

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 Swiss Reinsurance America Corporation, on behalf of itself and as successor in interest to Underwriters Reinsurance Company and GE Reinsurance Corporation, and Westport Insurance Corporation, (formerly known as Employers Reinsurance Corporation) and as successor in interest to Westport Insurance Company (formerly known as Puritan Insurance Company)

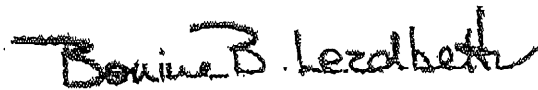
ORDER

AND NOW, this 13th day of December, 2013, upon consideration of the Liquidator's Application for Approval of the Commutation, Settlement Agreement, and Release ("Settlement Agreement") between Reliance Insurance Company (In Liquidation) and Swiss Reinsurance America Corporation, on behalf of itself and as successor in interest to Underwriters Reinsurance Company and GE Reinsurance Corporation, and Westport Insurance Corporation, (formerly known as Employers Reinsurance Corporation) and as successor in interest to Westport Insurance Company (formerly known as Puritan Insurance Company) (hereinafter individually and collectively known as "Swiss Re");

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 Swiss Re under the Reinsurance Agreements and the Estate will receive an economic benefit amounting to \$7,750,000.

FURTHER, the Court accepts the Liquidator's representations that the Settlement Agreement is a fair and reasonable settlement of Swiss Re's' obligations to the Reliance Estate and Reliance's obligation to Swiss Re 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 16 2013

And Order Exit