

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

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

Commutation, Settlement Agreement and Release among Reliance Insurance Company (In Liquidation) and Hannover Rueckversicherung AG and E + S Rueckversicherung AG, formerly known as Eisen und Stahl Rueckversicherings AG

ORDER

AND NOW, this 4th day of June, 2012, upon consideration of the Liquidator's Petition for Approval of the Commutation, Settlement Agreement, and Release ("Settlement Agreement") among Reliance Insurance Company (In Liquidation) and Hannover Rueckversicherung AG and E + S Rueckversicherung AG (Reinsurer), formerly known as Eisen und Stahl Rueckversicherings AG:

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 Ceded Contracts and the Estate will receive an economic benefit amounting to \$4,790,789;

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 under the Ceded Contracts, taking into account the commutation of the Assumed Contracts, and that the payment

FROM OFFICE OF THE CLERK


305 4000

10/10/2012

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

JUN 04 2012

And Order Exit