00</b>	<b>1,057,417,000.00</b>	<b>348,421,395.09</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$4,719,395.09

estimated amount available for unsecured creditors

\$ 914,448,800.54

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital issued  
paid up

\$ 477,836,278.81

\$ 477,836,278.81

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	1,790,473,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed

date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐

**Verification of liquidator's account and statement**

*I declare the statements ticked below are correct*

statement

✓ *The information given in the statement of the position in the winding up is true to the best of my knowledge and belief at the date of signing.*

if there are receipts and payments

✓ *The account of receipts and payments set out above in the annexure marked (A) of (9) pages contains a full and true account of my receipts and payments in the period of winding up of that company and I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company other than and except the items mentioned and specified in that account.*

period of winding up(d/m/y)

from 28 February 2005

to

26 August 2005

if no receipts and payments

☐ *I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company.*

Print name of Liquidator

Anthony Gregory McGrath & Christopher John Honey

Sign here

date

23/4/05

**FAI GENERAL INSURANCE COMPANY LIMITED - IN LIQUIDATION**

Opening Balance as at 27 February 2005

241,964,775.49

**Cash Inflows**

March-05	see attached	3,872,521.76	
April-05	see attached	9,984,194.09	
May-05	see attached	6,639,876.64	
June-05	see attached	3,940,680.17	
July-05	see attached	2,984,485.91	
August-05	see attached	5,997,853.01	
Dividend Account Inflows	see attached	402,267.96	
US bank Account Inflows	see attached	4,680,668.08	38,502,547.62

**Cash Outflows**

March-05	see attached	(1,690,873.73)	
April-05	see attached	(1,320,145.53)	
May-05	see attached	(1,445,012.19)	
June-05	see attached	(2,306,587.82)	
July-05	see attached	(2,012,103.76)	
August-05	see attached	(2,282,828.78)	
Dividend Account Outflows	see attached	(498.50)	
US Bank Account Outflows	see attached	(54,186,387.81)	(65,244,438.12)

Balance of Bank Statements at 26 August 2005

215,222,884.99

Investments

350,881,886.23

Total available but not yet distributed

566,104,771.22

THIS IS THE ANNEXURE OF .....<sup>9</sup>..... PAGE

MARKED .....<sup>A</sup>..... REFERRED TO IN THE

.....<sup>FORM 524</sup>.....  
SIGNED BY ME AND DATED .....<sup>23/9/05</sup>.....

SIGNATURE ..........

**FAI GENERAL INSURANCE LIMITED - DIVIDEND ACC****Opening balance as at 27th February 2005****15,095,639.96****Receipts**

Interest Income	01/03/2005	58,480.22	
Sundry Income	02/03/2005	55.00	
Interest Income	01/04/2005	68,110.71	
Sundry Income	05/04/2005	20.00	
Sundry Income	19/04/2005	10.00	
Transfer from FAIG NAB Acc	22/04/2005	1,000.00	
Transfer from FAIG NAB Acc	26/04/2005	2,085.14	
Interest Income	02/05/2005	68,521.08	
Transfer from FAIG NAB Acc	17/05/2005	929.00	
Sundry Income	31/05/2005	8.09	
Interest Income	01/06/2005	66,609.12	
Sundry Income	02/06/2005	3.35	
Sundry Income	03/06/2005	4.31	
Sundry Income	27/06/2005	8.82	
Interest Income	01/07/2005	66,899.19	
Fee Reversal	08/07/2005	35.00	
Foreign Exchange Gain	31/07/2005	11.26	
Interest Income	01/08/2005	69,430.25	
Foreign Exchange Gain	26/08/2005	47.42	<b>402,267.96</b>

**Payments**

Bank Charges	15/03/2005	(14.27)	
Bank Charges	15/04/2005	(10.95)	
Sundry Expense	19/04/2005	(30.00)	
Bank Charges	26/04/2005	(37.14)	
Foreign Exchange Loss	30/04/2005	(31.48)	
Bank Charges	16/05/2005	(14.09)	
Bank Charges	17/05/2005	(26.54)	
Sundry Expense	31/05/2005	(5.66)	
Foreign Exchange Loss	31/05/2005	(34.68)	
Sundry Expense	02/06/2005	(23.44)	
Sundry Expense	03/06/2005	(4.58)	
Bank Charges	15/06/2005	(10.84)	
Bank Charges	23/06/2005	(35.00)	
Sundry Expense	27/06/2005	(45.33)	
Foreign Exchange Loss	30/06/2005	(53.95)	
Bank Charges	15/07/2005	(11.17)	
Foreign Exchange Loss	31/07/2005	(27.44)	
Sundry Expense	11/08/2005	(6.05)	
Bank Charges	15/08/2005	(60.42)	
Sundry Expense	24/08/2005	(15.47)	<b>(498.50)</b>

**Balance of Bank Statements at 26 August 2005****15,497,409.42**

**FAI GENERAL INSURANCE LIMITED (FX BANK ACCOUNT USD)****Opening Balance as at 27 February 2005****54,203,966.68****Receipts**

Interest on Term Deposit	31/03/2005	58,644.05	
Gain on Foreign USD Account	31/03/2005	1,433,313.08	
Interest on Term Deposit	29/04/2005	117,416.81	
Interest on Term Deposit	31/05/2005	126,415.83	
Gain on Foreign USD Account	31/05/2005	1,854,464.26	
Interest on Term Deposit	30/06/2005	197,828.75	
IMT loan recovery	29/07/2005	26,180.08	
Gain on Foreign USD Account	31/07/2005	313,751.44	
Interest on Term Deposit	26/08/2005	278,022.33	
Gain on Foreign USD Account	26/08/2005	274,631.44	<b>4,680,668.08</b>

**Payments**

FX Loss on USD Foreign accounts	29/04/2005	(656,797.86)	
FX Loss on USD Foreign accounts	30/06/2005	(598,532.65)	
Transfer to UBS US Bond Fund	23/08/2005	(52,931,057.30)	<b>(54,186,387.81)</b>

**Balance of Bank Statements at 26 August 2005****4,698,246.95**

March-05			
Bank Date	Description	Payment	Receipt
28-Feb-05	Interest Income - bank statement		18,475.16
	Bank Charges	(5.75)	
	Income - UBS CMT		726,025.18
	Income - 11am		29,291.12
	Transfer funds to UBS accounts		279.54
	Reinsurance Receipt (158505)		188.13
2-Mar-05	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	WALDORF LOAN INTEREST		1,037.50
3-Mar-05	Loan Recovery - To be moved to FAI Finance in May		340.85
	WESTPAC JAN05 INVESTMENT INCOME		1,901.90
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,395.90)	
4-Mar-05	PHILLIPS FOX - PROFESSIONAL FEES	(2,626.77)	
7-Mar-05	SPARKE HELMORE - CLAIMS PAID	(6,053.30)	
8-Mar-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(2,615.75)	
	ABBOTT TOUT - PROFESSIONAL FEES	(7,041.96)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(687.27)	
	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH RE PARAGON INVOICE	(48,075.68)	
9-Mar-05	WALDORF LOAN INTEREST		2,624.03
10-Mar-05	CLAYTON UTZ - PROFESSIONAL FEES	(40,719.69)	
	THE WALDORF NORTH SYDNEY - REIMBURSE RENTAL GUARANTEE	(26,600.00)	
14-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(276,805.14)	
	A L SERDY - REPAYMENT PRINCIPAL LOAN		59,000.00
16-Mar-05	ACCESS REFRIGERATION - REPAIRS TO FRIDGES & FREEZERS	(528.00)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(250.00)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
18-Mar-05	Claims recovery transferred from HIH C&G		2,315.39
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(3,300.00)	
	KPMG - TAXATION SERVICES	(7,584.72)	
	WALDORF LOAN INTEREST		1,037.50
21-Mar-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(120,670.86)	
	F&D MERCANTILE - DIVIDEND		33,185.61
	GARRADIN PTY LTD - CONSULTING FEES	(288.34)	
	IAG - CLAIMS RECOVERY		202.02
	KEMP STRANG LAWYERS - PROFESSIONAL FEES	(1,305.07)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(121,509.30)	
	QUEENSLAND GOVERNMENT RECOVERY		190.00
	WALLACE WILKINSON & WEBSTER - CLAIMS RECOVERY		129.00
22-Mar-05	ABBOTT TOUT - PROFESSIONAL FEES	(297.00)	
	SPAMILL PTY LTD - CLAIMS PAYMENT	(4,595.40)	
	ASIC - FAI PROPERTY P/L ANNUAL REVIEW	(482.00)	
	Central Expense Reimbursement - Feb 05	(245,740.98)	
23-Mar-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(13,813.80)	
24-Mar-05	KPMG - PROFESSIONAL FEES	(7,425.00)	
29-Mar-05	BROWN, GREG - CONSULTING FEES	(877.40)	
	ASIC - WHITSUNDAYS WATERS ANNUAL REVIEW	(482.00)	
	WESTPAC - RMT Fees		1,066.74
30-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - ADJUSTMENT TO NOV AND DEC 04	(46,126.08)	
	SETTLEMENT WALDORF LOAN		344,258.00
	Reinsurance Receipt (158861)		758,412.58
	Reinsurance fee	(5.16)	
31-Mar-05	Bank Charges	(3.75)	
	COLIN BIGGERS & PAISLEY - CLAIMS RECOVERY		6,700.00
	Income - 11am		29,403.48
	Income - UBS CMT		802,710.29
	Interest Income - bank statement		4,079.06
	KPMG - PROFESSIONAL FEES	(77,226.68)	
	KPMG ALBURY - PROFESSIONAL FEES	(463.08)	
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(618,671.90)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	PHILLIPS FOX - CLAIMS RECOVERY		1,032,028.68
	Proceeds from the sale of PERIK, unit 706		17,640.00
<b>Grand Total</b>		<b>(1,690,873.73)</b>	<b>3,872,521.76</b>

April-05			
Bank date	Description	Payment	Receipt
1-Apr-05	HOLDING REDLICH LAWYERS - CLAIM	(768.14)	
4-Apr-05	BLAKE DAWSON WALDRON - CLAIM	(4,180.02)	
	REPAYMENT OF PRINCIPAL LOAN - WALDRORF		195,500.00
	REINSURANCE - SWISS RE		1,259,358.55
5-Apr-05	DEP OF TREASURY - CLAIMS RECOVERY		311,755.19
6-Apr-05	SPARKE HELMORE - CLAIM	(270.00)	
7-Apr-05	KPMG - PROFESSIONAL FEES	(32,168.65)	
	SETTLEMENT OF WALDRORF LOAN		209,958.90
8-Apr-05	RIGBY COOKE LAWYERS - PROFESSIONAL FEES	(5,333.42)	
	LANDERER & COMPANY - PROFESSIONAL FEES	(1,047.86)	
	Close FAIG Westpac Acc		25,799.26
	IORA LOAN INTEREST		3,884.85
12-Apr-05	RILEY,GRAY-SPENCER - CLAIMS PAYMENT	(37,880.88)	
	RMT INVESTMENT INCOME		1,135.62
13-Apr-05	CLAYTON UTZ - PROFESSIONAL FEES	(263,738.67)	
	SETTLEMENT WALDRORF LOAN		366,559.60
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(687.27)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	THE WALDRORF NORTH SYDNEY - MAR-05 OWNERS DISTRIBUTION	(13,105.00)	
14-Apr-05	PHILLIPS FOX - PROFESSIONAL FEES	(316.25)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(268,299.42)	
	Transfer Claims Recovery Rec from C&G		3,150.00
15-Apr-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - REIMBURSE HIH RE ALLEN & OVERY	(26,590.09)	
	LIPMAN KARAS - PROFESSIONAL FEES	(6,875.00)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(195,678.73)	
	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH RE ALLEN & OVERY INV 5	(17,471.51)	
19-Apr-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH C&G RE HARRY NEESHAM E	(855.86)	
	ROCHELLE CORNOFSKY - CONSULTING FEES	(200.00)	
20-Apr-05	WALDRORF LOAN INTEREST		1,037.50
	ARTHUR J GALLAGHER REINSURANCE	(753.38)	
21-Apr-05	ANTICEDENT TRANSACTION SETTLEMENT		6,232,619.68
22-Apr-05	BROWN, GREG - CONSULTING FEES	(525.22)	
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(660.00)	
	WALDRORF SYDNEY SOUTH - APR-05 RENTAL GUARANTEE	(66,000.00)	
	F&D MERCANTILE - DIVIDEND		18,250.83
	NCS CORPORATE SERVICES		114.50
	KOREAN INSURANCE CO(UK) - DIVIDEND		249,023.01
	Transfer to BOA AUD Acc (Offset in Dividend Acc)	(1,000.00)	
26-Apr-05	Bank Charges	(56.00)	
	Transfer to BOA EURO Acc (Offset in Dividend Acc)	(846.60)	
	Transfer to BOA GBP Acc (Offset in Dividend Acc)	(1,238.54)	
27-Apr-05	LIPMAN KARAS - PROFESSIONAL FEES	(1,683.78)	
	Central Expense Reimbursement - Mar 05	(337,432.69)	
	SETTLEMENT OF WALDRORF LOAN		237,167.92
28-Apr-05	RIGBY COOKE LAWYERS - PROFESSIONAL FEES	(20,231.55)	
29-Apr-05	Interest Income - bank statement		8,045.80
	Bank Charges	(6.00)	
	Income - UBS CMT		822,994.22
	Income - 11am		37,838.66
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(12,045.00)	
<b>Grand Total</b>		<b>(1,320,145.53)</b>	<b>9,984,194.09</b>

May-05			
Bank Date	Description	Payment	Receipt
2-May-05	DOWNINGS LEGAL - PROFESSIONAL FEES	(417.45)	
	EMPLOYERS RE-REINSURANCE RECOVERY		1,117,393.61
4-May-05	ROCHELLE CORNOFSKY - CONSULTING FEES	(236.25)	
5-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(307,242.60)	
6-May-05	SPARKE HELMORE - CLAIM PAYMENT	(5,196.40)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(233.78)	
	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(687.27)	
	IORA LOAN INTEREST-MAR05		1,067.56
	IORA LOAN INTEREST-APR05		3,852.42
9-May-05	RMT Origination Fee		1,156.92
	THE WALDORF NORTH SYDNEY - APR-05 SHORTFALL FOR IORA NORT	(16,810.00)	
	EMPLOYERS RE - REINSURANCE RECOVERY		41,403.41
	HEARTLAND GROUP INCORPORATED-DIVIDEND		51,606.41
	WILLIS AUSTRALIA - REINSURANCE RECOVERY		11,017.31
10-May-05	PERMANENT TRUSTEE COMPANY LTD - PROFESSIONAL FEES	(150,000.00)	
12-May-05	DEBTORS		150.70
13-May-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(259,269.78)	
	GUY CARPENTER - REINSURANCE RECOVERY		41,443.94
16-May-05	SETTLEMENT OF WALDORF LOAN		161,950.00
	Sale of Sylvatech Shareholding		88,800.00
17-May-05	Bank Charges	(28.00)	
	KPMG - CONSULTING FEES	(6,102.40)	
	Transfer to BOA USD Acc (Offset in Dividend Acc)	(929.00)	
18-May-05	HOLDING REDLICH LAWYERS - PROFESSIONAL FEES	(6,551.16)	
	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH RE DIRECTORS FEES	(2,200.00)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(3,300.00)	
	Reallocated Insurance receipt	(31.61)	
	DEP OF TREASURY - CLAIMS RECOVERY		6,718.95
	CLAIMS RECOVERY		45,382.43
19-May-05	Transfer to FAI Investments	(100.00)	
	F&D MERCANTILE - DIVIDEND		42,211.39
	Transfer to FAI Workers Comp (Vic)	(100.00)	
	GST Refund		347,010.62
20-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(271,481.46)	
	CLAYTON UTZ - PROFESSIONAL FEES	(249,756.98)	
	SETTLEMENT OF WALDORF LOAN		117,423.12
	WALDORF LOAN INTEREST		1,037.50
23-May-05	ASIC - ASIC FEES RE WHITSUNDAY WATERS	(33.00)	
	Central Expense Reimbursement - Apr 05	(163,959.95)	
	CLAIMS: 1325165-0247, 97F0126-0000		50,058.75
24-May-05	F&D MERCANTILE - DIVIDEND		18,119.93
	Loan Recovery - transferred to FAI Finance	(340.85)	
	Reinsurance Recovery		40,046.70
26-May-05	SETTLEMENT OF WALDORF LOAN		228,400.00
27-May-05	SUNCORP METWAY - REINSURANCE RECOVERY		2,579,532.34
30-May-05	Reinsurance Rec 158901 from HIH C&G		383,690.77
31-May-05	Interest Income - bank statement		8,438.41
	Bank Charges	(4.25)	
	Income - UBS CMT		844,337.92
	Income - 11am		60,151.53
	SWISS RE - REINSURANCE RECOVERY		347,474.00
<b>Grand Total</b>		<b>(1,445,012.19)</b>	<b>6,639,876.64</b>



June-05			
Bank Date	Description	Payment	Receipt
3-Jun-05	CLAIMS RECOVERY FROM HIH C&G - 6F0065/003,8F0047/056		1,008.66
6-Jun-05	Bank Charges	(30.00)	
	Transfer from Westpac LOC Security Acc		476,391.02
	WILLIS AUSTRALIA LTD - CREDIT - IFRP W/COMP RISK POLI		624.74
	WILLIS AUSTRALIA LTD - PROFESSIONAL FEES	(42,201.00)	
8-Jun-05	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	WALDORF LOAN INTEREST		3,979.84
9-Jun-05	ROCHELLE CORNOFSKY - CONSULTING FEES	(250.00)	
	Reinsurance Receipt (158862)		583.99
10-Jun-05	CLAYTON UTZ - PROFESSIONAL FEES	(200,417.13)	
	F&D MERCANTILE - DIVIDEND		40,708.11
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(205,554.80)	
	NCS CORPORATE SERVICES P/L - SUNDRY DEBTORS		101.40
14-Jun-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(27,258.62)	
	RMT INVESTMENT INCOME		1,028.88
15-Jun-05	SPARKE HELMORE - CLAIM PAYMENT	(14,231.49)	
16-Jun-05	KWIK KOPY CORPORATE DESIGN - PRINTING DOCUMENTS	(341.86)	
17-Jun-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH RE PARAGON	(46,930.86)	
	Repay Treasury Claim	(4,004.69)	
	WALDORF LOAN INTEREST - MAY05		1,037.50
	CLAIMS RECOVERY		608.20
20-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(325,295.81)	
	KEMP STRANG LAWYERS - PROFESSIONAL FEES	(3,740.12)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(144,212.20)	
21-Jun-05	STRATA MASTER PTY LTD - STRATA LEVIES IORA APTS NTH SY	(12,938.75)	
22-Jun-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,084.00)	
23-Jun-05	NYIE SECURITY FUND, INC - HEARTLAND GROUP-REINSURANCE		2,702.54
	KANSA INTERNATIONAL INSURANCE-REINSURANCE		1,352.55
24-Jun-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - REIMBURSE HIH RE BLAKE DAWSON	(433.12)	
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(559,798.80)	
	KPMG - PROFESSIONAL FEES	(61,770.61)	
	Central Expense Reimbursement - May 05	(223,719.83)	
	BLAKE DAWSON WALDRON - CLAIM-445773C		79.86
	GUY CARPENTER - REINSURANCE RECOVERY		32,352.41
	Reinsurance Receipt (159082)		481,809.44
27-Jun-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,691.20)	
	THE WALDORF NORTH SYDNEY - MAY-05 SHORTFALL FOR IORA NORT	(38,709.00)	
28-Jun-05	ASIC - FEES	(554.00)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(3,300.00)	
	RIGBY COOKE LAWYERS - PROFESSIONAL FEES	(13,394.16)	
	Treaty Services Trust - Final Distribution		141,413.13
29-Jun-05	MSM LOSS MANAGEMENT - CONSULTING FEES	(2,475.00)	
	BROWN, GREG - CONSULTING FEES	(867.75)	
30-Jun-05	Bank Charges	(1.75)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(290,127.13)	
	CIC INSURANCE LTD - REIMBURSE CIC RE BLAKE DAWSON	(26.29)	
	HIH CASUALTY & GENERAL INSURANCE LIMITED - REIMBURSE HIH C&G FOR BDW	(270.58)	
	HIH NZ Reimburse Deutsche Fees		1,517,424.50
	Income - 11am		56,702.65
	Income - UBS CMT		828,728.34
	Interest Income - bank statement		7,016.40
	KPMG - PROFESSIONAL FEES	(66,750.24)	
	Reinsurance Rec - Swiss Re transferred from C&G		19,121.71
	SETTLEMENT WALDORF LOAN-WA061		167,471.36
	SETTLEMENT WALDORF LOAN-WA071		158,432.94
	WORLD MARINE & GENERAL INSURANCE PTY LTD - REIMBURSE FOR BDW	(7.03)	
<b>Grand Total</b>		<b>(2,306,587.82)</b>	<b>3,940,680.17</b>

