

HEALTH REPUBLIC INSURANCE COMPANY in LIQUIDATION ("HRI")

Vendor Expenses on a Modified Cash Basis
 Cumulative For The Period May 11, 2016 to February 28, 2017 and

Modified Cash Basis Expenses (Note 1)

Expense Category	Vendor	Description of Expense	January	February	Cumulative Since Date of Liquidation
Administrative Expenses:					
	Garden City Group	Mailings of court orders, phone center, web-site monitoring	12,518		702,694
	New York Liquidation Bureau	Salaries and Overhead	115,200	117,229	855,402
	Rackspace US, Inc.	Cloud storage	19,462	19,462	197,000
	DAZ	Oracle general ledger report writer services	-		15,169
	MegaPath	IT vendor that hosts data lines and phones	-		9,240
	Oracle	HRI General Ledger support	-		56,010
	North Shore-LIJ CareConnect	Final health insurance for HRI employees	-		8,022
	Various Bank Service Charges	Bank Accounts service charges	1,115		12,530
	Other Operating Expenses	Overnight mail, telephone, archiving, web-site fee	1,221	448	8,212
	Creative Media Agency	Advertising		4,917	4,917
		Total Administrative Expenses	149,516	142,056	1,869,196
Consulting Expenses:					
	Various Employees	HRI Employees Salaries including tax and processing fees	-		146,123
	Alvarez & Marsal	Consulting services rendered in the liquidation	-	60,069	1,664,175
	HRI Employees	HRI employees retained	38,235	25,612	128,477
	BDO Seidman	Collection and delivery of 2014 workpapers	-		6,000
		Total Consulting Expenses	38,235	85,681	1,944,775
Legal Expenses:					
	Finsbury	Legal support	-		11,145
	Dentons	Legal support	-		10,542
	Transperfect	Translation services for court documents	-	330	2,209
	Weil Gotshal	Legal support	-	139,305	890,101
		Total Legal Expenses	-	139,635	913,997
Professional Fees:					
	Pomco	Claims processing	363,636	Note 2	1,636,362
	Eisner/Amper	Fees for 2015 financial audit required by CMS	46,945		471,989
	Truven Health Analytics, LLC	Claims audit	34,000		34,000
		Total Professional Fees	444,581	-	2,142,351
		Grand Total Expenses May 11, 2016 to February 28, 2017	\$ 632,332	\$ 367,372	\$ 6,870,319

NOTE 1: NYLB financial statements are prepared on a Modified Cash Basis. Expenses are recognized when paid rather than when the obligation is incurred.

NOTE 2: The January payment for POMCO is for the months of November, \$181,818 and December, \$181,818.