

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

In Re: Reliance Insurance Company :
In Liquidation : No. 1 REL 2001

Commutation, Settlement Agreement and Release between Reliance Insurance Company (In Liquidation) and Centre Reinsurance (U.S.) Ltd. as successor in interest to Cedar Hill Assurance Company

ORDER

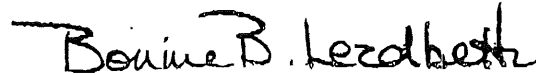
AND NOW, this 25th day of April, 2012, upon consideration of the Liquidator's Petition for Approval of the Commutation, Settlement Agreement, and Release ("Settlement Agreement") between Reliance Insurance Company in Liquidation ("Reliance or Estate") and Centre Reinsurance (U.S.) Ltd. as successor in interest to Cedar Hill Assurance Company (Reinsurer):

The Court accepts the Liquidator's representations that the Settlement Agreement is in the best interest of the Reliance Estate, as the Settlement Agreement allows the Liquidator to terminate and commute the obligations of Reinsurer under the Reinsurance Agreement and the Estate will receive an economic benefit amounting to \$5,871,684;

Further, the Court accepts the Liquidator's representations that the Settlement Agreement is a fair and reasonable settlement of Reinsurer's obligations to the Reliance Estate for its fair share of the Reinsurance Agreement, and that the payment contemplated under the Settlement Agreement constitutes fair and reasonable value to the Reliance Estate.

Accordingly, the Petition for Approval is **GRANTED** and the Commutation, Settlement Agreement and Release attached to the Petition as "Exhibit A" is hereby **APPROVED**.

Further, counsel for the Liquidator is directed to serve a copy of this order upon those listed on the Master Service List and file with the Court an affidavit that service has been effectuated.



BONNIE BRIGANCE LEADBETTER,
Judge

Certified from the Record

APR 26 2012

And Order Exit