	July-05		
Bank Date	Description	Payment	Receipt
1-Jul-05	WALDORF SYDNEY SOUTH - JULY 05 RENT GUARANTEE FOR SYD	(66,000.00)	
5-Jul-05	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(8,250.00)	
6-Jul-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,792.40)	
7-Jul-05	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	Re-insurance receipt to CIC	(7.50)	
	Reinsurance Rec from C&G		330,535.61
8-Jul-05	Reinsurance Rec from C&G		14.30
11-Jul-05	SPARKE HELMORE - CLAIM NO 97F	(2,895.33)	
	CLAIMS RECOVERY		18,331.77
12-Jul-05	Reinsurance Rec - Radian Asset Assurance		91,802.00
	RMT ORGINATION FEES RECEIVED		1,046.18
14-Jul-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(244,200.88)	
	LIPMAN KARAS - PROFESSIONAL FEES	(6,055.67)	
	ROCHELLE CORNOFSKY - PROFESSIONAL FEES	(350.00)	
	THE WALDORF NORTH SYDNEY - JUNE 05 SHORTFALL FOR IORA NORTH	(19,449.00)	
	Reinsurance Rec from C&G		376.14
	Reinsurance Rec from CIC		39.19
	Reinsurance Rec from C&G (Spere Drake)		75,000.00
15-Jul-05	Bank Charges	(50.00)	
	Central Expense Reimbursement - Jun 05	(235,712.53)	
18-Jul-05	CLAIMS RECOVERY		3,747.00
	SUNDRY INCOME		188.20
19-Jul-05	IORA LOAN INTEREST-PART FOR LEVY		1,037.50
21-Jul-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(4,426.74)	
	PAUL SAN MIGUEL - DIRERTORS FEES	(2,200.00)	
	KPMG - PROFESSIONAL FEES	(14,794.68)	
22-Jul-05	CLAYTON UTZ - PROFESSIONAL FEES	(175,966.60)	
	IORA LOAN INTEREST-JUN05		3,268.20
25-Jul-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(99,380.60)	
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(2,475.00)	
27-Jul-05	Re-insurance receipt to CIC	(855,296.94)	
	Reinsurance Rec from C&G		1,407,598.54
28-Jul-05	Re-insurance receipt to WMG	(546.78)	
	Reinsurance Rec from C&G		6,842.12
29-Jul-05	Interest Income - bank statement		4,359.83
	Bank Charges	(21.00)	
	Income - UBS CMT		803,485.98
	Income - 11am		58,013.35
	PAY HIH C&G RE ALLEN & OVERY INV	(15,236.00)	
	GUY CARPENTER & COMPANY - BROKERS COMMISSION	(224,738.39)	
	PAY HIH C&G RE NORTON ROSE INV 128	(24,057.72)	
	SETTLEMENT WALDORF LOAN		178,800.00
<b>Grand Total</b>		<b>(2,012,103.76)</b>	<b>2,984,485.91</b>

	August-05		
Bank Date	Description	Payment	Receipt
2-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(293.48)	
	Linq Fund Capital redemption		146,245.06
	MUNICH RE& SWISS RE - REINSURANCE RECOVERY		11,210.16
5-Aug-05	STRATECH CONSULTING PTY LIMITED - CONSULTING FEES	(7,438.20)	
	NATIONAL COMMERCIAL SERVICES - SUNDRY INCOME		61.40
	SYLVATECH LIMITED - DIVIDEND		3,000.00
8-Aug-05	BAIN GASTEEN LAWYERS TRUST A/C - PROFESSIONAL FEES	(100,745.29)	
10-Aug-05	F&D MERCANTILE - DIVIDEND		9,880.12
11-Aug-05	WILLIS REINSURANCE AUSTRALIA - BROKERAGE FEE FOR JUNE	(8,787.43)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	CIC INSURANCE LTD - CLAIM # FIN 9955-4160	(780.00)	
12-Aug-05	RBC GLOBAL SERVICES AUST PTY LTD - UBS INV MGT FEES FAI GENERAL	(687.27)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FE	(236,195.34)	
	THE WALDORF NORTH SYDNEY - JUL-05 SHORTFALL FOR IORA NORTH	(29,114.00)	
	Reinsurance Recovery transferred from HIH C&G		1,535,322.79
	SCOR REINSURANCE - REINSURANCE RECOVERY		250,000.00
	IORA LOAN INTEREST-JUN&JUL05		4,224.25
	SETTLEMENT WALDORF LOAN-WA092		164,738.08
16-Aug-05	GUY CARPENTER - REINSURANCE RECOVERY		7,345.92
18-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(218,856.17)	
	ROCHELLE CORNOFSKY - WORK PERFORMED	(65.00)	
	VARIOUS CLAIMS-R/N 159092		675.25
19-Aug-05	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(6,270.00)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(971.96)	
	WALDORF IORA LOAN INTEREST-JUL05		1,037.50
22-Aug-05	WISE MCGRATH & ASSOCIATES - CLAIM 251920B0001		20.00
23-Aug-05	Unclaimed monies received		8,796.73
25-Aug-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(85,380.63)	
	PAUL SAN MIGUEL - DIRECTORS FEES	(2,200.00)	
	Central Expense Reimbursement - Jul 05	(254,966.13)	
	Reallocated Ready Plan unclaimed money	(84.92)	
	Commission on unclaimed monies received	(1,916.60)	
	Transfer NRMA GST Refund to HIH C&G	(590,457.24)	
	Transfer Deutsche Bank Fees Refund to Innes Owens	(264,031.86)	
	Transfer Deutsche Bank Fees Refund to CIC	(368,734.15)	
	GST Refund - Jun 05 QTR		365,703.56
	GST Refund - up to Dec 04 QTR		3,436,759.19
	MCINNES WILSON - CLAIMS RECOVERY		16,033.69
26-Aug-05	Income - UBS CMT		33,799.31
	CLAYTON UTZ - PROFESSIONAL FEES	(102,653.11)	
	BESSER INDUSTRIES (NT) P/L - LIQUIDATOR DIVIDEND		3,000.00
<b>Grand Total</b>		<b>(2,282,828.78)</b>	<b>5,997,853.01</b>

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: CIC Insurance Limited (In Liquidation)  
ACN or ARBN: 004 078 880

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up
- (b) statement relating the position in the winding up (this statement is not required if a provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<b>type of winding up</b>	<b>items required</b>						
	<b>(accounts)</b>					<b>(statement)</b>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 8 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 8 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			59,924,344.56

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			44,338,677.32

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	205,193,156.41
	during the period for which this account has been made up	59,924,344.56

<b>total receipts</b> (this total carried forward to next account)	265,117,500.97
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### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	136,705,682.52
	during the period for which this account has been made up	

preferred creditors	NIL
unsecured creditors	NIL
liquidator's remuneration	168,306.00
other payments	44,170,371.32

<b>total payments</b> (this total carried forward to next account)	181,044,359.84
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### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	84,073,141.13
less unrepresented cheques	NIL

amounts invested by liquidator and not converted to cash	146,672,018.13
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<b>amount available but not distributed</b>	<b>230,745,159.26</b>
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**3. Details of the dividends declared in respect of unsecured creditors  
in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses	\$ 62,381.77
amount owing to liquidator in respect of expenses	\$ 4,573.85
remuneration paid to liquidator	\$ 4,450,097.52
remuneration owing to liquidator	\$ 134,565.34

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	7,142,000.00	NIL	NIL
cash in hand	NIL	NIL	NIL
cash at bank	9,309,000.00	9,290,000.00	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	172,513,000.00	205,016,000.00	87,880,152.00
assets subject to specific charges	369,845,000.00	369,845,000.00	3,000.00
<b>total assets</b>	<b>558,809,000.00</b>	<b>584,151,000.00</b>	<b>87,883,152.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ 3,000.00

estimated amount available for unsecured creditors

\$ 318,486,172.07

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital      issued  
                             paid up

\$ 213,000,000.00

\$ 213,000,000.00

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash      N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	569,152,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed  
date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐**Verification of liquidator's account and statement***I declare the statements ticked below are correct***statement**

✓ The information given in the statement of the position in the winding up is true to the  
best of my knowledge and belief at the date of signing.

**if there are receipts and payments**

✓ The account of receipts and payments set out above in the annexure marked (A) of  
( 8 ) pages contains a full and true account of my receipts and payments in the period  
of winding up of that company and I have not, nor has any other person by my order or  
for my use during that period, received or paid any moneys on account of the company  
other than and except the items mentioned and specified in that account.

period of winding up (d/m/y)

from 28 February 2005

to

26 August 2005

**if no receipts and payments**

☐ I have not, nor has any other person by my order or for my use during that period,  
received or paid any moneys on account of the company.

Print name of Liquidator      Anthony Gregory McGrath &amp; Christopher John Honey

Sign here

date

23/4/05

# **CIC INSURANCE LIMITED - IN LIQUIDATION**

Opening Balance as at 27 February 2005

68,487,473.89

## **Cash Inflows**

March-05	see attached	52,107,884.10	
April-05	see attached	789,011.86	
May-05	see attached	611,926.98	
June-05	see attached	1,399,327.69	
July-05	see attached	1,779,549.56	
August-05	see attached	2,889,677.85	
Dividend Account Inflows	see attached	346,966.52	59,924,344.56

## **Cash Outflows**

March-05	see attached	(464,063.17)	
April-05	see attached	(22,273,621.99)	
May-05	see attached	(303,118.12)	
June-05	see attached	(366,558.34)	
July-05	see attached	(542,625.19)	
August-05	see attached	(20,310,511.34)	
Dividend Account Outflows	see attached	(78,179.17)	(44,338,677.32)

Balance of Bank Statements at 26 August 2005

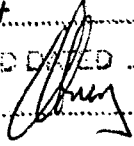
84,073,141.13

Investments

146,672,018.13

Total available but not yet distributed

230,745,159.26

THIS IS THE ANNEXURE OF .....8..... PAGES  
MARKED .....A..... REFERRED TO IN THE  
.....FORM 524.....  
SIGNED BY ME AND DATED .....22/4/05.....  
SIGNATURE .....



**CIC INSURANCE LIMITED - DIVIDEND ACC****Opening balance as at 27 February 2005****10,066,524.72****Receipts**

Interest Income	01/03/2005	39,219.30	
Sundry Income	02/03/2005	55.00	
Transfer Interest	04/03/2005	77,844.07	
Interest Income	01/04/2005	45,935.89	
Sundry Income	11/04/2005	1.80	
Transfer from CIC NAB Acc	22/04/2005	1,000.00	
Transfer from CIC NAB Acc	26/04/2005	1,239.77	
Interest Income	02/05/2005	45,181.38	
Transfer from CIC NAB Acc	17/05/2005	930.85	
Sundry Income	23/05/2005	5.00	
Sundry Income	31/05/2005	5.90	
Interest Income	01/06/2005	44,420.65	
Sundry Income	02/06/2005	55.04	
Sundry Income	03/06/2005	8.53	
Sundry Income	06/06/2005	10.08	
Sundry Income	08/06/2005	4.95	
Sundry Income	27/06/2005	54.63	
Interest Income	01/07/2005	44,612.73	
Reverse Fee	08/07/2005	35.00	
Foreign Exchange Gain	31/07/2005	5.69	
Interest Income	01/08/2005	46,300.58	
Sundry Income	12/08/2005	3.88	
Foreign Exchange Gain	26/08/2005	35.80	
			<b>346,966.52</b>

**Payments**

Transfer Interest	04/03/2005	(77,844.07)	
Bank Charges	15/03/2005	(17.52)	
Sundry Expense	11/04/2005	(0.13)	
Bank Charges	15/04/2005	(11.17)	
Bank Charges	26/04/2005	(17.14)	
Foreign Exchange Loss	30/04/2005	(14.59)	
Bank Charges	16/05/2005	(13.74)	
Bank Charges	17/05/2005	(26.60)	
Bank Charges	31/05/2005	(8.09)	
Foreign Exchange Loss	31/05/2005	(28.50)	
Sundry Expense	02/06/2005	(3.35)	
Sundry Expense	03/06/2005	(9.45)	
Sundry Expense	06/06/2005	(4.84)	
Bank Charges	15/06/2005	(11.17)	
Bank Charges	23/06/2005	(35.00)	
Sundry Expense	27/06/2005	(6.93)	
Foreign Exchange Loss	30/06/2005	(27.47)	
Bank Charges	15/07/2005	(11.17)	
Foreign Exchange Loss	31/07/2005	(27.82)	
Bank Charges	15/08/2005	(60.42)	
			<b>(78,179.17)</b>

**Balance of Bank Statements at 26 August 2005****10,335,312.07**

	March-05		
Bank Date	Description	Payment	Receipt
28-Feb-05	Interest Income - bank statement		1,187.95
	Income - UBS CMT		243,525.50
	Income -11am		7,869.51
	Bank Charges	(1.25)	
	Transfer of Reinsurance Receipts to UBS		203,112.53
	RAINE & HORNE OBERON - AGENTS COMMISSION RE SALE	(4,235.00)	
	Miscellaneous receipt		9.45
	Reinsurance Receipt (158505)		15,104.86
	Reinsurance Receipt (158554)		505.65
	Reinsurance Receipt (158503)		23,417.49
	Reinsurance Receipt (158632)		2,876.60
	Reinsurance Receipt (158590)		169.47
4-Mar-05	PHILLIPS FOX - PROFESSIONAL FEES	(2,529.98)	
8-Mar-05	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(412.36)	
	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH RE PARAGON INV	(7,539.09)	
14-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(148,288.47)	
	Antecedent Transactions Settlement		50,469,732.00
18-Mar-05	KPMG - TAXATION SERVICES	(2,467.47)	
	Transfer Reinsurance Receipt to C&G	(23,418.11)	
21-Mar-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(8,680.55)	
	F&D MERCANTILE - DIVIDEND		41,936.88
	GUY CARPENTER - REINSURANCE RECOVERY		322.89
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(20,293.90)	
22-Mar-05	Central Expense Reimbursement Feb 05	(119,049.97)	
24-Mar-05	KPMG - PROFESSIONAL FEES	(2,475.00)	
30-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - ADJUSTMENT TO NOV AND DEC 04	(24,710.40)	
	Reinsurance Receipt (158861)		699,502.55
31-Mar-05	Interest Income - bank statement		115,660.21
	Income - UBS CMT		275,078.12
	Income -11am		7,577.86
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(94,918.45)	
	KPMG - PROFESSIONAL FEES	(5,043.17)	
	CRS AUSTRALIA - CLAIMS RECOVERY		294.58
<b>Grand Total</b>		<b>(464,063.17)</b>	<b>52,107,884.10</b>

	April-05		
Bank Date	Description	Payment	Receipt
6-Apr-05	FOWLES AUCTION GROUP - PI, CI17256-4907.95,F117258-7247.90		12,155.85
7-Apr-05	KPMG - PROFESSIONAL FEES	(5,249.67)	
	AM RE BROKERS		190.59
8-Apr-05	Transfer from Westpac Bank Accounts		208,411.32
13-Apr-05	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(412.36)	
14-Apr-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(143,731.83)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(41,266.50)	
19-Apr-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH C&G RE HARRY NEESHAM	(855.87)	
20-Apr-05	ARTHUR J GALLAGHER REINSURANCE - AGENCY BROKERAGE	(2,206.48)	
21-Apr-05	Bank Charges	(100.00)	
	Transfer of Antecedent Recovery to FAIG	(6,232,619.68)	
	Transfer of Antecedent Recovery to CIC General	(14,397,522.74)	
	Transfer Antecedent Recovery to FAI Leasing Fin	(449,061.59)	
	Transfer Antecedent Recovery to FAI Reinsurances	(826,114.04)	
22-Apr-05	F&D MERCANTILE - DIVIDEND		8,350.82
	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(660.00)	
	F&D MERCANTILE - DIVIDEND		29,376.89
	Transfer to CIC BOA AUD Acc (Offset in Dividend Account)	(1,000.00)	
26-Apr-05	Reinsurance Receipt (158932)		35,778.41
	Bank Fees	(28.00)	
	Transfer to CIC BOA GBP Acc	(1,239.77)	
27-Apr-05	Central Expense Reimbursement Feb 05	(166,108.46)	
	MUNICH RE-REINSURANCE RECOVERY		7,077.76
29-Apr-05	Interest Income - bank statement		156,915.84
	Income - UBS CMT		283,295.11
	Income -11am		45,056.37
	MSM LOSS MANAGEMENT - CONSULTING FEES	(5,445.00)	
	QUINLAN, MILLER & TRESTON - CLAIMS RECOVERY		2,402.90
<b>Grand Total</b>		<b>(22,273,621.99)</b>	<b>789,011.86</b>

	May-05		
Bank Date	Description	Payment	Receipt
5-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(18,180.95)	
6-May-05	RBC GLOBAL SERVICES AUST PTY LTD - DOMESTIC CUSTODY SERVICES	(412.36)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(155.84)	
13-May-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(138,894.53)	
17-May-05	Bank Fees	(28.00)	
	Transfer to CIC BOA USD Acc (Offset in Dividend Account)	(930.85)	
18-May-05	MUNICH RE-REINSURANCE RECOVERY		6,495.07
	MSM LOSS MANAGEMENT - CONSULTING FEES	(6,656.88)	
	Reallocate Claims Receipt 106025 from C&G	(30.80)	
	Reallocate Claims Receipt 13250260147 from FAIG	(60.00)	
	Reallocate Claims Receipt 105850 from C&G	(2,846.50)	
	Reallocate Claims Receipt 105815 from C&G	(3,922.12)	
	Reallocate Claims Receipt 773001000 from C&G	(4,463.02)	
	Reallocate Claims Receipt 59218 from C&G	(5,189.07)	
	MUNICH RE & DANISH RE - REINSURANCE RECOVERY		45,280.89
	CLAIMS RECOVERY		200.00
19-May-05	F&D MERCANTILE - DIVIDEND		39,035.02
	GST refund		88,535.88
20-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(22,064.59)	
23-May-05	Central Expense Reimbursement Feb 05	(77,061.75)	
	Reinsurance Receipt (158961) from FAIG		1,202.93
	Reinsurance Receipt (158964) from C&G		81.49
24-May-05	Transfer Reinsurance Receipt 159007 to C&G	(22,220.86)	
	Reinsurance Receipt (158965) from FAIG		203.73
31-May-05	Interest Income - bank statement		2,779.50
	Income - UBS CMT		289,110.54
	Income -11am		139,001.93
<b>Grand Total</b>		<b>(303,118.12)</b>	<b>611,926.98</b>

