

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

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

*In Re: Objections by Limited Intervenor Symetra Life Insurance Company f/k/a
Safeco Life Insurance Company*

ORDER

AND NOW, this 4th day of March, 2014, upon consideration of the Objections of Symetra Life Insurance Company f/k/a Safeco Life Insurance Company (Symetra) to the Liquidator's Application for approval of administration agreements related to certain structured annuity contracts and the transfer of ownership of those annuity contracts, and upon notification of an agreement between the Liquidator and Symetra regarding Symetra's Objection to the form of the Notice to Payees, it is hereby Ordered as follows:

1. This Court's **Order dated February 7, 2014**, is hereby **AMENDED**. The prior approval of the Form of Notice is rescinded and the revised Form of Notice to Payees attached to this Order as Exhibit A is approved. In all other respects the February 4, 2014 Order remains in full force and effect.

2. Further, this Court's **Order dated February 14, 2014**, is hereby **AMENDED**. The Liquidator's response to Symetra's remaining Objection and response to any Objections filed by Payees shall be due 30 days after the expiration of the 60 day objection period set forth in the revised Notice to Payees regardless

of when during the Objection period any Payee files an Objection. In all other respects, the February 14, 2014 Order remains in full force and effect.

Bonnie B. Leadbetter

BONNIE BRIGANCE LEADBETTER,
Judge

Certified from the Record

MAR 04 2014

And Order Exit

EXHIBIT
A

NOTICE TO PAYEE of Request to Transfer Contract Ownership

You are receiving this Notice because you receive periodic payments under a structured settlement funded by an annuity contract ("the Annuity Contract") issued by _____ ("Annuity Issuer"). Reliance Insurance Company ("Reliance"), which is responsible for the payments under the structured settlement, purchased your Annuity Contract to fund those payments and owns your Annuity Contract. Reliance instructed the Annuity Issuer to pay you directly and so you have been receiving payments from the Annuity Issuer. Reliance is being liquidated by the Pennsylvania Insurance Commissioner pursuant to an Order of Liquidation entered by the Commonwealth Court of Pennsylvania (the "Court") in October 2001.

Reliance is seeking Court approval to transfer ownership to you of the Annuity Contract under which you receive payments with such transfer of ownership to be effective two years after the date of entry of an Order setting a date to bar the filing of any more Proofs of Claim in the Reliance liquidation ("Claim Bar Date"). Delaying the transfer of ownership to you of the Annuity Contract until two years after the date of entry of an Order setting the Claim Bar Date is intended to maintain the status quo for you with respect to the tax treatment of the periodic payments you are receiving until the date of the actual transfer of ownership. There may be tax consequences to you as a result of the transfer with respect to the periodic payments received after such transfer. Consequently, you may want to consult a tax advisor or accountant. The Court has not yet set a Claim Bar Date and Reliance does not know when it will do so.

Because your structured settlement is funded by the Annuity Contract and you have been receiving payments directly from the Annuity Issuer under your Annuity Contract, Reliance's obligation to make any additional payments has been contingent only. Reliance is seeking Court approval to be discharged and released immediately with regard to its contingent obligation to make the periodic payments to you under the structured settlement in the event the Annuity Issuer fails to meet its payment obligation and from all further liability or responsibility related to your structured settlement. Reliance is also seeking Court approval of an agreement between Reliance and the Annuity Issuer under which the Annuity Issuer will administer the annuity contract on behalf of Reliance until the transfer of ownership to you of the Annuity Contract.

Reliance is seeking to have the Court confirm that the Annuity Issuer remains responsible to make annuity payments to you in the same manner as before the transactions. Reliance's request and the Court's response will not affect your rights to receive continuing payments from the Annuity Issuer under your Annuity Contract, although it may have tax implications for you. If the Court approves Reliance's request, you would no longer have any rights with respect to Reliance. If you have any objection to the transfer, you must file an objection with the Commonwealth Court of Pennsylvania at the following address within sixty (60) days from _____, 2014: [insert date Reliance certifies that Notice was mailed by first class mail, postage prepaid to payees]

Chief Clerk's Office
Commonwealth Court of Pennsylvania
Pennsylvania Judicial Center
601 Commonwealth Avenue, Suite 2100
P.O. Box 69185
Harrisburg, PA 17106-9185

If you would like to receive a copy of the Liquidator's filing, you may obtain a copy:

- (1) at www.reliancedocuments.com; or
- (2) by calling Reliance at 215-864-4000; or

(3) by e-mail inquiry to Liquidator@relianceinsurance.com (Please refer to the "Structured Settlement Annuity Filing").