

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

IN RE: Reliance Insurance Company :
 In Liquidation, :
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*Commutation, Settlement Agreement and Release between Reliance Insurance Company
 (In Liquidation) and C.S.C. Assurance, Ltd.*

ORDER

AND NOW, this 21st day of December, 2012, upon consideration of the Liquidator's Application for Approval of the Commutation, Settlement Agreement, and Release ("Settlement Agreement") between Reliance Insurance Company in Liquidation ("Reliance or Estate") and C.S.C. Assurance, Ltd. ("CSC"):

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 CSC under the Reinsurance Agreements and the Estate will receive an economic benefit amounting to \$5,500,000.

FURTHER, the Court accepts the Liquidator's representations that the Settlement Agreement is a fair and reasonable settlement of CSC's obligations to the Reliance Estate under the Reinsurance Agreements, and that the payment contemplated under the Settlement Agreement constitutes fair and reasonable value to the Reliance Estate.

Accordingly, the Application for Approval is GRANTED and the Settlement Agreement attached hereto and marked as "Exhibit A" is hereby APPROVED.


BONNIE BRIGANCE LEADBETTER,
Judge

Certified from the Record

DEC 21 2012

And Order Exit