	June-05		
Bank Date	Description	Payment	Receipt
1-Jun-05	JONES LANG LASALLE - RENTAL INCOME		120,796.66
8-Jun-05	REINSURANCE RECOVERY		149.60
9-Jun-05	Reinsurance Receipt (158862) from C&G		23,002.78
10-Jun-05	F&D MERCANTILE - DIVIDEND		10,953.68
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(30,979.30)	
14-Jun-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(14,602.83)	
15-Jun-05	THE DEPARTMENT OF TREASURY - CLAIMS	(2,284.16)	
16-Jun-05	KWIK KOPY CORPORATE DESIGN - PRINTING DOCUMENTS	(341.87)	
17-Jun-05	HIH CASUALTY & GENERAL INSURANCE LIMITED - PAY HIH FOR PARAGON	(7,359.51)	
	Transfer Claim 163585A to FAIG	(584.20)	
	Transfer Claim 2M48309 to FAIG	(24.00)	
	COLIN BIGGERS&PAISLEY, CLAIM RECOVERY		242,415.43
20-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(47,597.49)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(27,928.18)	
22-Jun-05	DEP OF TREASURY, CIV94113160		16,861.65
	Reinsurance Receipt - Benfield Australia		87,612.55
24-Jun-05	KPMG - INDIRECT TAXATION SERVICES	(5,009.73)	
	MCGRATH NICOL & PARTNERS - LIQUIDATORS FEES (INCLUSIVE OF GST)	(90,218.15)	
	Transfer Reinsurance to HIH C&G	(5.58)	
	Central Expense Reimbursement May 05	(108,100.01)	
	Reinsurance Receipt (159082) from C&G		481,809.45
	NEW INDIA ASSURANCE CO - REINSURANCE RECOVERY		108.47
28-Jun-05	KPMG - PROFESSIONAL FEES	(1,431.65)	
30-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(20,578.05)	
	Income - UBS CMT		278,835.14
	Income -11am		134,925.13
	Interest Income - bank statement		1,857.15
	KPMG - PROFESSIONAL FEES	(9,513.63)	
<b>Grand Total</b>		<b>(366,558.34)</b>	<b>1,399,327.69</b>

	July-05		
Bank Date	Description	Payment	Receipt
5-Jul-05	MSM LOSS MANAGEMENT - CONSULTING FEES	(8,250.00)	
7-Jul-05	Reinsurance Rec from C&G		349,187.18
	Reinsurance Rec from FAI		7.50
	CLAIMS RECOVERY		508.98
11-Jul-05	DIVIDENDS RECEIVED		13,858.98
14-Jul-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(130,821.90)	
	Transfer Reinsurance to HIH C&G	(84,106.70)	
	Transfer Reinsurance to FAI	(39.19)	
	Reinsurance Rec from C&G (Sphere Drake)		150,000.00
15-Jul-05	Central Expense Reimbursement Jun 05	(112,618.13)	
18-Jul-05	CLAIM-PIN9344-2910		1,249.00
21-Jul-05	KPMG - PROFESSIONAL FEES	(7,552.53)	
22-Jul-05	PHILLIPS FOX - PROFESSIONAL FEES	(1,218.80)	
25-Jul-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(23,250.70)	
27-Jul-05	Transfer Reinsurance to WMG	(91,045.25)	
	Reinsurance Rec from FAI		855,296.94
29-Jul-05	Interest Income - bank statement		960.45
	Income - UBS CMT		271,208.97
	Income -11am		137,271.56
	GUY CARPENTER & COMPANY - REINSURANCE BROKERS REMUNERATION	(83,721.99)	
<b>Grand Total</b>		<b>(542,625.19)</b>	<b>1,779,549.56</b>

	August-05		
Bank Date	Description	Payment	Receipt
10-Aug-05	F&D MERCANTILE - DIVIDEND		9,284.62
11-Aug-05	WILLIS REINSURANCE AUSTRALIA - CLAIMS COLLECTION FEE	(8,787.43)	
	NGR Aust Reinsurance rec from HIH C&G		14,928.00
	CLAIM FIN 9955-4160		780.00
	SWISS RE-REINSURANCE RECOVERY		31,454.06
12-Aug-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(126,533.22)	
	RBC GLOBAL SERVICES AUST PTY LTD - UBS INV MGT FEES CIC INS MAY 0	(412.36)	
	Reinsurance Rec transferred from HIH C&G		363,016.31
18-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(20,775.14)	
	Reinsurance Rec from HIH C&G 159212		17,961.24
	CLAIMS RECOVERIES		6,212.28
	THE CHARTER REINSURANCE CO LTD - REINSURANCE RECOVERY		971.48
19-Aug-05	MSM LOSS MANAGEMENT - PROFESSIONAL FEES	(6,270.00)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(971.96)	
22-Aug-05	Unclaimed monies received		2,454.90
23-Aug-05	Money Transferred to UBS Investment Portfolio	(20,000,000.00)	
25-Aug-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(18,628.50)	
	Central Expense Reimbursement Jul 05	(123,466.28)	
	Commission on unclaimed monies	(540.08)	
	GST refund - Jun 05 QTR		62,762.04
	GST refund - up to Dec 04 QTR		1,195,324.13
	NRMA GST & Deutsche Bank Fee refund		1,171,981.98
26-Aug-05	Income - UBS CMT		11,425.75
	Transfer Reinsurance to HIH C&G	(4,126.37)	
	Reinsurance Rec transferred from HIH C&G		1,121.06
<b>Grand Total</b>		<b>(20,310,511.34)</b>	<b>2,889,677.85</b>

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: World Marine & General Insurances Pty Limited (In Liquidation)  
ACN or ARBN: 000 093 112

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>						
	<u>(accounts)</u>					<u>(statement)</u>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 4 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**



## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 4 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			767,526.98

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			323,017.42

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	9,678,956.60
	during the period for which this account has been made up	767,526.98
<b>total receipts</b> (this total carried forward to next account)		10,446,483.58

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	6,484,472.45
	during the period for which this account has been made up	
	preferred creditors	NIL
	unsecured creditors	NIL
	liquidator's remuneration	NIL
	other payments	323,017.42
<b>total payments</b> (this total carried forward to next account)		6,807,489.87

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	3,638,993.71
less unrepresented cheques	NIL
amounts invested by liquidator and not converted to cash	NIL
cash in hands of UK Provisional Liquidator (see note 1)	4,789,567.74
<b>amount available but not distributed</b>	<b>8,428,561.45</b>

\*Note 1: In addition to the cash receipts & payments detailed in this return, further cash receipts & payments of the company occur under the control of the provisional liquidators in the UK. The UK provisional liquidators maintain separate cashbooks. As at 26 August 2005, the cash balances held by the UK provisional liquidators for the company were GBP139,822.23 and USD3,380,169.40.

**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses	\$ 2,889.49
amount owing to liquidator in respect of expenses	\$ 789.36
remuneration paid to liquidator	\$ 204,075.80
remuneration owing to liquidator	\$ 135,156.82

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	919,000.00	NIL	NIL
cash in hand	NIL	NIL	NIL
cash at bank	830,000.00	NIL	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	26,377,000.00	5,163,425.44	19,254,000.00
assets subject to specific charges	NIL	NIL	NIL
<b>total assets</b>	<b>28,126,000.00</b>	<b>5,163,425.44</b>	<b>19,254,000.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ NIL

estimated amount available for unsecured creditors

\$ 27,546,615.27

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital

issued

\$ 4,636,000.00

paid up

\$ 4,636,000.00

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	78,654,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed  
date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐**Verification of liquidator's account and statement***I declare the statements ticked below are correct*

statement

✓ The information given in the statement of the position in the winding up is true to the  
best of my knowledge and belief at the date of signing.

if there are receipts and payments

✓ The account of receipts and payments set out above in the annexure marked (A) of  
( 4 ) pages contains a full and true account of my receipts and payments in the period of  
winding up of that company and I have not, nor has any other person by my order or for  
my use during that period, received or paid any moneys on account of the company  
other than and except the items mentioned and specified in that account.

period of winding up(d/m/y)

from 28 February 2005

to

26 August 2005

if no receipts and payments

☐ I have not, nor has any other person by my order or for my use during that period,  
received or paid any moneys on account of the company.

Print name of Liquidator

Anthony Gregory McGrath &amp; Christopher John Honey

Sign here

date

23/4/05

THIS IS THE ANNEXURE OF .....4..... PAGES  
MARKED .....A..... REFERRED TO IN THE  
.....Form 524.....  
SIGNED BY ME AND DATED 23/9/05  
SIGNATURE .....

**WORLD MARINE AND GENERAL INSURANCE P/L - IN LIQUIDATION**

Opening Balance as at 27 February 2005

3,194,484.15

**Cash Inflows**

March-05	see attached	44,240.85	
April-05	see attached	20,593.71	
May-05	see attached	24,491.56	
June-05	see attached	14,909.20	
July-05	see attached	477,437.00	
August-05	see attached	181,955.05	
Dividend Account Inflows	see attached	3,899.61	767,526.98

**Cash Outflows**

March-05	see attached	(45,097.79)	
April-05	see attached	(94,106.81)	
May-05	see attached	(34,063.60)	
June-05	see attached	(34,912.44)	
July-05	see attached	(76,508.83)	
August-05	see attached	(37,671.50)	
Dividend Account Outflows	see attached	(656.45)	(323,017.42)

**Balance of Bank Statements at 26 August 2005**

**3,638,993.71**

# **WORLD MARINE & GENERAL INSURANCES P/L - DIVIDEND ACC**

**Opening balance as at 27 February 2005**

**88.35**

## **Receipts**

Interest Income	01/03/2005	0.37	
Sundry Income	02/03/2005	55.00	
Interest Income	01/04/2005	0.57	
Sundry Income	11/04/2005	0.13	
Transfer from WM&G NAB Acc	22/04/2005	1,000.00	
Transfer from WM&G NAB Acc	26/04/2005	2,085.14	
Interest Income	02/05/2005	0.55	
Transfer from WM&G NAB Acc	17/05/2005	663.57	
Sundry Income	31/05/2005	4.99	
Interest Income	01/06/2005	0.51	
Sundry Income	03/06/2005	0.97	
Sundry Income	27/06/2005	30.14	
Interest Income	01/07/2005	0.48	
Foreign Exchange Gain	31/07/2005	10.08	
Interest Income	01/08/2005	0.47	
Foreign Exchange Gain	26/08/2005	46.64	<b>3,899.61</b>

## **Payments**

Sundry Expense	28/02/2005	(9.45)	
Bank Charges	15/03/2005	(8.25)	
Sundry Expense	11/04/2005	(0.39)	
Bank Charges	15/04/2005	(5.53)	
Bank Charges	26/04/2005	(34.57)	
Foreign Exchange Loss	30/04/2005	(31.50)	
Bank Charges	16/05/2005	(8.32)	
Bank Charges	17/05/2005	(26.54)	
Sundry Expense	31/05/2005	(5.95)	
Foreign Exchange Loss	31/05/2005	(33.92)	
Sundry Expense	02/06/2005	(7.62)	
Sundry Expense	03/06/2005	(3.09)	
Bank Charges	15/06/2005	(78.30)	
Sundry Expense	27/06/2005	(21.78)	
Foreign Exchange Loss	30/06/2005	(51.13)	
Bank Charges	15/07/2005	(82.83)	
Foreign Exchange Loss	31/07/2005	(27.61)	
Sundry Expense	11/08/2005	(86.92)	
Bank Charges	15/08/2005	(132.75)	<b>(656.45)</b>

**Balance of Bank Statements at 26 August 2005**

**3,331.51**

	March-05		
Bank Date	Description	Payment	Receipt
28-Feb-05	Interest Income - bank statement		532.88
	Interest Income - 11am		110.75
	Interest Income - UBS		13,655.65
1-Mar-05	Bank charges - bank statement	(17.20)	
8-Mar-05	PAY HIH C&G RE PARAGON INV 4177	(2,827.16)	
14-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(19,771.80)	
21-Mar-05	F&D Mercantile - Deposit		5,537.00
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(326.20)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(1,309.00)	
	Reinsurance Receipt - NRG Victory Australia Ltd		2,798.62
22-Mar-05	Central Expense Reimbursement Feb 05	(17,551.71)	
30-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - ADJUSTMENT TO NOV AND DEC 04	(3,294.72)	
	Reinsurance Receipt		6,194.34
31-Mar-05	Interest Income - bank statement		348.38
	Interest Income - 11am		128.83
	Interest Income - UBS		14,934.40
<b>Grand Total</b>		<b>(45,097.79)</b>	<b>44,240.85</b>
	April-05		
Bank Date	Description	Payment	Receipt
1-Apr-05	Bank charges - bank statement	(16.20)	
7-Apr-05	KPMG - PROF FEES WMG 30/10-28/1/05	(1,003.26)	
14-Apr-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(19,164.24)	
	Claims Recoveries - Enterprise House		5,000.00
15-Apr-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(2,668.60)	
	PAY HIH C&G RE ALLEN & OVERY INV	(17,457.51)	
19-Apr-05	PAY HIH C&G RE ALLEN & OVERY	(26,576.09)	
22-Apr-05	F&D Mercantile - Deposit		228.36
	Transfer to BOA AUD Acc	(1,000.00)	
26-Apr-05	Bank charges - bank statement	(56.00)	
	Transfer to BOA EURO Acc	(846.60)	
	Transfer to BOA GBP Acc	(1,238.54)	
27-Apr-05	Central Expense Reimbursement Mar 05	(24,079.77)	
29-Apr-05	Interest Income - bank statement		741.00
	Interest Income - 11am		125.44
	Interest Income - UBS		14,498.91
<b>Grand Total</b>		<b>(94,106.81)</b>	<b>20,593.71</b>
	May-05		
Bank Date	Description	Payment	Receipt
2-May-05	Bank charges - bank statement	(23.50)	
5-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,237.15)	
13-May-05	WITHNALL MALEY & CO - PROFESSIONAL FEES	(231.00)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(18,519.27)	
17-May-05	Bank charges - bank statement	(28.00)	
	Transfer to BOA USD Acc	(663.57)	
19-May-05	F&D Mercantile - Deposit		1,215.62
	GST Refund from ATO		7,849.91
20-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,682.10)	
23-May-05	Central Expense Reimbursement Apr 05	(11,679.01)	
31-May-05	Interest Income - bank statement		571.76
	Interest Income - 11am		802.12
	Interest Income - UBS		14,052.15
<b>Grand Total</b>		<b>(34,063.60)</b>	<b>24,491.56</b>
	June-05		
Bank Date	Description	Payment	Receipt
1-Jun-05	Bank charges - bank statement	(21.20)	
10-Jun-05	F&D Mercantile - Deposit		232.00
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(2,002.00)	
14-Jun-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(1,947.04)	
17-Jun-05	PAY HIH C&G RE PARAGON INVOICE 418	(2,759.82)	
20-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,386.88)	
	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(1,807.30)	
24-Jun-05	Central Expense Reimbursement May 05	(15,973.88)	
30-Jun-05	Interest Income - bank statement		370.48
	Interest Income - 11am		801.51
	Interest Income - UBS		13,498.18
	KPMG - PROFESSIONAL FEES	(7,658.59)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,355.73)	
	Refund from BDW		7.03
<b>Grand Total</b>		<b>(34,912.44)</b>	<b>14,909.20</b>

	July-05		
Bank Date	Description	Payment	Receipt
1-Jul-05	Bank charges - bank statement	(16.00)	
11-Jul-05	F&D Mercantile - Deposit		4,731.96
14-Jul-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(17,442.92)	
15-Jul-05	Central Expense Reimbursement May 05	(16,843.85)	
21-Jul-05	KPMG - PROFESSIONAL FEES	(1,034.59)	
25-Jul-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(1,504.80)	
27-Jul-05	Transfer Reinsurance from CIC		91,045.25
	Transfer Reinsurance from HIH C&G		343,710.21
29-Jul-05	Interest Income - bank statement		255.57
	Interest Income - 11am		742.35
	Interest Income - UBS		13,061.65
	PAY HIH C&G RE ALLEN & OVERY INV	(15,222.00)	
	GUY CARPENTER & COMPANY - CLAIMS COLLECTION FEE OCT-DEC	(400.96)	
	PAY HIH C&G RE NORTON ROSE INV	(24,043.71)	
	Transfer Reinsurance from HIH C&G		23,343.23
	Transfer Reinsurance from FAIG		546.78
<b>Grand Total</b>		<b>(76,508.83)</b>	<b>477,437.00</b>
	August-05		
Bank Date	Description	Payment	Receipt
2-Aug-05	Reinsurance Rec - Guy Carpenter		92,705.92
10-Aug-05	F&D Mercantile - Deposit		297.24
12-Aug-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(16,871.10)	
18-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(1,443.28)	
25-Aug-05	KPMG ACTUARIES PTY LTD - PROFESSIONAL FEES	(1,203.40)	
	Central Expense Reimbursement Jun 05	(18,153.72)	
	GST Refund - Jun 05 QTR		5,551.00
	GST Refund - up tp Dec 04 QTR		82,842.19
26-Aug-05	Interest Income - UBS		558.70
<b>Grand Total</b>		<b>(37,671.50)</b>	<b>181,955.05</b>

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: FAI Traders Insurance Company Limited (In Liquidation)  
ACN or ARBN: 000 177 177

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>						
	<u>(accounts)</u>					<u>(statement)</u>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 2 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**



## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 2 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			5,631.35

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			4,723.09

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	18,663.82
	during the period for which this account has been made up	5,631.35
<b>total receipts</b> (this total carried forward to next account)		24,295.17

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	14,498.64
	during the period for which this account has been made up	
	preferred creditors	NIL
	unsecured creditors	NIL
	liquidator's remuneration	NIL
	other payments	4,723.09
<b>total payments</b> (this total carried forward to next account)		19,221.73

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	5,073.44
less unrepresented cheques	NIL
amounts invested by liquidator and not converted to cash	NIL
<b>amount available but not distributed</b>	<b>5,073.44</b>

**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ NIL

amount owing to liquidator in respect of expenses \$ NIL

remuneration paid to liquidator \$ 10,340.00

remuneration owing to liquidator \$ 24,187.00

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	NIL	NIL	NIL
cash in hand	NIL	NIL	NIL
cash at bank	NIL	NIL	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	185,000.00	26,000.00	1,606,000.00
assets subject to specific charges	NIL	NIL	NIL
<b>total assets</b>	<b>185,000.00</b>	<b>26,000.00</b>	<b>1,606,000.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ NIL

estimated amount available for unsecured creditors

\$ 1,586,886.44

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital

issued

\$ 47,222,850.00

paid up

\$ 47,222,850.00

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash

N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	26,749,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed  
date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐**Verification of liquidator's account and statement**

I declare the statements ticked below are correct

statement

✓ The information given in the statement of the position in the winding up is true to the  
best of my knowledge and belief at the date of signing.

if there are receipts and payments

✓ The account of receipts and payments set out above in the annexure marked (A) of  
(2) pages contains a full and true account of my receipts and payments in the period of  
winding up of that company and I have not, nor has any other person by my order or for  
my use during that period, received or paid any moneys on account of the company  
other than and except the items mentioned and specified in that account.

period of winding up(d/m/y)

from 28 February 2005

to

26 August 2005

if no receipts and payments

☐ I have not, nor has any other person by my order or for my use during that period,  
received or paid any moneys on account of the company.

