

FAI Insurances Limited - (In Liquidation and subject to Schemes of Arrangement)

Balance Sheet

as at 30th June 2007

All values in AUD

| | RATA as at | RATA as at |
|--|------------------|--------------------|
| | 30 June 2007 | 30 September 2005 |
| | \$'000 | \$'000 |
| Assets not specifically charged | | |
| Cash | | |
| Cash at bank | 773 | 982 |
| | <u>773</u> | <u>982</u> |
| Receivables | | |
| Amounts owing by related bodies corporate (excluding amounts by cross guarantee group) | 16,405 | 3,806 |
| GST Recoverable | 11 | 14 |
| Other debtors | 0 | 0 |
| | <u>16,416</u> | <u>3,820</u> |
| Investments | | |
| Short term deposits | 3,377 | 5,901 |
| Managed Investments | 7,510 | 7,913 |
| Shares in controlled entities | 10,109 | 24,133 |
| Investments in associates | 0 | 0 |
| | <u>20,997</u> | <u>37,947</u> |
| Reinsurance recoveries receivable | 553 | 21,100 |
| Renewal rights | 0 | 0 |
| Other | | |
| Prepayments | 0 | 0 |
| Other receivables | 0 | 0 |
| | <u>553</u> | <u>21,100</u> |
| Dividends receivable from other companies in the guarantee group | 20,013 | |
| Total assets not specifically charged | <u>58,752</u> | <u>63,849</u> |
| TOTAL ASSETS | <u>58,752</u> | <u>63,849</u> |
| Unsecured creditors | | |
| Accounts payable | | |
| Trade Creditors | (17,360) | (4,158) |
| | <u>(17,360)</u> | <u>(4,158)</u> |
| Borrowings | | |
| Medium term note issues | (92,937) | (151,791) |
| Bond issue | 0 | 0 |
| | <u>(92,937)</u> | <u>(151,791)</u> |
| ACC's | (969) | (17,479) |
| Claims Reserves | (1,627) | (7,233) |
| IBNR Claims | (1,855) | (63,484) |
| Outstanding claims | <u>(4,451)</u> | <u>(88,196)</u> |
| Unearned premiums | 0 | 0 |
| Other liabilities | | |
| Other creditors, accruals and provisions | (129,286) | (2,137) |
| Amounts owing to related bodies corporate (excluding amounts to the cross guarantee group) | (461,853) | (1,069,835) |
| | <u>(591,139)</u> | <u>(1,071,972)</u> |
| Liabilities from other companies in the cross guarantee group | (215,888) | (794,928) |
| Total unsecured creditors | <u>(921,775)</u> | <u>(2,111,045)</u> |
| TOTAL LIABILITIES | <u>(921,775)</u> | <u>(2,111,045)</u> |
| NET DEFICIT | <u>(863,023)</u> | <u>(2,047,196)</u> |