

# ALASKA INSURANCE GUARANTY ASSOCIATION

## Combined Balance Sheets

December 31, 2004 and 2003

Assets	2004	2003
Cash and cash equivalence	\$ 15,922,895	\$ 8,586,998
Due from Alaska Division of Insurance	375,354	0
Assessment receivable (notes 2 and 4)	14,532	101,772
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Total assets	\$ 16,312,781	\$ 8,688,770
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### Liabilities and Members' Deficit

Assessments received in advance	\$ 4,025,796	\$ 0
Loans from Liquidators (note 5)	504,235	5,068,000
Reserve for claims and claim adjustment expenses (note 2)	44,234,456	62,357,652
Members' equity (deficit) (note 3)	(32,451,706)	(58,736,882)
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Total liabilities and members' equity	\$ 16,312,781	\$ 8,688,770
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See accompanying notes to combined financial statements.

### Combining Schedule of Changes in Members' Equity (Deficit)

Years ending December 31, 2004 and 2003

	2004	2003
Assessments (note 4)	\$ 10,117,835	6,173,451
Distributions from liquidators (note 5)	10,284,984	3,210,435
Interest income	77,770	51,450
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Total	20,480,589	9,435,336
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Change in claims and claim adjustment expense reserves	(18,123,196)	53,272,537
Claims paid	9,423,409	7,933,076
Claim adjustment expenses paid	1,279,751	1,458,097
Assessment Refunds	370,975	0
Interest	200,920	0
Administrative costs (note 7)	1,043,554	163,630
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Total	(5,804,587)	62,827,340
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Change in members' equity (deficit) during the year	26,285,176	(53,392,004)
Members' deficit at beginning of year	(58,736,882)	(5,344,878)
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Members' equity (deficit) at end of year	\$(32,451,706)	\$(58,736,882)
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See accompanying notes to combined financial statements.

# ALASKA INSURANCE GUARANTY ASSOCIATION

## COMBINING BALANCE SHEET INFORMATION DECEMBER 31, 2004

ASSETS	Auto	Other	Workers Compensation	Administrative	Eliminations	Total
Cash and cash equivalence	599,532	3,236,489	12,086,874	0	0	15,922,895
Assessment receivable	0	0	14,532	0	0	14,532
Due from Alaska Division of Insurance	0	0	375,354	0	0	375,354
Due from administrative account	12,223	499,321	0	0	(511,544)	0
Due from statutory accounts	0	0	0	179,689	(179,689)	0
<b>Total assets</b>	<b>611,755</b>	<b>3,735,810</b>	<b>12,476,760</b>	<b>179,689</b>	<b>(691,233)</b>	<b>16,312,781</b>
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LIABILITIES AND MEMBERS' EQUITY (DEFICIT)	Auto	Other	Workers Compensation	Administrative	Eliminations	Total
Reserve for claims and claim adjustment expenses	0	189,220	43,902,665	142,571	0	44,234,456
Advances from Liquidators	0	0	504,235	0	0	504,235
Assessments received in advance	0	0	4,025,796	0	0	4,025,796
Due to administrative account	0	0	691,233	0	(691,233)	0
Members equity (deficit)	611,755	3,546,590	(36,647,169)	37,118	0	(32,451,706)
<b>Total Liabilities and members' equity</b>	<b>611,755</b>	<b>3,735,810</b>	<b>12,476,760</b>	<b>179,689</b>	<b>(691,233)</b>	<b>16,312,781</b>

### Combining Schedule of Changes in Members' Equity (Deficit) Year ended December 31, 2004

Assets	Auto	Other	Workers Compensation	Administrative	Total
Assessments	113,951	1,046,650	8,957,034	200	10,117,835
Distributions from liquidators	361,099	1,253,548	8,648,421	21,916	10,284,984
Interest Income	12,377	17,588	47,805	0	77,770
	487,427	2,317,786	17,653,260	22,116	20,480,589
Change in claims and claim adjustment expense reserves	0	(931,922)	(17,154,156)	(37,118)	(18,123,196)
Claims paid	0	457,796	8,965,613	0	9,423,409
Claim adjustment expenses paid	0	61,061	1,218,690	0	1,279,751
Assessment Refunds	41,843	0	329,132	0	370,975
Interest	0	0	200,920	0	200,920
Administrative costs	0	38,512	901,050	103,992	1,043,554
Allocation of administrative costs	1,497	3,737	76,642	(81,876)	0
	43,340	(370,816)	(5,462,109)	(15,002)	(5,804,587)
Changes in members' equity (deficit) during the year	444,087	2,688,602	23,115,369	37,118	26,285,176
Members' deficit at beginning of year	167,668	857,988	(59,762,538)	0	(58,736,882)
<b>Members' equity (deficit) at end of year</b>	<b>611,755</b>	<b>3,546,590</b>	<b>(36,647,169)</b>	<b>37,118</b>	<b>(32,451,706)</b>