Print name of Liquidator Anthony Gregory McGrath & Christopher John Honey

Sign here

date

23/4/05

# **FAI TRADERS INSURANCE COMPANY PTY LIMITED - IN LIQUIDATION**

Opening Balance as at 27 February 2005

4,165.18

## **Receipts**

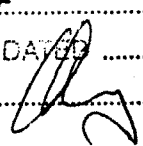
Interest	28/02/2005	15.59	
Interest	31/03/2005	17.91	
Interest	29/04/2005	16.80	
Close FAI Traders Bank Acc	12/05/2005	37.03	
GST Refund from ATO	19/05/2005	355.75	
Interest	31/05/2005	10.24	
Interest	30/06/2005	3.23	
Interest	29/07/2005	3.05	
GST Refund - Jun 05 QTR	25/08/2005	660.97	
GST Refund - up to Dec 04 QTR	25/08/2005	1,742.50	
Refund of bank fees	25/08/2005	1.44	
Dividend Account Inflows	see attached	2,766.84	5,631.35

## **Payments**

Bank Charges	28/02/2005	(20.00)	
Bank Charges	31/03/2005	(20.00)	
Bank Charges	29/04/2005	(20.00)	
Blake Dawson Waldron - Professional Fees	06/05/2005	(1,674.58)	
Blake Dawson Waldron - Professional Fees	20/05/2005	(2,150.63)	
Bank Charges	31/05/2005	(20.00)	
Bank Charges	30/06/2005	(20.00)	
Bank Charges	29/07/2005	(20.00)	
Dividend Account Outflows	see attached	(777.88)	(4,723.09)

Balance of Bank Statements at 26 August 2005

5,073.44

THIS IS THE ANNEXURE OF .....2..... PAGES  
 MARKED .....A..... REFERRED TO IN THE  
 .....FORM 524.....  
 SIGNED BY ME AND DATED .....23/9/05.....  
 SIGNATURE ..........

**FAI TRADERS INSURANCE COMPANY P/L - DIVIDEND ACC****Opening balance as at 27th February 2005****(73.18)****Receipts**

Interest Income	01/03/2005	0.40	
Sundry Income	02/03/2005	55.00	
Sundry Income	14/04/2005	150.00	
Transfer from FAI Reins NAB Acc	22/04/2005	1,000.00	
Transfer from FAI Reins NAB Acc	26/04/2005	743.13	
Interest Income	02/05/2005	0.31	
Transfer from FAI Reins NAB Acc	17/05/2005	667.11	
Sundry Income	31/05/2005	5.95	
Interest Income	01/06/2005	0.50	
Sundry Income	02/06/2005	7.62	
Sundry Income	06/06/2005	2.97	
Sundry Income	27/06/2005	21.78	
Interest Income	01/07/2005	0.34	
Foreign Exchange Gain	31/07/2005	3.62	
Interest Income	01/08/2005	0.47	
Sundry Income	11/08/2005	86.92	
Foreign Exchange Gain	26/08/2005	20.72	<b>2,766.84</b>

**Payments**

Bank Charges	15/03/2005	(7.55)	
Bank Charges	01/04/2005	(0.64)	
Bank Charges	15/04/2005	(5.53)	
Bank Charges	26/04/2005	(17.14)	
Foreign Exchange Loss	30/04/2005	(8.03)	
Bank Charges	16/05/2005	(5.53)	
Bank Charges	17/05/2005	(26.68)	
Foreign Exchange Loss	31/05/2005	(19.56)	
Sundry Expense	02/06/2005	(39.54)	
Sundry Expense	03/06/2005	(542.68)	
Bank Charges	15/06/2005	(5.42)	
Sundry Expense	27/06/2005	(1.90)	
Foreign Exchange Loss	30/06/2005	(15.99)	
Bank Charges	15/07/2005	(5.42)	
Foreign Exchange Loss	31/07/2005	(15.85)	
Bank Charges	15/08/2005	(60.42)	<b>(777.88)</b>

**Balance of Bank Statements at 26 August 2005****1,915.78**

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: FAI Reinsurances Pty Limited (In Liquidation)  
ACN or ARBN: 004 401 138

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>						
	<u>(accounts)</u>					<u>(statement)</u>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 2 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 2 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			857,381.16

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			4,510.58

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	1,197.02
	during the period for which this account has been made up	857,381.16

<b>total receipts</b> (this total carried forward to next account)	858,578.18
--	------------

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	681.12
	during the period for which this account has been made up	

preferred creditors	NIL
unsecured creditors	NIL
liquidator's remuneration	NIL
other payments	4,510.58

<b>total payments</b> (this total carried forward to next account)	5,191.70
--	----------

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	853,386.48
less unrepresented cheques	NIL
amounts invested by liquidator and not converted to cash	NIL

<b>amount available but not distributed</b>	<b>853,386.48</b>
---	-------------------

**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ NIL

amount owing to liquidator in respect of expenses \$ NIL

remuneration paid to liquidator \$ NIL

remuneration owing to liquidator \$ 24,274.09

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years



**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	NIL	NIL	NIL
cash in hand	NIL	NIL	NIL
cash at bank	NIL	NIL	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	752,000.00	823,939.93	2,363,220.00
assets subject to specific charges	NIL	NIL	68,693.58
<b>total assets</b>	<b>752,000.00</b>	<b>823,939.93</b>	<b>2,431,913.58</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ 68,693.58

estimated amount available for unsecured creditors

\$ 3,192,332.39

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital

issued

\$ 25,000,000.00

paid up

\$ 25,000,000.00

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash

N/A

details of creditors claims	Number	value \$
as per statement of affairs	NIL	NIL
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed  
date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐

**Verification of liquidator's account and statement**

*I declare the statements ticked below are correct*

statement

☒ The information given in the statement of the position in the winding up is true to the best of my knowledge and belief at the date of signing.

if there are receipts and payments

☒ The account of receipts and payments set out above in the annexure marked (A) of (2) pages contains a full and true account of my receipts and payments in the period of winding up of that company and I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company other than and except the items mentioned and specified in that account.

period of winding up(d/m/y)

from 28 February 2005

to 26 August 2005

if no receipts and payments

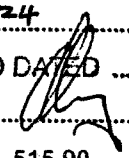
☐ I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company.

Print name of Liquidator Anthony Gregory McGrath & Christopher John Honey

Sign here

date

23/9/05

THIS IS THE ANNEXURE OF .....2..... PAGE  
 MARKED .....A..... REFERRED TO IN TH  
 .....FORM 524.....  
 SIGNED BY ME AND DATED .....23/9/05.....  
 SIGNATURE ..........

**FAI REINSURANCES PTY LIMITED - IN LIQUIDATION**

Opening Balance as at 27 February 2005

515.90

**Receipts**

Interest	28/02/2005	0.17	
Interest	31/03/2005	0.29	
Westpac Settlement	21/04/2005	826,114.04	
Interest	29/04/2005	904.51	
GST Refund from ATO	19/05/2005	168.89	
Interest	31/05/2005	3,177.27	
Interest - 11am Account	31/05/2005	580.82	
Transfer from LOC Security Acc	06/06/2005	7,223.33	
Interest	30/06/2005	136.04	
Interest - 11am Account	30/06/2005	3,487.46	
Interest	29/07/2005	106.99	
Interest - 11am Account	29/07/2005	3,619.41	
Transfer from USD LOC Acc	22/08/2005	8,649.88	
GST Refund - Jun 05 QTR	25/08/2005	95.07	
Bank Fees refund	25/08/2005	1.44	
Dividend Account Inflows	see attached	3,115.55	857,381.16

**Payments**

Bank Charges	28/02/2005	(20.00)	
Bank Charges	31/03/2005	(20.00)	
Transfer to BOA AUD Acc	22/04/2005	(500.00)	
Transfer to BOA GBP Acc	26/04/2005	(507.96)	
Transfer to BOA EURO Acc	26/04/2005	(743.13)	
Bank Charges	26/04/2005	(56.00)	
Bank Charges	29/04/2005	(20.00)	
Blake Dawson Waldron - Professional Fees	06/05/2005	(121.67)	
Bank Charges	18/05/2005	(28.00)	
Transfer to BOA USD Acc	18/05/2005	(667.11)	
Blake Dawson Waldron - Professional Fees	20/05/2005	(325.54)	
Bank Charges	06/06/2005	(30.00)	
Blake Dawson Waldron - Professional Fees	20/06/2005	(284.95)	
Blake Dawson Waldron - Professional Fees	30/06/2005	(313.68)	
Blake Dawson Waldron - Professional Fees	19/08/2005	(512.00)	
Dividend Account Outflows	see attached	(360.54)	(4,510.58)

**Balance of Bank Statements at 26 August 2005**

**853,386.48**

**FAI REINSURANCES LIMITED - DIVIDEND ACC****Opening balance as at 27th February 2005****425.57****Receipts**

Interest Income	01/03/2005	1.26	
Sundry Income	02/03/2005	55.00	
Interest Income	01/04/2005	2.14	
Transfer from FAI Reins NAB Acc	22/04/2005	500.00	
Transfer from FAI Reins NAB Acc	26/04/2005	1,251.09	
Interest Income	02/05/2005	2.13	
Transfer from FAI Reins NAB Acc	17/05/2005	667.11	
Interest Income	01/06/2005	2.05	
Sundry Income	02/06/2005	39.54	
Sundry Income	06/06/2005	539.98	
Interest Income	01/07/2005	2.03	
Foreign Exchange Gain	31/07/2005	7.34	
Interest Income	01/08/2005	2.08	
Foreign Exchange Gain	26/08/2005	43.80	<b>3,115.55</b>

**Payments**

Bank Charges	15/03/2005	(7.44)	
Bank Charges	15/04/2005	(5.53)	
Bank Charges	26/04/2005	(34.57)	
Foreign Exchange Loss	30/04/2005	(18.87)	
Bank Charges	16/05/2005	(5.42)	
Bank Charges	17/05/2005	(26.68)	
Sundry Expense	31/05/2005	(0.81)	
Foreign Exchange Loss	31/05/2005	(19.57)	
Foreign Exchange Loss	31/05/2005	(10.14)	
Sundry Expense	02/06/2005	(43.12)	
Sundry Expense	03/06/2005	(54.03)	
Sundry Expense	27/06/2005	(0.66)	
Foreign Exchange Loss	30/06/2005	(38.66)	
Bank Charges	15/07/2005	(5.42)	
Foreign Exchange Loss	31/07/2005	(29.20)	
Bank Charges	15/08/2005	(60.42)	<b>(360.54)</b>

**Balance of Bank Statements at 26 August 2005****3,180.58**

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: FAI Insurances Limited (In Liquidation)  
ACN or ARBN: 004 304 545

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>					<u>(statement)</u>	
	<u>(accounts)</u>						
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 4 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 4 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			1,520,117.91

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			8,469,950.74

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	24,473,092.65
	during the period for which this account has been made up	1,520,117.91
<b>total receipts</b> (this total carried forward to next account)		25,993,210.56

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	11,506,625.84
	during the period for which this account has been made up	
	preferred creditors	NIL
	unsecured creditors	NIL
	liquidator's remuneration	NIL
	other payments	8,469,950.74
<b>total payments</b> (this total carried forward to next account)		19,976,576.58

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	6,016,633.98
less unrepresented cheques	NIL
amounts invested by liquidator and not converted to cash	8,000,000.00
cash in hands of UK Provisional Liquidator (see note 1)	925,966.46

<b>amount available but not distributed</b>	<b>14,942,600.44</b>
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\*Note 1: In addition to the cash receipts & payments detailed in this return, further cash receipts & payments of the company occur under the control of the provisional liquidators in the UK. The UK provisional liquidators maintain separate cashbooks. As at 26 August 2005, the cash balances held by the UK provisional liquidators for the company were GBP320,288.96 and USD101,035.93.

**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
Redundancy	NIL	5,031.75	NIL	NIL
<b>totals</b>	<b>NIL</b>	<b>5,031.75</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**

(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ 17,417.98

amount owing to liquidator in respect of expenses \$ 1,611.70

remuneration paid to liquidator \$ 1,195,098.10

remuneration owing to liquidator \$ 54,925.40

period within which the winding up will probably be completed (d/m/y)

Unable to determine at present

causes which delay the termination of the winding up

Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**  
(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	NIL	NIL	NIL
cash in hand	NIL	NIL	NIL
cash at bank	NIL	NIL	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	55,847,000.00	19,231,000.00	24,906,000.00
assets subject to specific charges	NIL	NIL	NIL
<b>total assets</b>	<b>55,847,000.00</b>	<b>19,231,000.00</b>	<b>24,906,000.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ NIL

estimated amount available for unsecured creditors

\$39,792,063.34

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital issued  
paid up

\$ 241,615,498.98

\$ 241,615,498.98

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	710,907,000.00
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed

date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐

**Verification of liquidator's account and statement**

*I declare the statements ticked below are correct*

**statement**

☒ The information given in the statement of the position in the winding up is true to the best of my knowledge and belief at the date of signing.

**if there are receipts and payments**

☒ The account of receipts and payments set out above in the annexure marked (A) of ( 4 ) pages contains a full and true account of my receipts and payments in the period of winding up of that company and I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company other than and except the items mentioned and specified in that account.

period of winding up(d/m/y)

from 28 February 2005

to 26 August 2005

**if no receipts and payments**

☐ I have not, nor has any other person by my order or for my use during that period, received or paid any moneys on account of the company.

Print name of Liquidator Anthony Gregory McGrath & Christopher John Honey

Sign here

date

27/9/05

**FAI INSURANCES LIMITED - IN LIQUIDATION**

Opening Balance as at 27 February 2005

12,966,466.81

**Cash Inflows**

March-05	see attached	703,641.71	
April-05	see attached	170,100.68	
May-05	see attached	84,835.53	
June-05	see attached	64,648.56	
July-05	see attached	61,831.26	
August-05	see attached	433,834.65	
Dividend Account Inflows	see attached	1,225.52	1,520,117.91

**Cash Outflows**

March-05	see attached	(73,015.30)	
April-05	see attached	(48,290.12)	
May-05	see attached	(114,843.05)	
June-05	see attached	(109,491.71)	
July-05	see attached	(59,651.65)	
August-05	see attached	(8,064,499.25)	
Dividend Account Outflows	see attached	(159.66)	(8,469,950.74)

Balance of Bank Statements at 26 August 2005


6,016,633.98

Investments

8,000,000.00

Total available but not yet distributed

14,016,633.98

THIS IS THE ANNEXURE OF .....<sup>4</sup>..... PAGES  
MARKED .....<sup>A</sup>..... REFERRED TO IN THE  
.....<sup>FORM 524</sup>.....  
SIGNED BY ME AND DATED .....<sup>23/9/05</sup>.....  
SIGNATURE .....



**FAI INSURANCES LIMITED - DIVIDEND ACC****Opening Balance as at 27 February 2005****70.55****Receipts**

Interest Income	01/03/2005	0.32	
Sundry Income	02/03/2005	55.00	
Interest Income	01/04/2005	0.54	
Transfer from FAI Ins NAB Acc	22/04/2005	500.00	
Interest Income	02/05/2005	0.53	
Transfer from FAI Ins NAB Acc	17/05/2005	663.57	
Interest Income	01/06/2005	0.49	
Interest Income	01/07/2005	0.47	
Foreign Exchange Gain	31/07/2005	3.28	
Interest Income	01/08/2005	0.46	
Foreign Exchange Gain	26/08/2005	0.86	1,225.52

**Payments**

Bank Charges	15/03/2005	(6.10)	
Bank Charges	15/04/2005	(5.53)	
Bank Charges	16/05/2005	(5.42)	
Bank Charges	17/05/2005	(26.54)	
Bank Charges	31/05/2005	(4.99)	
Foreign Exchange Loss	31/05/2005	(1.86)	
Sundry Expense	03/06/2005	(1.00)	
Bank Charges	15/06/2005	(5.42)	
Sundry Expense	27/06/2005	(30.14)	
Foreign Exchange Loss	30/06/2005	(6.82)	
Bank Charges	15/07/2005	(5.42)	
Bank Charges	15/08/2005	(60.42)	(159.66)

**Balance of Bank Statements at 26 August 2005****1,136.41**

	<b>March-05</b>		
<b>Bank Date</b>	<b>Description</b>	<b>Payment</b>	<b>Receipt</b>
28-Feb-05	Interest Income - 11am		205.83
	Interest Income - bank statement		306.57
	Interest Income - UBS		56,752.45
2-Mar-05	Perpetual Guarantee Release		581,172.27
14-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(19,771.80)	
18-Mar-05	FOX HARTLEY SOLICITORS - PROFESSIONAL FEES	(3,031.68)	
21-Mar-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(29,102.06)	
22-Mar-05	Central Expense Allocation - Feb 05	(17,815.04)	
30-Mar-05	CLAIMS MANAGEMENT GROUP LIMITED - ADJUSTMENT TO NOV AND DEC 04	(3,294.72)	
31-Mar-05	Interest Income - 11am		1,333.38
	Interest Income - bank statement		1,238.56
	Interest Income - UBS		62,632.65
<b>Grand Total</b>		<b>(73,015.30)</b>	<b>703,641.71</b>
	<b>April-05</b>		
<b>Bank Date</b>	<b>Description</b>	<b>Payment</b>	<b>Receipt</b>
5-Apr-05	Rothwells Preference Share Liquidation		3,540.54
7-Apr-05	KPMG - PROF FEES FAI INSURANCE 30/10-	(2,370.23)	
8-Apr-05	Close FAI WBC Term Dep		2,415.36
	Close Westpac Bank Acc		97,350.66
14-Apr-05	Transfer to BOFA Dividend Account	(150.00)	
	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(19,164.24)	
22-Apr-05	Transfer to BOFA Dividend Account	(1,000.00)	
	Dividend Rec'd - Ricky Rowell		390.91
	Transfer to BOFA AUD Acc	(500.00)	
26-Apr-05	Transfer to BOFA Dividend Account	(743.13)	
	Bank Charges	(28.00)	
27-Apr-05	Central Expense Allocation - Mar 05	(24,334.52)	
29-Apr-05	Interest Income - 11am		1,955.91
	Interest Income - bank statement		677.90
	Interest Income - UBS		63,732.37
<b>Grand Total</b>		<b>(48,290.12)</b>	<b>170,063.65</b>
	<b>May-05</b>		
<b>Bank Date</b>	<b>Description</b>	<b>Payment</b>	<b>Receipt</b>
6-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(36,192.56)	
13-May-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(18,519.27)	
17-May-05	Transfer to BOA USD Acc	(663.57)	
	Bank Charges	(28.00)	
18-May-05	Transfer to BOA USD Acc	(667.11)	
	Bank Charges	(28.00)	
19-May-05	Transfer to FAI Financial Services	(100.00)	
	GST Refund from ATO		17,362.68
20-May-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(46,807.31)	
23-May-05	Central Expense Allocation - Apr 05	(11,800.20)	
31-May-05	Interest Income - 11am		2,076.65
	Interest Income - bank statement		444.69
	Interest Income - UBS		64,951.51
<b>Grand Total</b>		<b>(114,806.02)</b>	<b>84,835.53</b>
	<b>June-05</b>		
<b>Bank Date</b>	<b>Description</b>	<b>Payment</b>	<b>Receipt</b>
14-Jun-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(1,947.04)	
20-Jun-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(36,911.07)	
24-Jun-05	Central Expense Allocation - May 05	(16,194.10)	
29-Jun-05	ASIC - FEES	(3,010.00)	
30-Jun-05	Interest Income - 11am		2,017.85
	Interest Income - bank statement		244.90
	Interest Income - UBS		62,385.81
	KPMG - PROFESSIONAL FEES	(20,366.17)	
	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(31,063.33)	
<b>Grand Total</b>		<b>(109,491.71)</b>	<b>64,648.56</b>

	July-05		
Bank Date	Description	Payment	Receipt
14-Jul-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(17,442.92)	
15-Jul-05	Central Expense Allocation - Jun 05	(17,130.42)	
21-Jul-05	KPMG - PROFESSIONAL FEES	(1,034.59)	
29-Jul-05	Interest Income - 11am		1,982.87
	Interest Income - bank statement		203.30
	Interest Income - UBS		59,645.09
	PAY HIH C&G RE NORTON ROSE INV 128	(24,043.72)	
<b>Grand Total</b>		<b>(59,651.65)</b>	<b>61,831.26</b>
	August-05		
Bank Date	description	Payment	Receipt
12-Aug-05	CLAIMS MANAGEMENT GROUP LIMITED - OUTSOURCED CLAIMS MANAGEMENT FEES	(16,871.10)	
18-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(25,172.74)	
19-Aug-05	BLAKE DAWSON WALDRON - PROFESSIONAL FEES	(3,379.42)	
22-Aug-05	PHILLIPS FOX - PROFESSIONAL FEES	(806.30)	
	Unclaimed monies RECEIVED		187.45
23-Aug-05	Transfer to UBS Investment Portfolio	(8,000,000.00)	
25-Aug-05	Central Expense Allocation - Jul 05	(18,269.69)	
	GST Refund - Jun 05 QTR		18,688.39
	GST Refund - up to Dec 04 QTR		412,452.26
26-Aug-05	Interest Income - UBS		2,506.55
<b>Grand Total</b>		<b>(8,064,499.25)</b>	<b>433,834.65</b>

ASIC registered agent number 23182  
lodging party or agent name: McGrathNicol+Partners  
office, level, building name or PO Box: Level 9  
street number and name: 10 Shelley Street  
suburb / city: Sydney NSW 2000  
telephone: (02) 9338 2600  
facsimile: (02) 9338 2699  
DX number:

Australian Securities and Investments Commission

form **524**

**Presentation of  
Accounts and Statement by liquidator**

Corporations Act  
**539(1)**

corporation name: HIH Underwriting and Insurance (Australia) Pty Limited (In Liquidation)  
ACN or ARBN: 004 906 110

**Details of the winding up**

date of commencement (d/m/y) 27 August 2001

- type of winding up (tick one box)
- ☒ winding up by Court
- ☐ voluntary winding up by members
- ☐ voluntary liquidation by creditors
- ☐ appointment of provisional liquidator

**Details of the accounts**

Are the accounts final?

- ☐ Yes date when liquidator ceased to act (d/m/y)
- ☒ No date to which the accounts and statements  
are made up: **26 August 2005**

**Details of the liquidator**

date of appointment (d/m/y) 27 August 2001  
name (surname & given names) Anthony Gregory McGrath & Christopher John Honey  
office, floor, building name Level 9  
street number & name 10 Shelley Street  
suburb/city SYDNEY NSW 2000

**Documents**

**if first return**  
and

- (a) account of receipts and payments from the commencement of winding up  
(b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**if second or further return**

and

- (a) account of receipts and payments including aggregate amount of receipts and  
payments and payments during all preceding periods
- (b) statement relating the position in the winding up (this statement is not required if a  
provisional liquidator is appointed)

**Summary of items required in documents (as set out on following pages)**

<u>type of winding up</u>	<u>items required</u>						
	<u>(accounts)</u>					<u>(statement)</u>	
winding up by Court	1	2	3	4	5	6a	6b
voluntary winding up by members	1	2			5	6a	
voluntary liquidation by creditors	1	2	3	4	5	6a	6b
appointment of provisional liquidator	1	2	3	4	5		

(if insufficient space on form for accounts or statement)

Further details are enclosed in the annexure marked ( A ) of ( 2 ) pages

- Annexures must conform to the requirements shown at the end of this form.
- **Complete and sign the verification on page 4.**

## 1. Account of receipts and payments

Full details of investments made by the Liquidator and full details of the realisation of investments are enclosed in the annexure marked ( A ) of ( 2 ) pages.

Any profit or loss on realisation must appear in the 'Account of receipts and payments' as a notional receipt or payment with a reference to the particular investment.

### receipts

date	receipts from	Nature of receipts	Amount \$0.00
	Refer Attached		
totals			133,530.56

### payments

date	Payments to	Nature of payments	Amount \$0.00
	Refer Attached		
totals			24,423.63

## 2. Summary of receipts and payments

### Receipts

(exclude matured investments of liquidator except for that part which exceeds face value)

Total amounts received by liquidator	before the period for which this account has been made up	4,691,794.65
	during the period for which this account has been made up	133,530.56

<b>total receipts</b> (this total carried forward to next account)	4,825,325.21
--	--------------

### Payments

(exclude investments made by liquidator other than losses on realisation)

total payments made by liquidator	before the period for which this account has been made up	223,856.87
	during the period for which this account has been made up	

preferred creditors	NIL
unsecured creditors	NIL
liquidator's remuneration	NIL
other payments	24,423.63

<b>total payments</b> (this total carried forward to next account)	248,280.50
--	------------

### Balance held

cash in hands of liquidator	NIL
cash at bank	
credit as per bank statement	4,577,044.71
less unrepresented cheques	NIL
amounts invested by liquidator and not converted to cash	NIL

<b>amount available but not distributed</b>	<b>4,577,044.71</b>
---	---------------------

**3. Details of the dividends declared in respect of unsecured creditors in the period for which this account has been made up**  
(Details not required if a members' voluntary winding up)

date dividend was declared (d/m/y)

rate of dividend in the dollar (\$ per share)

Names of unsecured creditors	amount of proofs \$0.00	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

total dividend paid in winding up to date of this account	amount of dividend paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>

**4. Details of payments made to preferred creditors**  
(Details not required if a members' voluntary winding up)

Names and classification of preferred creditors to whom payments have been made state separate amounts for each classification	amount of proofs \$0.00	amount of dividend paid \$0.00	paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**5. Details of rate per share of return of assets in specie and/or cash to contributories**

date return paid (d/m/y)

rate of return in the dollar (\$ per share)

names of contributories (alphabetical order)	Number of shares	Amount of dividend Paid \$0.00	unclaimed \$0.00
<b>totals</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>

**6a Statement of position in winding up**  
(Details not required if a provisional liquidator is appointed)

amount received by liquidator in respect of expenses \$ NIL

amount owing to liquidator in respect of expenses \$ NIL

remuneration paid to liquidator \$ 13,517.00

remuneration owing to liquidator \$ 40,193.66

period within which the winding up will probably be completed (d/m/y)  
Unable to determine at present

causes which delay the termination of the winding up  
Complex nature of the group, including entities where agreement of creditors claims may take several years

**6b Statement of position in winding up (continued)**

(Details not required if a members' voluntary winding up or if a provisional liquidator is appointed)

	estimated realisable value in report of affairs	actual amounts realised to date of account	estimated realisable value of balance
assets not subject to specific charges			
interests in land	NIL	NIL	NIL
sundry debtors	29,000.00	29,000.00	NIL
cash in hand	NIL	NIL	NIL
cash at bank	666,000.00	666,000.00	NIL
stock on hand	NIL	NIL	NIL
work in progress	NIL	NIL	NIL
plant and equipment	NIL	NIL	NIL
other assets	5,548,000.00	3,760,000.00	NIL
assets subject to specific charges	NIL	NIL	2,741,000.00
<b>total assets</b>	<b>6,243,000.00</b>	<b>4,455,000.00</b>	<b>2,741,000.00</b>

total amount due to preferential creditors entitled to  
priority over the holders of debentures  
under any floating charge

\$ NIL

total amount owing under and secured by  
any debenture or floating charge over  
the assets of the company

\$ NIL

estimated amount available for unsecured creditors

\$ 7,277,851.05

contingent assets estimated to produce  
contingent liabilities estimated to rank for

\$ NIL

\$ NIL

share capital issued  
paid up

\$ 35,000,000.00

\$ 35,000,000.00

provide details of any arrangement where assets of the company have  
been disposed of by the liquidator for consideration other than for cash

N/A

details of creditors claims	Number	value \$
as per statement of affairs	Unknown	13,479,459.92
additional creditors known (proved)		
additional creditors known (not proved)		
proofs of debt received		
proofs of debt admitted		
Unpreferred		
Preferred		
proofs of debt under consideration		
proofs of debt withdrawn		
proofs of debt rejected		

if a voluntary liquidation by creditors or if a provisional liquidator appointed  
date of last annual meeting of creditors (d/m/y)

Was a quorum present at this meeting? Yes ☐ No ☐**Verification of liquidator's account and statement**

I declare the statements ticked below are correct

statement

✓ The information given in the statement of the position in the winding up is true to the  
best of my knowledge and belief at the date of signing.

if there are receipts and payments

✓ The account of receipts and payments set out above in the annexure marked (A) of  
(2) pages contains a full and true account of my receipts and payments in the period of  
winding up of that company and I have not, nor has any other person by my order or for  
my use during that period, received or paid any moneys on account of the company  
other than and except the items mentioned and specified in that account.

period of winding up (d/m/y)

from 28 February 2005

to

26 August 2005

if no receipts and payments

☐ I have not, nor has any other person by my order or for my use during that period,  
received or paid any moneys on account of the company.

Print name of Liquidator

Anthony Gregory McGrath &amp; Christopher John Honey

Sign here

date

25/9/05

(THIS IS THE ANNEXURE OF .....2..... PAGES  
MARKED .....A..... REFERRED TO IN THE

Form 524  
SIGNED BY ME AND DATED 23/9/05

SIGNATURE

HIH UNDERWRITING AND INSURANCE (AUSTRALIA) PTY LIMITED - IN LIQUIDATION

Opening Balance as at 27 February 2005

4,467,937.78

**Receipts**

Interest Income - bank statement	28/02/2005	133.56	
Interest Income - UBS	28/02/2005	19,520.07	
Interest Income - bank statement	31/03/2005	119.76	
Interest Income - UBS	31/03/2005	21,593.69	
Interest Income - bank statement	29/04/2005	53.00	
Interest Income - UBS	29/04/2005	21,974.71	
GST Refund from ATO	19/05/2005	1,628.03	
Interest Income - bank statement	31/05/2005	54.92	
Interest Income - UBS	31/05/2005	22,394.13	
Interest Income - bank statement	30/06/2005	48.76	
Interest Income - UBS	30/06/2005	21,549.59	
Interest Income - bank statement	29/07/2005	33.01	
Interest Income - UBS	29/07/2005	20,717.15	
GST Refund - Jun 05 QTR	25/08/2005	619.82	
GST Refund - up tp Dec 04 QTR	25/05/2005	2,065.65	
Interest Income - UBS	26/08/2005	870.84	
Dividend Account Inflows	see attached	153.87	133,530.56

**Payments**

Blake Dawson Waldron - Professional Fees	21/03/2005	(911.00)	
REIMBURSE HIH U&A RE BDW	29/03/2005	(15,453.30)	
Blake Dawson Waldron - Professional Fees	06/05/2005	(1,193.40)	
Blake Dawson Waldron - Professional Fees	20/05/2005	(1,585.10)	
Blake Dawson Waldron - Professional Fees	20/06/2005	(1,301.04)	
KPMG - Professional Fees	30/06/2005	(1,656.82)	
Blake Dawson Waldron - Professional Fees	30/06/2005	(1,081.67)	
Blake Dawson Waldron - Professional Fees	19/08/2005	(1,149.35)	
Dividend Account Outflows	see attached	(91.95)	(24,423.63)

Balance of Bank Statements at 26 August 2005

4,577,044.71



**HIH UNDERWRITING & INSURANCE AUSTRALIA P/L - DIVIDEND ACC****Opening balance as at 27th February 2005****56.61****Receipts**

Interest Income	01/03/2005	0.15	
Sundry Income	02/03/2005	55.00	
Interest Income	01/04/2005	0.32	
Interest Income	02/05/2005	0.46	
Sundry Income	31/05/2005	0.81	
Interest Income	01/06/2005	0.42	
Sundry Income	02/06/2005	41.75	
Sundry Income	06/06/2005	51.65	
Sundry Income	27/06/2005	0.66	
Interest Income	01/07/2005	0.40	
Foreign Exchange Gain	31/07/2005	0.23	
Interest Income	01/08/2005	0.39	
Foreign Exchange Gain	26/08/2005	1.63	<b>153.87</b>

**Payments**

Bank Charges	15/03/2005	(7.20)	
Bank Charges	15/04/2005	(5.53)	
Bank Charges	16/05/2005	(5.42)	
Bank Charges	15/06/2005	(5.42)	
Foreign Exchange Loss	30/06/2005	(1.24)	
Bank Charges	15/07/2005	(5.42)	
Foreign Exchange Loss	31/07/2005	(1.30)	
Bank Charges	15/08/2005	(60.42)	<b>(91.95)</b>

**Balance of Bank Statements at 26 August 2005****118.53**

## **Royal Commission website references**

### **Financial background for each Scheme Company**

#### **HIH Casualty & General Insurance Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV05.asp>

#### **CIC Insurance Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV17.asp>

#### **FAI General Insurance Company Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV20.asp>

#### **FAI Traders Insurance Company Pty Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV28.asp>

#### **FAI Reinsurances Pty Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV29.asp>

#### **FAI Insurances Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV19.asp>

#### **World Marine & General Insurances Pty Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV06.asp>

#### **HIH Underwriting and Insurance (Australia) Pty Limited**

<http://www.hihroyalcom.gov.au/Reference/CIV/CIV03.asp>

**HIH Casualty & General Insurance Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

RATA as at  
30 September 2005

**Assets not specifically charged**

\$'000

<b>Cash</b>	
Cash on hand	2
Cash at bank	112,814
	<u>112,816</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	7,091
Amounts owing by related bodies corporate	80,560
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	2,985
Other debtors - PEE Funds	11,708
	<u>102,345</u>
<b>Investments</b>	
Short term deposits	126,244
Managed Investments	265,160
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	24,989
Investments in associates	0
Other	0
	<u>416,393</u>
<b>Reinsurance recoveries receivable</b>	502,781
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	150,857
	<u>150,857</u>
<b>Total assets not specifically charged</b>	<u><u>1,285,191</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	2,950
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>2,950</u></u>

**TOTAL ASSETS**

1,288,141

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	(3,707)
<b>Total amounts payable in advance of secured creditors</b>	<u><u>(3,707)</u></u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	(2,950)
	<u>(2,950)</u>
<b>Total liabilities secured by specific charge over assets</b>	<u><u>(2,950)</u></u>

**Balance Sheet**  
**as at 30th September 2005**  
**Unsecured creditors\***

<b>Accounts payable</b>	
Trade Creditors	(28,886)
Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies	0
Goods and services tax	0
Sundry creditors - Return Premiums	(28,859)
AIG surety bond	0
	<u>(57,745)</u>
<b>Borrowings</b>	
Debentures issued	0
Convertible notes (subordinated)	0
Medium term note issues	0
Subordinated borrowings**	(183,490)
Bond issue	0
	<u>(183,490)</u>
<b>Provisions</b>	
Other	(11)
	<u>(11)</u>
<b>Outstanding claims</b>	
Deferred Claims	(1,283,849)
IBNR Claims	(1,416,564)
Outstanding claims	<u>(1,239,288)</u>
	<u>(3,939,702)</u>
<b>Unearned premiums</b>	
	0
<b>Other liabilities</b>	
Other creditors and accruals	0
Amounts owing to related bodies corporate	(440,811)
	<u>(440,811)</u>
<b>Total unsecured creditors</b>	<u><u>(4,621,758)</u></u>
<b>TOTAL LIABILITIES</b>	<u><u>(4,628,415)</u></u>
<b>NET DEFICIT</b>	<u><u>(3,340,274)</u></u>

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

**FAI General Insurance Company Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

**RATA as at**  
**30 September 2005**

**Assets not specifically charged**

**\$'000**

<b>Cash</b>	
Cash on hand	0
Cash at bank	26,347
	<u>26,347</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	94,037
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	1,102
Other debtors	0
	<u>95,138</u>
<b>Investments</b>	
Short term deposits	199,826
Managed Investments	355,042
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	9,314
Bonds issued by related body corporate	0
Investment properties	0
Investments in associates	0
Other	192
	<u>564,375</u>
<b>Reinsurance recoveries receivable</b>	91,819
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	159,648
	<u>159,648</u>
<b>Total assets not specifically charged</b>	<u><u>937,326</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	3,741
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u>3,741</u>
<b>TOTAL ASSETS</b>	<u><u>941,067</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u>0</u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	(3,741)
	<u>(3,741)</u>
<b>Outstanding claims - Allianz claims reserve trust</b>	0

**Balance Sheet****as at 30th September 2005**

Unearned premiums - Allianz claims reserve trust

0

**Total liabilities secured by specific charge over assets**(3,741)**Unsecured creditors\*****Accounts payable**

Trade Creditors

(23,853)

Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies

0

Goods and services tax

0

Sundry creditors

(29)

AIG surety bond

0(23,882)**Borrowings**

Debentures issued

0

Convertible notes (subordinated)

0

Medium term note issues

0

Subordinated borrowings\*\*

0

Bond issue

00**Provisions**

Other

00**Outstanding claims**

Deferred Claims

(418,085)

IBNR Claims

(903,597)

Outstanding claims

(617,586)(1,939,268)

Unearned premiums

0

**Other liabilities**

Other creditors and accruals

0

Amounts owing to related bodies corporate

(390,615)(390,615)**Total unsecured creditors**(2,353,764)**TOTAL LIABILITIES**(2,357,505)**NET DEFICIT**(1,416,438)

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

**CIC Insurance Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

RATA as at  
30 September 2005

**Assets not specifically charged**

\$'000

<b>Cash</b>	
Cash on hand	0
Cash at bank	10,559
	<u>10,559</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	36,936
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	547
Other debtors	0
	<u>37,482</u>
<b>Investments</b>	
Short term deposits	75,288
Managed Investments	147,551
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	7,079
Bonds issued by related body corporate	0
Investment in Allianz joint venture	0
Investment properties	0
Investments in associates	0
Other	0
	<u>229,918</u>
<b>Reinsurance recoveries receivable</b>	26,111
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	22,500
	<u>22,500</u>
<b>Total assets not specifically charged</b>	<u><u>326,569</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
Short term deposits	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>0</u></u>
<b>TOTAL ASSETS</b>	<u><u>326,569</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims

**Total amounts payable in advance of secured creditors**

0
<u><u>0</u></u>

**Liabilities secured by specific charge over assets**

Accounts payable

**Balance Sheet****as at 30th September 2005**

Amounts payable in relation to letters of credit\*\*\*

0

Outstanding claims - Allianz claims reserve trust

0

Unearned premiums - Allianz claims reserve trust

0**Total liabilities secured by specific charge over assets**0**Unsecured creditors\*****Accounts payable**

Trade Creditors

(12,844)

Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies

0

Goods and services tax

0

Sundry creditors

(69)

AIG surety bond

0(12,913)**Borrowings**

Debentures issued

0

Convertible notes (subordinated)

0

Medium term note issues

0

Subordinated borrowings\*\*

0

Bond issue

00**Provisions**

Other

00

Outstanding claims

(147,643)

Deferred Claims

(304,552)

IBNR Claims

(162,285)

Outstanding claims

(614,480)

Unearned premiums

0

**Other liabilities**

Other creditors and accruals

0

Amounts owing to related bodies corporate

(23,311)(23,311)**Total unsecured creditors**(650,704)**TOTAL LIABILITIES**(650,704)**NET DEFICIT**(324,134)

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity



**World Marine and General Insurance Pty Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

**RATA as at**  
**30 September 2005**

**Assets not specifically charged**

**\$'000**

**Cash**

Cash on hand	0
Cash at bank	4,825
	<u>4,825</u>

**Receivables**

Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	10,376
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	27
Other debtors	0
	<u>10,403</u>

**Investments**

Short term deposits	3,522
Managed Investments	0
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	0
Bonds issued by related body corporate	0
Investment in Allianz joint venture	0
Investment properties	0
Investments in associates	0
Other	0
	<u>3,522</u>

<b>Reinsurance recoveries receivable</b>	6,730
--	-------

<b>Renewal rights</b>	0
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**Other**

Prepayments	0
Other receivables	237
	<u>237</u>

<b>Total assets not specifically charged</b>	<u><u>25,718</u></u>
--	----------------------

**Assets subject to specific charges**

**Investments**

Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>0</u></u>

<b>TOTAL ASSETS</b>	<u><u>25,718</u></u>
---------------------	----------------------

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u><u>0</u></u>

**Liabilities secured by specific charge over assets**

**Accounts payable**

Amounts payable in relation to letters of credit***	0
	<u>0</u>
<b>Outstanding claims - Allianz claims reserve trust</b>	<u>0</u>

**Balance Sheet**  
**as at 30th September 2005**

Unearned premiums - Allianz claims reserve trust	0
<b>Total liabilities secured by specific charge over assets</b>	<b>0</b>

**Unsecured creditors\***

<b>Accounts payable</b>	
Trade Creditors	(176)
Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies	0
Goods and services tax	0
Sundry creditors	(1)
AIG surety bond	0
	<u>(177)</u>
<b>Borrowings</b>	
Debentures issued	0
Convertible notes (subordinated)	0
Medium term note issues	0
Subordinated borrowings**	0
Bond issue	0
	<u>0</u>
<b>Provisions</b>	
Other	0
	<u>0</u>
<b>Outstanding claims</b>	(7,043)
Deferred Claims	(6,101)
IBNR Claims	<u>(24,314)</u>
Outstanding claims	<u>(37,458)</u>
<b>Unearned premiums</b>	0
<b>Other liabilities</b>	
Other creditors and accruals	0
Amounts owing to related bodies corporate	(9,574)
	<u>(9,574)</u>
<b>Total unsecured creditors</b>	<b><u>(47,208)</u></b>
<b>TOTAL LIABILITIES</b>	<b><u>(47,208)</u></b>
<b>NET DEFICIT</b>	<b><u>(21,490)</u></b>

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

**FAI Traders Insurance Company Pty Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

RATA as at

30 September 2005

**Assets not specifically charged**

\$'000

<b>Cash</b>	
Cash on hand	0
Cash at bank	3
	<u>3</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	1,156
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	0
Other debtors	0
	<u>1,156</u>
<b>Investments</b>	
Short term deposits	0
Managed Investments	0
Loans secured	0
Loans unsecured	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	0
Bonds issued by related body corporate	0
Investment properties	0
Investments in associates	0
Other	0
	<u>0</u>
<b>Reinsurance recoveries receivable</b>	465
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	0
	<u>0</u>
<b>Total assets not specifically charged</b>	<u><u>1,624</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>0</u></u>
<b>TOTAL ASSETS</b>	<u><u>1,624</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u><u>0</u></u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	0
	<u>0</u>
<b>Outstanding claims - Allianz claims reserve trust</b>	<u>0</u>

**Balance Sheet****as at 30th September 2005**

Unearned premiums - Allianz claims reserve trust

0

**Total liabilities secured by specific charge over assets****0****Unsecured creditors\*****Accounts payable**

Trade Creditors

0

Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies

0

Goods and services tax

0

Sundry creditors

0

AIG surety bond

0

**0****Borrowings**

Debentures issued

0

Convertible notes (subordinated)

0

Medium term note issues

0

Subordinated borrowings\*\*

0

Bond issue

0

**0****Provisions**

Other

0

**0****Outstanding claims**

(2,913)

**Deferred Claims**

(4,937)

**IBNR Claims**

(33,215)

**Outstanding claims****(41,066)****Unearned premiums**

0

**Other liabilities**

Other creditors and accruals

0

Amounts owing to related bodies corporate

(21,471)

**(21,471)****Total unsecured creditors****(62,537)****TOTAL LIABILITIES****(62,537)****NET DEFICIT****(60,913)**

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

**FAI Reinsurances Pty Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

RATA as at  
30 September 2005

**Assets not specifically charged**

\$'000

<b>Cash</b>	
Cash on hand	0
Cash at bank	55
	<u>55</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	2,363
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	0
Other debtors	0
	<u>2,363</u>
<b>Investments</b>	
Short term deposits	829
Managed Investments	0
Loans secured	0
Loans unsecured	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	0
Bonds issued by related body corporate	0
Investment properties	0
Investments in associates	0
Other	0
	<u>829</u>
<b>Reinsurance recoveries receivable</b>	0
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	0
	<u>0</u>
<b>Total assets not specifically charged</b>	<u><u>3,248</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u>0</u>
<b>TOTAL ASSETS</b>	<u><u>3,248</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u>0</u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	0
<b>Outstanding claims - Allianz claims reserve trust</b>	<u>0</u>
<b>Unearned premiums - Allianz claims reserve trust</b>	0

**Balance Sheet**  
**as at 30th September 2005**

**Total liabilities secured by specific charge over assets**

**0**

**Unsecured creditors\***

**Accounts payable**

Trade Creditors	0
Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies	0
Goods and services tax	0
Sundry creditors	0
AIG surety bond	0
	<u>0</u>

**Borrowings**

Debentures issued	0
Convertible notes (subordinated)	0
Medium term note issues	0
Subordinated borrowings**	0
Bond issue	0
	<u>0</u>

**Provisions**

Other	0
	<u>0</u>

**Outstanding claims**

Deferred Claims	(666)
IBNR Claims	(306)
Outstanding claims	(477)
	<u>(1,449)</u>

**Unearned premiums**

0

**Other liabilities**

Other creditors and accruals	0
Amounts owing to related bodies corporate	(104)
	<u>(104)</u>

**Total unsecured creditors**

**(1,553)**

**TOTAL LIABILITIES**

**(1,553)**

**NET ASSETS**

**1,695**

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

**FAI Insurances Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

**RATA as at**  
**30 September 2005**

**Assets not specifically charged**

**\$'000**

<b>Cash</b>	
Cash on hand	0
Cash at bank	982
	<u>982</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	3,806
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	14
Other debtors	0
	<u>3,819</u>
<b>Investments</b>	
Short term deposits	5,901
Managed Investments	7,913
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	24,133
Bonds issued by related body corporate	0
Investment properties	0
Investments in associates	0
Other	0
	<u>37,947</u>
<b>Reinsurance recoveries receivable</b>	21,100
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	0
	<u>0</u>
<b>Total assets not specifically charged</b>	<u><u>63,849</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>0</u></u>
<b>TOTAL ASSETS</b>	<u><u>63,849</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u><u>0</u></u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	0
	<u>0</u>
<b>Outstanding claims - Allianz claims reserve trust</b>	<u>0</u>

**Balance Sheet****as at 30th September 2005**

Unearned premiums - Allianz claims reserve trust

0

**Total liabilities secured by specific charge over assets****0****Unsecured creditors\*****Accounts payable**

Trade Creditors

(4,158)

Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies

0

Goods and services tax

0

Sundry creditors

0

AIG surety bond

0

**(4,158)****Borrowings**

Debentures issued

0

Convertible notes (subordinated)

0

Medium term note issues

(151,791)

Subordinated borrowings\*\*

0

Bond issue

0

**(151,791)****Provisions**

Other

0

**0****Outstanding claims**

(17,479)

**Deferred Claims**

(7,233)

**IBNR Claims**

(63,484)

**Outstanding claims****(88,195)****Unearned premiums**

0

**Other liabilities**

Other creditors and accruals

(2,137)

Amounts owing to related bodies corporate

(1,069,835)

**(1,071,972)****Contingent Cross Guarantee Liabilities**

FAI Leasing Finance Pty Limited - In Liquidation

(793,203)

FAI Home Security Holdings Limited - In Liquidation

(1,725)

**(794,928)****Total unsecured creditors****(2,111,044)****TOTAL LIABILITIES****(2,111,044)****NET DEFICIT****(2,047,195)**

\* : All unsecured creditors have been disclosed as if they rank pari pasu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity



**HIH Underwriting and Insurance (Australia) Pty Limited - In Liquidation**  
**Balance Sheet**  
**as at 30th September 2005**  
**All values in AUD**

RATA as at  
30 September 2005

**Assets not specifically charged**

\$'000

<b>Cash</b>	
Cash on hand	0
Cash at bank	8
	<u>8</u>
<b>Receivables</b>	
Trade debtors	0
Amounts due from reinsurers, other insurers and statutory bodies	0
Amounts owing by related bodies corporate	358
Accrued premiums	0
Accrued interest, commission and other income	0
GST Recoverable	5
Other debtors	0
	<u>364</u>
<b>Investments</b>	
Short term deposits	4,614
Managed Investments	0
Loans secured	0
Loans unsecured	0
Corporate bonds	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Shares in non-related entities - unlisted	0
Shares in controlled entities	0
Bonds issued by related body corporate	0
Investment in Allianz joint venture	0
Investment properties	0
Investments in associates	0
Other	0
	<u>4,614</u>
<b>Reinsurance recoveries receivable</b>	1,775
<b>Renewal rights</b>	0
<b>Other</b>	
Prepayments	0
Other receivables	0
	<u>0</u>
<b>Total assets not specifically charged</b>	<u><u>6,761</u></u>

**Assets subject to specific charges**

<b>Investments</b>	
Short term deposits	0
Government and semi-government stocks and bonds	0
Shares in non-related entities - listed	0
Units in claims reserve trust	0
<b>Total assets subject to specific charges</b>	<u><u>0</u></u>
<b>TOTAL ASSETS</b>	<u><u>6,761</u></u>

**Amounts payable in advance of secured creditors**

Provision for redundancy, employee entitlements and employee claims	0
<b>Total amounts payable in advance of secured creditors</b>	<u><u>0</u></u>

**Liabilities secured by specific charge over assets**

<b>Accounts payable</b>	
Amounts payable in relation to letters of credit***	0
	<u>0</u>

## Balance Sheet

as at 30th September 2005

Total liabilities secured by specific charge over assets

0

### Unsecured creditors\*

#### Accounts payable

Trade Creditors	0
Amounts payable to or on behalf of reinsurers, other insurers and statutory bodies	0
Goods and services tax	0
Sundry creditors	0
AIG surety bond	0

#### Borrowings

Debentures issued	0
Convertible notes (subordinated)	0
Medium term note issues	0
Subordinated borrowings**	0
Bond issue	0

#### Provisions

Other	0
-------	---

Outstanding claims	(30,487)
Deferred Claims	(4,998)
IBNR Claims	(29,818)
Outstanding claims	(65,303)

Unearned premiums	0
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#### Other liabilities

Other creditors and accruals	0
Amounts owing to related bodies corporate	(1,510)

#### Contingent Cross Guarantee Liabilities

HIH Underwriting and Agency Services Limited - In Liquidation	(207,994)
FAI (CTP) Pty Limited	(13,461)
MW Payne (Assessors) Pty Limited	(7,406)
HIH Legal Services Pty Limited	(7,096)
HIH Travel (Australia) Pty Limited	(12,446)
A.C.N 006 584 103 Pty Limited (formerly Ready Plan Group Limited) - In Liq	(358)
A.C.N 005 312 345 Pty Limited (formerly Ready Plan Asia Pacific Pty Ltd) - In Liq	(103)
HIH Investment Holdings Limited - In Liquidation	(141,778)

Total unsecured creditors	(457,454)
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TOTAL LIABILITIES	(457,454)
-------------------	-----------

NET DEFICIT	(450,693)
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\* : All unsecured creditors have been disclosed as if they rank pari passu. The impact of Section 562A of the Corporations Law has not been considered

\*\* : Subordinated borrowings rank after unsecured ordinary creditors

\*\*\* : Letters of credit were issued to support insurance operations predominantly in the United Kingdom. The letters of credit were secured over assets in this entity

## **Appendix 4**

## **Liquidators' estimates of final Scheme Payment Percentages as at 30 September 2005**

<b>Scheme Company</b>	<b>Estimated final Scheme Payment Percentage</b>
HIH Casualty & General Insurance Limited	15% to 25%
FAI General Insurance Company Limited	25% to 35%
CIC Insurance Limited	30% to 40%
FAI Traders Insurance Company Pty Limited	Less than 5%
FAI Reinsurances Pty Limited	More than 50%
FAI Insurances Limited	Less than 5%
World Marine & General Insurances Pty Limited	30% to 40%
HIH Underwriting and Insurance (Australia) Pty Limited	Less than 5%

### **Qualification of Estimates**

The above figures are preliminary estimates only. The actual final outcome may vary considerably from these estimates, depending on reinsurance collected, development of future claims patterns, bad debt levels, other asset recoveries, the success of litigation and costs, and the effect of the application of distribution priorities.

### **Timing**

If the Australian Schemes are implemented, the Liquidators expect the Scheme Administrators to be able to pay an initial Scheme Payment Percentage of at least 5% to all creditors in respect of HIH C&G, FAI General and CIC in the first half of 2006. The likely timing of the first payment of a Scheme Percentage for the remaining Scheme Companies has not yet been determined.

### **Effect of priorities**

Creditors within each company may receive different rates of final Scheme Payment Percentage caused by the effects of section 116(3) of the Insurance Act and section 562A(3) of the Corporations Act.

Based on current projections of the relevant assets and liabilities in each Scheme Company, the Liquidators expect any difference in distribution rates caused by the s562A/s116 priorities to be less than 7 cents in the dollar for each of the three main companies: HIH C&G, FAI General and CIC.

The above estimates do not apply to creditors with claims subject to some specific priorities. These include creditors entitled to distributions from the US Trust Funds or creditors entitled to asset recoveries as a result of specific Court orders under s562A(4) of the Corporations Act. These creditors may achieve higher distribution rates which the Liquidators are not yet able to predict.

# Appendix 5

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**Chris Honey**

Chris is a partner in the Sydney office of McGrathNicol+Partners. He specialises in insolvency and advisory appointments, as well as corporate restructuring, and has particular experience in the insurance sector.

Chris has led the project management of the liquidation of HIH Insurance Limited and related companies since the appointment of Provisional Liquidators in March 2001. He is also the Joint Liquidator of Pan Pharmaceuticals Limited.

Chris became a partner in McGrathNicol+Partners when it formed on 1 July 2004. Prior to this, he was a partner in KPMG, having joined KPMG in February 1987. Prior to transferring to Sydney in June 1999, Chris worked in the Restructuring department of KPMG's Corporate Recovery practice in London.

**Date of birth** - 29/10/1962

**Nationality** - English and Australian

**Qualifications**

Fellow, Institute of Chartered Accountants in England and Wales

Member, Institute of Chartered Accountants in Australia

Licensed Insolvency Practitioner (UK) 1993 to 1999

Registered Liquidator (Australia)

Official Liquidator (Australia)

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**Tony McGrath**

Tony is the Managing Partner of McGrathNicol+Partners and is based in the Sydney office. He specialises in insolvency and advisory appointments and has particular experience in the insurance sector.

He is the Joint Liquidator of Pan Pharmaceuticals Limited and of HIH Insurance Limited and 40 related entities. He has previously been involved in the solvent run-off of ReAc Insurance and Judicial Management of Occidental and Regal Life Insurance.

Tony became Managing Partner of McGrathNicol+Partners when it formed on 1 July 2004. Prior to this, Tony was the head of Corporate Recovery in the Sydney office of KPMG. Tony joined KPMG in 1985 and became a partner in 1996.

**Date of birth** - 06/10/1959

**Nationality** - Australian

**Qualifications**

Member, Institute of Chartered Accountants in Australia

Member, Insolvency Practitioners Association of Australia

Official Liquidator (Australia)

## Appendix 6



## **Committees of Inspection for the Scheme Companies**

### **HIH Casualty & General Insurance Limited (In Liquidation)**

#### **Creditor**

ACT Workers Compensation Supplementation Fund  
Arthur J Gallagher Professional Services Australasia Pty Limited  
Department of Treasury and Finance  
LawCover Pty Limited  
Motor Accident Insurance Commission  
Building Insurers' Guarantee Corporation  
The Treasury, HCSL  
United Medical Protection  
Workers' Compensation & Rehabilitation Commission  
HIH Holdings (Asia) Limited (in Provisional Liquidation)  
The Law Society of Hong Kong  
Motor Traders' Associated of New South Wales  
TWU Superannuation Fund

#### **Committee Member**

Glen Gaskill  
Frank Earl  
Peter Coatman  
David Martin  
Lesley Anderson  
Michael Hanna  
Chris Legg  
Chris Bratchford  
Harry Neesham  
John Holmes, Jan Blaauw  
David Cowling  
James McCall  
Bill McMillin

### **FAI General Insurance Company Limited (In Liquidation)**

#### **Creditor**

ACT Workers Compensation Supplementation Fund  
Arthur J Gallagher Professional Services Australasia Pty Limited  
Department of Treasury and Finance  
LawCover Pty Limited  
Motor Accidents Authority  
Motor Accident Insurance Commission  
Building Insurers' Guarantee Corporation  
The Treasury, HCSL  
United Medical Protection  
Workers' Compensation & Rehabilitation Commission  
The Law Society of Hong Kong  
Motor Traders' Associated of New South Wales

#### **Committee Member**

Glen Gaskill  
Frank Earl  
Peter Coatman  
David Martin  
David Bowen  
Lesley Anderson  
Michael Hanna  
Chris Legg  
Chris Bratchford  
Harry Neesham  
David Cowling  
James McCall

**CIC Insurance Limited (In Liquidation)****Creditor****Committee Member**

ACT Workers Compensation Supplementation Fund  
Arthur J Gallagher Professional Services Australasia Pty Limited  
LawCover Pty Limited  
Motor Accidents Authority  
Motor Accident Insurance Commission  
Treasury, HCSL  
Workers' Compensation & Rehabilitation Commission  
Motor Traders' Associated of New South Wales

Glen Gaskill  
Frank Earl  
David Martin  
David Bowen  
Lesley Anderson  
Chris Legg  
Harry Neesham  
James McCall

**FAI Traders Insurance Company Pty Limited (In Liquidation)**

No Committee of Inspection

**FAI Reinsurances Pty Limited (In Liquidation)**

No Committee of Inspection

**FAI Insurances Limited (In Liquidation)****Creditor****Committee Member**

HSBC  
FAI Leasing Finance Pty Limited  
Australian HII Companies (In Liquidation)  
FAI NZ General Insurance  
NZ HII Companies (In Liquidation)

Chris Alexander  
James Thackray  
James Thackray  
Shane Hodson  
Shane Hodson

**World Marine & General Insurances Pty Limited (In Liquidation)**

No Committee of Inspection

**HII Underwriting and Insurance (Australia) Pty Limited (In Liquidation)**

No Committee of Inspection

## **Appendix 7**

**Nomination Form for Membership of a Creditors Committee**

Requirements: To be eligible for membership of a Creditors Committee, a person or a company must be a Scheme Creditor of the Scheme Company, or be nominated by two Scheme Creditors. If a company is appointed, it must then nominate an individual to represent it on the Creditors' Committee.

Please complete the details below for each Scheme Company that you would like to be nominated for inclusion on the Creditors Committee, and return to the Liquidators.

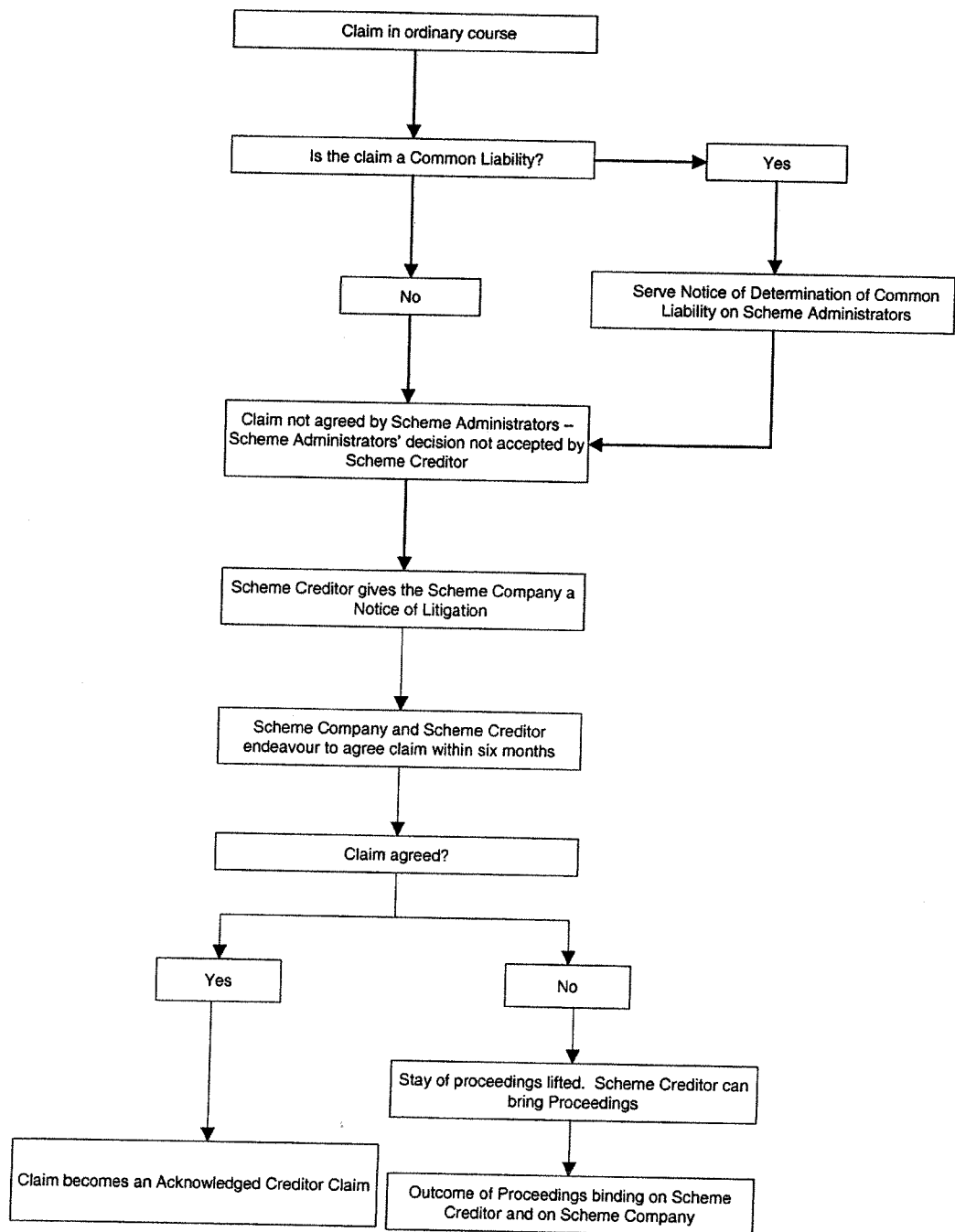
Scheme Company	.....
Name of Scheme Creditor(s)	.....
Name of nominated representative	.....
Position / Role of nominated representative	.....
Organisation of the nominated representative (if different from the Scheme Creditor)	.....
Organisation address	..... ..... ..... .....
Estimated value of debt owed by the relevant Scheme Company in the question above (AUD or AUD Equivalent)	.....

.....  
**Signature (and Position /Role) of authorised representative of Scheme Creditor(s)**

.....  
**Signature of nominated representative**

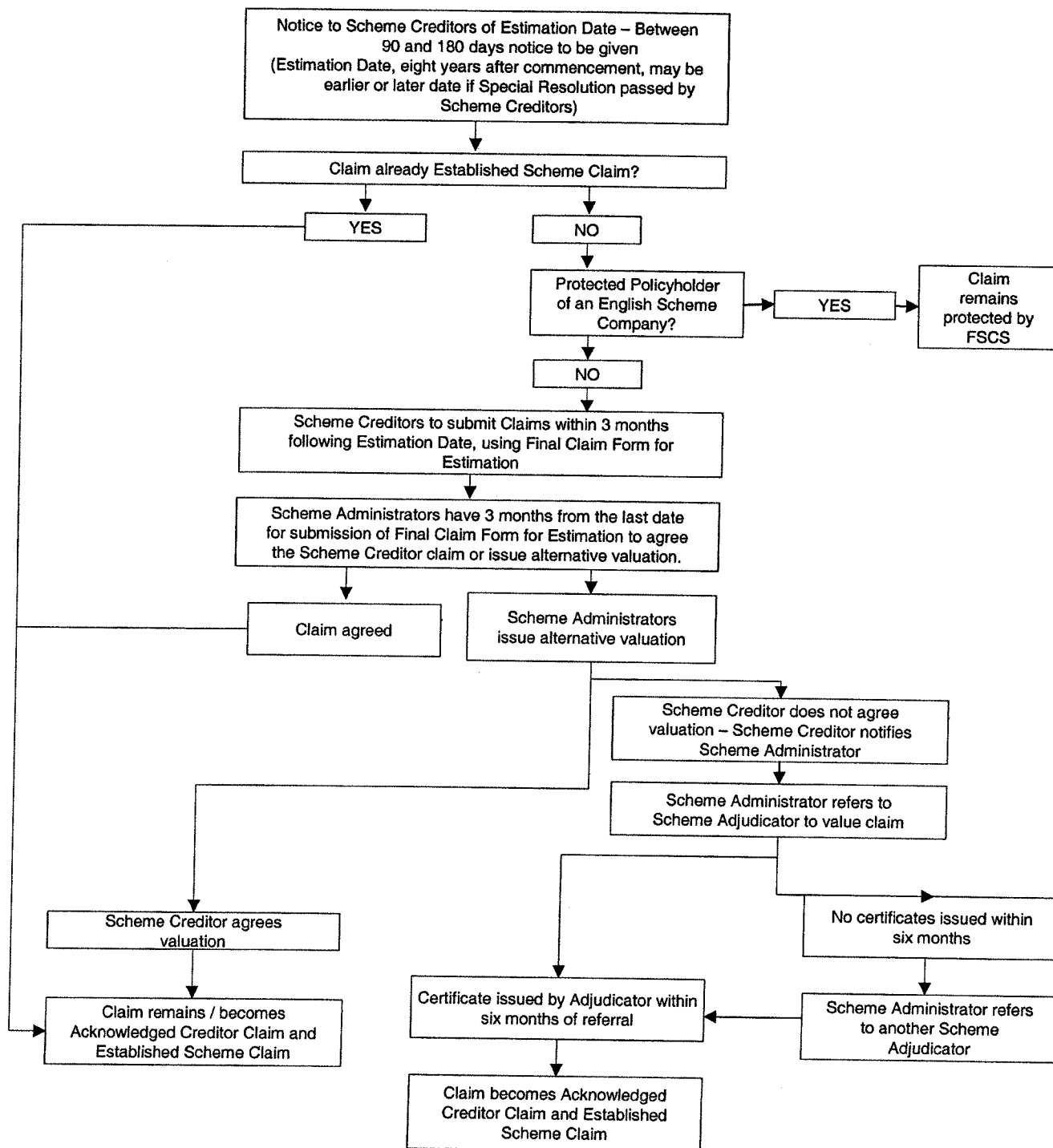
## Appendix 8

**Procedures for dealing with disputed  
Scheme Claims during Run-Off  
Period (prior to Estimation Date)**



## **Appendix 9**

## Claims agreement procedure after Estimation Date





## Appendix 10

## **Summary of Australian Scheme provisions in relation to the FSCS and the English Authorised Scheme Companies**

### **Important Note**

**Under the terms of the Australian Scheme, the FSCS will have obligations in respect of certain Scheme Claims in respect of which policyholders of the English Authorised Scheme Companies may be entitled to protection from the FSCS. Compensation from the FSCS under the Australian Scheme is, subject to its terms, only payable to policyholders of the English Authorised Scheme Companies whose policies were United Kingdom policies (within the meaning of the Policyholders Protection Act) at the Record Date and who would otherwise qualify for protection under that Act if those companies had gone into liquidation at the Record Date.**

### **INTRODUCTION**

1. Certain creditors of the English Authorised Scheme Companies may have other sources of payment available to them in respect of their claims, either in addition to or as an alternative to the English Authorised Scheme Companies' payment obligations under the Australian Scheme. Brief details of one such alternative, applying to policyholders of the English Authorised Scheme Companies in the United Kingdom, are set out below. It is stressed that the explanation set out below is made in an attempt to assist creditors, and that the Liquidators and the UK Provisional Liquidators do not warrant or represent either its accuracy or completeness.
2. **The Liquidators and the UK Provisional Liquidators are not advising creditors concerning the rights which they may have to other sources of payment or the way in which creditors may exercise those rights. Creditors who believe that they may have other sources of payment should consult their own professional advisers. Claims against other sources of payment should be submitted to the appropriate body, as well as to the Australian Scheme Administrators.**

### **THE RUN-OFF PERIOD**

3. During the Run-off Period (i.e. before the Estimation Date) once a Payment Percentage has been set under the Australian Scheme, an English Authorised Scheme Company will pay a Protected Policyholder a percentage of his or her claim when it is established, in the same way that an English Authorised Scheme Company would any other Scheme Creditor. Subject to certain qualifications, however, the FSCS will also pay to him or her an amount sufficient to ensure that he or she receives in total (after taking into account all amounts paid and payable by the relevant English Authorised Scheme Company) the percentage of his or her claim that the FSCS would have been under a duty to secure that he or she was paid if the relevant English Authorised Scheme Company had gone into liquidation in the United Kingdom on the Record Date.
4. Payment will be made by the FSCS as soon as reasonably practicable following the later of the dates specified for this purpose in the Australian Scheme.

5. **Payment will generally be made by the FSCS in the currency of the claim, although subject to the Capped Sterling Equivalent as explained below.**
6. Any obligation of the FSCS under the Australian Scheme to a Protected Policyholder in respect of a Protected Liability is subject to the same conditions, limitations, qualifications and other provisions (subject to any necessary adjustments) contained or referred to in, or capable of being imposed under, sections 9, 13(1), to (3) and 14 of the Policyholders Protection Act (for the avoidance of doubt, for the purposes of section 13(3) in its application to the Australian Scheme, the FSCS shall be entitled to have regard both to its obligations under the Australian Scheme and to its responsibilities otherwise than under the Australian Scheme) as the duty which the FSCS would have had under sections 6 to 8 of the Policyholders Protection Act to secure the making of a payment to any policyholder or any other person in respect of that Protected Liability if the English Authorised Scheme Company concerned had been a company in liquidation in the United Kingdom.
7. Under the Australian Scheme, an amount payable in respect of any Protected Liability by the FSCS in a currency other than Sterling is not to exceed a Capped Sterling Equivalent, arrived at by converting that amount into Sterling at a rate 12.5 per cent less than the average daily exchange rate prevailing over the period of three months prior to the Effective Date and converting the resulting amount back to the original currency at the exchange rate prevailing on the Business Day immediately prior to payment. If the Euro replaces Sterling, the currency cap will continue to apply as if references to Sterling were references to the Euro.
8. There is an overall limitation on the obligations of the FSCS under the Australian Scheme in respect of any Scheme Creditor or liability of any English Authorised Scheme Company, by reference to the obligations which it would have had (and neither any Scheme Creditor nor any English Authorised Scheme Company shall have any different or greater relief or remedy against the FSCS than he or it would have had) if the relevant English Authorised Scheme Company had been in liquidation in the United Kingdom, save for the FSCS's obligation to make payments in the currency of the claim. If an English Authorised Scheme Company goes into liquidation in the United Kingdom after the Record Date, the FSCS will not have any obligation which it would not have had, or greater than it would have had, if the relevant English Authorised Scheme Company had gone into liquidation in the United Kingdom on the Record Date.
9. The FSCS will not have an obligation to make payment to an English Authorised Scheme Company or to any person who had any responsibility for or who may have profited from the circumstances giving rise to the financial difficulties of the relevant English Authorised Scheme Company. For such purposes, any benefit which might accrue to any such person who is a policyholder of the relevant English Authorised Scheme Company in his capacity as such will be disregarded.
10. All rights of Protected Policyholders in respect of a Protected Liability under or in respect of a policy in relation to which payment is made by the FSCS and under the Australian Scheme, any rights and claims the Protected Policyholder may have to a return of the premiums paid under such policy and any rights and claims the Protected Policyholder may have against other persons in respect of any event giving rise to that Protected Liability (other than another insurer which has insured the Protected Policyholder in respect of the same event) or by reference to or in connection with the policy relating to the Protected Liability are automatically assigned to the FSCS with effect from the date of the payment

(or, if an English Authorised Scheme Company has gone into liquidation in the United Kingdom, with effect from the liability becoming an Established Scheme Claim).

11. The rights and claims assigned include all those which a Protected Policyholder may have in respect of a Protected Liability to any payment out of, interest in or recourse to any such letter of credit, trust fund, guarantee, guarantee fund, deposit or similar arrangement.
12. Following any automatic assignment, the FSCS will have a right to payment by the relevant English Authorised Scheme Company of all sums due or payable in respect of the Protected Liability in question (except that if the relevant English Authorised Scheme Company has gone into liquidation in the United Kingdom and the initial payment by the relevant English Authorised Scheme Company falls to be made after that assignment it will be made to the Protected Policyholder concerned). Alternatively or in addition, the FSCS may require a specific assignment to it of such rights and claims in advance and as a condition of or following any payment by it to a Protected Policyholder.
13. It is a condition of payment by the FSCS that, unless it otherwise consents in any case, the Protected Policyholder is entitled and able to assign to the FSCS the above-mentioned rights and claims free from any third party right.
14. The FSCS may make payment to any person other than the policyholder in circumstances including those where it would be required or entitled to do so under the Policyholders Protection Act if the relevant English Authorised Scheme Company were in liquidation in the United Kingdom.
15. No payment will be made by the FSCS in respect of any part of the Scheme Claim which represents interest other than interest arising under a policy for a period prior to and ending on the Record Date.
16. A payment by the FSCS under the Australian Scheme will not operate to reduce or discharge any liability of an English Authorised Scheme Company or any part of such liability.
17. A person receiving payment from the FSCS who has knowingly provided false, misleading or incomplete information to it will be bound to repay to the FSCS on demand all amounts received by him in respect of the relevant Established Scheme Claim, together with interest.
18. If an English Authorised Scheme Company goes into liquidation in the United Kingdom, the rights of the FSCS will continue to be governed by the provisions of the Australian Scheme (rather than the provisions which would otherwise apply on liquidation in the United Kingdom outside the Australian Scheme) and the FSCS's obligations under the Australian Scheme will continue.
19. The FSCS Schedule, which forms part of the Australian Scheme, sets out the FSCS's obligations under the Australian Scheme and a summary of certain provisions of the Policyholders Protection Act appear in appendix 11 to this explanatory statement. The obligations of the FSCS are governed by English law.
20. **Policyholders who believe that they may be entitled to the benefit of protection under the Policyholders Protection Act should contact the FSCS at the address appearing in**

**appendix 5. If you are in any doubt whether you are a Protected Policyholder, you should consult your own legal adviser without delay.**

## **THE ESTIMATION PERIOD**

21. The Australian Scheme provides that any Scheme Creditor who considers they have or may have any Protected Liabilities as at the Estimation Date, should submit a Final Claim Form for Estimation to the Australian Scheme Administrators on or before the day three months after the Estimation Date. The Scheme Creditor must state where indicated on the Final Claim Form for Estimation that the Protected Liabilities are or would be protected (upon maturing) under the Policyholders Protection Act.
22. Protected Liabilities, as used in this Appendix, will mean Protected Agreed Liabilities, Protected Outstanding Losses and Protected IBNR, as defined in the Australian Scheme.
23. **Scheme Creditors in any doubt as to their protected status should submit a Final Claim Form for Estimation to the Australian Scheme Administrators so as to be received by them on or before the day three months after the Estimation Date. Failure to do so will prevent any Scheme Creditor from receiving any payments from the relevant English Authorised Scheme Company or the FSCS if the Notified Liability turns out not to be protected.**
24. Final Claim Forms for Estimation containing Protected Liabilities which are submitted so as to be received by the Australian Scheme Administrators on or before the day three months after the Estimation Date will be referred by the Australian Scheme Administrators to the FSCS. If the FSCS agrees that they appear to or would qualify (upon maturing) for protection under the Policyholders Protection Act, such Protected Liabilities shall be designated under the Australian Scheme as Accepted Protected Liabilities. In that case, the agreement, adjudication and payment provisions summarised in paragraph 6 of this Explanatory Statement will not apply and, instead, they will be treated in the way summarised below. The designation of any Protected Liability as an Accepted Protected Liability does not bind the FSCS as to eligibility for protection (under the Policyholders Protection Act, the Australian Scheme or otherwise) or as to the amount of any claim for the purposes of such protection.
25. If the FSCS does not agree to designate a Notified Liability as an Accepted Protected Liability, the Australian Scheme Administrators, Scheme Creditor and the FSCS will seek to agree how such liabilities are to be dealt with under the Australian Scheme. This will include the manner in which sums may be paid, any appropriate reservation of rights and the way in which the Scheme Creditor will give credit to the FSCS for any amounts received by the Scheme Creditor from an English Authorised Scheme Company.
26. A Scheme Creditor may consider that they are unprotected in circumstances where they cannot show good cause for that status and the Australian Scheme Administrators and the FSCS believe they are protected. In such a case, then with the consent of the FSCS and subject to entering a legally binding waiver of their rights as a Protected Policyholder or as otherwise agreed by the FSCS, the Scheme Creditor shall receive a distribution from the relevant English Authorised Scheme Company.
27. For the purpose of establishing the FSCS Amount, the Australian Scheme Administrators will calculate the total aggregate value of all Protected Liabilities which are Accepted

Protected Liabilities and all other Protected Agreed Liabilities, Protected Outstanding Losses and Protected IBNR of which the Australian Scheme Administrators or the relevant English Authorised Scheme Company are aware.

28. The Australian Scheme Administrators will pay to the FSCS the amounts due by way of Payment Percentages calculated on the FSCS Amount on the same basis as those distributions are paid to other Scheme Creditors. The relevant English Authorised Scheme Company's liability to make payments to the FSCS under the Australian Scheme in respect of Protected Agreed Liabilities, Protected Outstanding Losses and Protected IBNR shall be fixed at the amounts payable in respect of the FSCS Amount.
29. The FSCS will undertake to pay (notwithstanding the termination of the Australian Scheme or any liquidation of the relevant English Authorised Scheme Company) the full amount of the Protected Percentage of any Protected Liability owed to a Protected Policyholder who is not entitled to receive payments from the relevant English Authorised Scheme Company under the Australian Scheme. Accordingly, such Protected Policyholders will have no right to any payment from the relevant English Authorised Scheme Company in respect of such liability.
30. No Scheme Creditor is eligible for compensation from the FSCS in respect of a Protected Liability, unless and to the extent that such liability becomes an Established Scheme Claim by agreement or determination with the Australian Scheme Administrators (or after termination of the Australian Scheme, the FSCS) in the normal manner and the FSCS agrees or it is otherwise determined that such liability is protected. In particular, where the relevant English Authorised Scheme Company has solvent co-insurers, claims must be agreed or litigated with the lead solvent co-insurers prior to seeking agreement of such claims.
31. Neither the calculation of the FSCS Amount by the Australian Scheme Administrators nor any agreement or adjudication of an Established Scheme Claim by the Australian Scheme Administrators or Scheme Adjudicator will bind the FSCS (either as to liability or quantum) in determining the existence or amount of any claim made against it by a Protected Policyholder in respect of a Protected Liability.
32. The FSCS will only make payments to Protected Policyholders in respect of Protected Liabilities if and to the extent they would be eligible for protection under the Policyholders Protection Act were the relevant English Authorised Scheme Company in liquidation. Payment will be made only after the existence and amount of the Protected Liabilities are properly agreed by the relevant English Authorised Scheme Company or the FSCS during or after the Australian Scheme, such Protected Liability having matured into an actual present liability of a scheme company. In the event the FSCS has received a distribution in respect of a Notified Liability that turns out not to be protected if and when it matures, then the FSCS will pay to the Scheme Creditor the amount of the relevant distributions together with interest.
33. In making any claim for compensation, a Protected Policyholder will be subject to those obligations and limitations on the FSCS's liability set out in paragraph 1 of the FSCS Schedule, including the requirement to assign their Protected Liabilities to the FSCS as a condition of receiving compensation.

34. The Australian Scheme will not alter the treatment of Protected Liabilities which became Established Scheme Claims in the normal way before the Estimation Date or which are notified to the Australian Scheme Administrators on a Final Claim Form for Estimation so as to be received by them on or before the day three months after the Estimation Date and which become Established Scheme Claims before that date.
35. The provisions of the Australian Scheme dealing with the treatment of Protected Liabilities, in common with the remainder of the Australian Scheme, are expressed to survive any liquidation of an English Authorised Scheme Company. They will also continue to operate notwithstanding any termination of the Australian Scheme for any other reason.
36. Until the termination of the Australian Scheme, the Australian Scheme Administrators, with the assistance of Omni Whittington will continue to undertake the claims handling functions for the purpose of agreeing or determining Established Scheme Claims as a precursor to submitting them to the FSCS for the purpose of determining their protected status. After termination, such claims handling function will be undertaken by the FSCS, who Scheme Creditors with Protected Liabilities should contact directly. If and when the FSCS is satisfied as to the validity, amount and eligibility for protection under the Policyholders Protection Act of the claim, it will pay to the Scheme Creditor the Protected Percentage of that amount.
37. The FSCS will make payments in the original currency of claims, subject to the currency cap provided for in the Australian Scheme.

## **Appendix 11**



## **The English Authorised Scheme Companies**

### **Summary of Policyholders Protection Act 1975 and the FSCS**

#### **Important Note**

**Under the terms of the Australian Scheme, the FSCS will have obligations in respect of certain Scheme Claims in respect of which policyholders of the English Authorised Scheme Companies may be entitled to protection from the FSCS. Compensation from the FSCS under the Australian Scheme is, subject to its terms, only payable to policyholders of the English Authorised Scheme Companies whose policies were United Kingdom policies (within the meaning of the Policyholders Protection Act) at the Record Date and who would otherwise qualify for protection under that Act if those companies had gone into liquidation at the Record Date.**

**Any creditor who is in any doubt as to his own position should take his own legal advice.**

#### **Preliminary**

This memorandum contains a summary of certain provisions of the Policyholders Protection Act 1975 (PPA) and the role of the FSCS. It is not an exhaustive guide to all the provisions of the PPA and the role of the FSCS which may be relevant to establishing whether, and if so, to what extent, a policyholder is eligible for protection or assistance from the FSCS under the Australian Scheme. Certain expressions used herein are defined in the Australian Scheme on pages 5 to 13.

#### **The Applicable Provisions**

At midnight on 30 November 2001 the PPA was repealed by the Financial Services and Markets Act 2000 (Consequential Amendments and Repeals) Order 2001 of the United Kingdom. The functions of the Policyholders Protection Board (PPB) in relation to the English Authorised Scheme Companies and their policyholders under the PPA have been transferred to the FSCS. As the insolvency of the English Authorised Scheme Companies occurred before the PPA was repealed, the provisions of the PPA continue to apply to the English Authorised Scheme Companies.

#### **The FSCS**

The FSCS is a company limited by guarantee established by the FSA in accordance with Section 212 of the Financial Services and Markets Act 2000. The FSCS exercises the functions previously carried on by the PPB. The assets and liabilities of the PPB have been transferred to the FSCS, which further finances its functions by means of levies on authorised insurers. The chairman and board of the FSCS are appointed by the FSA (acting, in the case of the chairman, with the approval of the Treasury).

#### **Payment Obligations: the PPA**

The FSCS's obligations under the Australian Scheme are determined principally by reference to its duties under the PPA which, in the event of the liquidation of an English Authorised Scheme Company in the United Kingdom on the Record Date (on 15 March 2001), it would have owed certain of the relevant English Authorised Scheme Company's policyholders or security holders in

respect of policies issued or securities given by the relevant English Authorised Scheme Company. There are two categories of liabilities of an English Authorised Scheme Company toward such policyholders or security holders which would qualify for protection under the PPA:

- those where the liability may be protected as to 100% of its amount; and
- those where the liability may be protected as to 90% of its amount.

**It should be noted that the duties of the FSCS in liquidation (and hence its obligations under the Australian Scheme) are subject to a number of important qualifications. Furthermore, the existence of any duty of the FSCS in any particular case depends upon the relevant conditions of the PPA being satisfied.**

Some of these qualifications and conditions are summarised below.

### **100% Protection**

Subject to the relevant provisions of the PPA, in a liquidation to which the PPA applies (and, therefore, in the Australian Scheme, should it take effect), it is the duty of the FSCS to secure that a sum equal to the full amount of any “liability subject to compulsory insurance” of a company in liquidation towards any policyholder (who need not be for these purposes a “private policyholder”) or security holder under the terms of any policy or security which satisfies the requirements of specified enactments is paid to the policyholder or security holder as soon as reasonably practicable after the beginning of the liquidation. For such purposes, as well as for the purposes of the 90% protection referred to below, a policy must have been a policy of insurance which was a “United Kingdom policy” at the time when the liquidation of the company began.

“A liability subject to compulsory insurance” is a liability required under specified enactments in the United Kingdom to be covered by insurance (or by some other provision for ensuring its discharge). The specified enactments are Section 1(4)(d) of the Riding Establishments Act 1964 of the United Kingdom, Section 1 of the Employers’ Liability (Compulsory Insurance) Act 1969 of the United Kingdom, Part VI of the Road Traffic Act 1988, and the equivalent provisions applicable to Northern Ireland. Policies evidencing contracts of insurance effected for the purpose of Section 19 of the Nuclear Installations Act 1965 of the United Kingdom are also covered.

Where a claim relates to a liability under a policy of one of the types specified above which is not a liability subject to compulsory insurance it is only eligible for 90% protection. This 90% protection is discussed below.

The FSCS also has a duty, in a liquidation to which the PPA applies, (and accordingly, the Australian Scheme should it become effective) subject to the relevant provisions of the PPA, to secure that a sum equal to the full amount of any liability of a company in liquidation in respect of a sum payable to a person entitled to the benefit of a judgment under certain legislation (Section 149 of the Road Traffic Act 1972 of the United Kingdom, Section 151 of the Road Traffic Act 1988 of the United Kingdom, or the equivalent provisions in force in Northern Ireland) is paid to that person as soon as reasonably practicable after the beginning of the liquidation.

### **90% Protection**

The 90% protection is available only in respect of the liabilities of a company in liquidation towards “private policyholders”. Subject to the relevant provisions of the PPA, in a liquidation to

which the PPA applies, it is the duty of the FSCS to secure that a sum equal to 90% of the amount of the liability of an authorised insurance company in liquidation towards a “private policyholder” under the terms of the relevant policy is paid to the policyholder as soon as reasonably practicable after the beginning of the liquidation.

A liability will not qualify for the 90% protection unless the relevant policy is a “general policy”, or unless the policy is one of the types described in relation to the 100% protection above. A “general policy” means any policy evidencing a contract the effecting of which constituted the carrying on of general business within the meaning of the Insurance Companies Act 1982 of the United Kingdom, with the exception of reinsurance and certain specified classes of business. The categories of “general business” which are relevant for the 90% protection are accident, sickness, land vehicles, railway rolling stock, fire and natural forces, damage to property, motor vehicle liability, general liability, credit, suretyship, miscellaneous financial loss and legal expenses.

### **Interpretation**

The PPA contains, or incorporates by reference, definitions of some of the more significant words and expressions mentioned above. Three definitions particularly relevant to the Australian Scheme are set out below.

#### *United Kingdom Policy*

The policy in question must have been a “United Kingdom policy” within the meaning of Section 4(2) of the PPA at the relevant time. A policy of insurance is a United Kingdom policy if, had any of the obligations under the contract evidenced by the policy been performed at the relevant time, such performance would have formed part of an insurance business which the insurer was authorised to carry on in the United Kingdom, whether or not such obligations would have been performed in the United Kingdom.

#### *Policyholder*

A claimant must be a “policyholder”. A policyholder is the person who, for the time being, is the legal holder of the policy for securing the contract with the insurance company and includes a person to whom, under a policy, a sum is due or a periodic payment is payable.

#### *Private Policyholder*

The 90% protection described above is only available to policyholders who are “private policyholders”.

A “private policyholder” means a policyholder who is either an individual or a partnership or other unincorporated body of persons, all of whom are individuals.

Consequently, a body corporate cannot be a private policyholder. Furthermore, it has been established by the English Courts that:

- (a) a professional corporation is not an individual and cannot be a private policyholder;
- (b) no partnership, one or more of whose partners is a professional corporation, can be a private policyholder, nor can any individual in his capacity as a partner in such partnership; and

- (c) being in partnership with a professional corporation does not disqualify an individual from being a private policyholder if he contracts with the insurance company in a capacity other than as a partner.

### **Basis of Participation**

The FSCS will participate in the Australian Scheme pursuant to its discretionary powers under Section 16(4) of the PPA to take such measures as it considers appropriate, for the purposes of assisting policyholders of a company in financial difficulties, to enable the company to continue to carry on insurance business. The FSCS has the power to make payments pursuant to Section 16(4) of the PPA on such terms and on such conditions as it thinks fit.

### **Assignments**

Any duty of the FSCS to assist a policyholder of a company in liquidation by the measures described in the preceding paragraph is subject to compliance on the part of the policyholder with any conditions imposed by the FSCS with respect to the total or partial assignment to the FSCS of his rights under or in respect of the policy and certain other rights.

The Australian Scheme contains a provision by which all rights which a Protected Policyholder has in respect of or in connection with a Protected Liability or a Liability which subsequently matures into a Protected Liability in relation to which payment has been made by the FSCS (under the Australian Scheme) are automatically and absolutely assigned to the FSCS with effect from payment being made. Alternatively, or in addition, the FSCS may require a separate assignment to it of such rights in advance and as a condition of it making payment. The right to require a separate assignment will also apply as well as the other provisions of the Australian Scheme in the event that the Australian Scheme terminates.

### **Other Relevant Provisions**

#### **Section 16**

To receive protection from the FSCS under the Australian Scheme, and to qualify as a "Protected Policyholder" for the purposes of the Australian Scheme, a Scheme Creditor must, in addition to satisfying the other specified eligibility criteria, meet the requirements of Section 16(9) of the PPA.

Accordingly, a Scheme Creditor must be a policyholder in respect of a general policy of an English Authorised Scheme Company which was a United Kingdom policy on the Record Date.

### **General**

The obligations of the FSCS to Protected Policyholders under the Australian Scheme are expressly made subject to the same conditions, limitations, qualifications and other provisions contained or referred to in, or capable of being imposed under specified sections of the PPA. Some potentially significant aspects of the provisions are summarised below.

#### *Insufficiency of Funds*

The FSCS finances its functions in relation to general insurance business by means of levies imposed upon authorised insurers. The amount a company can be required to pay in respect of general insurance business is limited, in any financial year, to 0.8% of its income liable to the levy

in the year last ending before that financial year. Accordingly, the FSCS's duties under Sections 6 to 11 of the PPA, including the duties described in the paragraphs concerning its payment obligations above (and therefore its obligations under the FSCS Schedule), are qualified to the extent that they do not require the FSCS to make any payment at a time when it appears to the FSCS that the funds available to it fall short of what it needs to carry out its various responsibilities (including any responsibilities towards policyholders of companies other than an English Authorised Scheme Company).

However, in the event that funds do fall short, the obligations of the FSCS to make payment under the FSCS Schedule will be postponed and not avoided. It is not possible to forecast the amounts required for the FSCS to perform all its responsibilities which may arise during the operation of the Australian Scheme. It is possible that responsibilities giving rise to substantial payments by the FSCS will arise in future years.

#### *Duplication of liability*

Section 9(1) of the PPA provides that the FSCS shall not, by virtue of any provision of Sections 6 to 8 of the PPA, be required to secure any sum for a policyholder in respect of a policy of a company in liquidation which was a United Kingdom policy at the beginning of the liquidation by reference to any liability (or any part of any liability) which is duplicated by the liability of any other authorised insurance company which is not a company in liquidation.

By virtue of Section 9(2) of the PPA, a liability of a company towards a policyholder is duplicated by the liability of another company for such purposes insofar as that other company is also under a liability, under the terms of any general policy which was a United Kingdom policy at the beginning of the first mentioned company's liquidation, to make any payment to or on behalf of the policyholder in respect of the matter to which the liability of the first mentioned company relates.

#### *Payments to a person other than the policyholder*

Under Section 13(1) of the PPA, where it appears to the FSCS, in the case of any policy of a company in liquidation:

- (a) that payment in respect of any sums falling due under the policy could have been made in accordance with the policy to a person other than the policyholder; or
- (b) that any sums paid under the policy would have been subject to any trust, charge or other agreement binding on the policyholder,

the FSCS may secure the payment of any sum payable to the policyholder in accordance with any of the provisions of Sections 6 to 8 of the PPA (in whole or in part) to that other person or (as the case may be) to the person appearing to the FSCS to be entitled under the trust, charge or agreement in question, instead of to the policyholder.

Any payment made by virtue of the provisions of Section 13(1) of the PPA to a person other than the policyholder is treated as a payment to the policyholder and may be made on such conditions (with respect to the total or partial assignment to the FSCS of any rights of the recipient against the policyholder or any other person, or otherwise) as the FSCS thinks fit.

*Payments to the policyholder by third parties*

Section 14(1) of the PPA provides that any payment made by any person other than the FSCS (such as an insurance broker or other intermediary or a guarantee fund) to the policyholder, or to any other person, being a payment referable to any such liability of a company in liquidation as is mentioned in Sections 6, 7 or 8 of the PPA, is to be treated as reducing any sum payable by the FSCS to the policyholder in accordance with any provision of those sections, by reference to that liability.

## **Appendix 12**

## **Current Scale of Charges of McGrathNicol+Partners Australia**

### **McGrathNicol+Partners Australia**

<b>Grade of personnel</b>	<b>Charge out rate (\$'s per hour)</b>
Partner	575
Director	470
Senior Manager	420
Manager	365
Assistant Manager	265
Senior Accountant	210
Accountant	170
Support Staff	140



## Appendix 13

Feature	Liquidation	Scheme
Claims agreement during Run-off period	Statutory proof of debt procedure must be followed.	Claims can be agreed using the same procedure as in the usual course of business.
Estimation process for valuing claims to close insolvency	It may be difficult to effect a valuation of claims by estimation in liquidation, prolonging the insolvency.	The process for dealing with claims in the Estimation Period will allow accelerated closure of the insolvency.
Payment of interim dividends	Must follow statutory notification procedures and call for proofs before declaration of each dividend.	Payments under the Australian Scheme at current Payment Percentages can be paid as claims are agreed.
Control of the companies	The Liquidators control the affairs of the company.	The Scheme Administrators implement the Australian Scheme although the liquidations will continue.
Creditors' Committee	A Committee of Inspection is appointed with powers under the Corporations Act.	A Creditors' Committee is appointed with powers under the Australian Scheme.
Operation of section 116 and section 562A priorities	The interaction between section 116 and section 562A would be determined by the Liquidators subject to judicial determination.	The Australian Scheme adopts the same priorities as would be applied in a liquidation for those assets which would be available to the liquidators.
Section 116 tests of Assets in Australia and Liabilities in Australia	As per statute.	As per statute.
Record Date	Date of commencement of Liquidation – 27 August 2001	The Australian Scheme also sets the Record Date at 27 August 2001.

Feature	Liquidation	Scheme
Stay of Proceedings	All proceedings are stayed subject to leave of the Court to proceed.	<p>During run-off period, all proceedings are stayed to allow negotiation. Creditors may serve a Notice of Litigation, which provides a six month moratorium after which if the claim is not agreed, the Scheme Creditor may apply to the Court for the stay to be lifted.</p> <p>After the Estimation Date, all proceedings not yet commenced are stayed with no right to seek leave of the Court to proceed save for appeals under section 1321 of the Corporations Act or proceedings under section 562A(4).</p>
Disputed Claims	The Liquidators determine whether to admit disputed claims. Creditors may appeal to the Court against the decision of the Liquidator.	During the Run-off Period, creditors can apply to the Court for a review of the Scheme Administrators decision, or revert to contracted rights determination after complying with the stay procedures. After the Estimation Date disputed claims will be referred for adjudication subject to a right of appeal under s1321 of the Corporations Act.
Lloyd's Syndicates	The set-off position of a Lloyd's syndicate is very complex and would be very difficult and costly to resolve following the strict set-off rules.	The Australian Scheme provides for particular, practical, procedures for the application of set off to Lloyd's Syndicates.
Claim Currency	Claims are assessed and paid at the rate of exchange at the date of the winding up order.	Claims will be assessed in the contract currency. In the case of contracts in Australian Dollars, US Dollars, Sterling or Euros, distributions to Scheme Creditors will be paid in the contract currency. Distributions related to contracts in other currencies will be converted to one of those four currencies at the rate of exchange prevailing at the most recent Review Date, or at the request of the Scheme Creditor, in the contract currency (with conversion costs for payments requested in other currencies being at the expense of the Scheme Creditor).

Feature	Liquidation	Scheme
Low Value Claims	Creditors with low value claims, like all other creditors, would need to wait for completion of the insolvency to receive their final dividend.	The Australian Scheme allows for the Scheme Administrators, in consultation with the Creditors' Committee, to make final offers to Scheme Creditors with low value claims (defined in the Australian Scheme as Threshold Amounts) at any stage during the conduct of the Australian Scheme. The upper limit for Threshold Amounts is \$2000. Any final offers made must be in relation to entitlements to a specified distribution priority from a specified category of assets. The final offer must be made to all Scheme Creditors with potential claims below the limit set for the offer in relation to that specified priority. The offers can be of a specified amount, or a specified percentage.
Distribution of US Trust Fund Assets	Could not be distributed under Australian legislative priorities.	US Trust Fund Assets which are made available to the Scheme Administrators, are to be applied by the Scheme Administrators in payment of any Established Scheme Claim (or part thereof) of American Policyholders, pro rata, provided that any payments to a Scheme Creditor will be reduced by the amount of any other distributions received by that Scheme Creditor.
De minimis payments	A liquidator is entitled to withhold any interim dividend below AUD25.	The Scheme Administrators, in consultation with the Creditors' Committee, may set the De Minimis amount at a higher level for interim distributions, reverting the statutory level for the final distribution.