

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

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

In Re: Liquidator's Application for Approval to Transfer Structured Settlement Annuity Contracts of Aurora National Life Assurance Company and Corresponding Structured Settlement Obligations

ORDER

AND NOW, this 24th day of April, 2014, upon consideration of the Liquidator's Application for Approval to Transfer Structured Settlement Annuity Contracts of Aurora National Life Assurance Company and Corresponding Structured Settlement Obligations pursuant to the Qualified Assignment Agreement attached to the Application as Exhibit 1 that will transfer the ownership of 37 Reliance-owned structured settlement annuity contracts of the Annuity Issuer and Reliance's corresponding payment obligations funded by those annuity contracts to the assignment company designated by the Annuity Issuer to receive and assume those obligations, the Application is hereby GRANTED.

The Qualified Assignment Agreement is hereby approved, including the transactions contemplated therein and such other reasonable measures necessary to the implementation of the Qualified Assignment.

The transfer by Qualified Assignment to the assignment company of the 37 annuity contracts and corresponding periodic payment obligations of Reliance under the structured settlement agreements funded by the annuity contracts, in an

amount not to exceed the amount due and owing from the Annuity Issuer under the annuity contracts, is hereby approved.

Except for three pending Proofs of Claim submitted in the Reliance liquidation by payees under three annuity contracts listed on the schedule attached to the Qualified Assignment Agreement (the remaining ELIC POCs), Reliance and the Liquidator are discharged and released from any and all further responsibility associated with the transferred annuity contracts and corresponding periodic payment obligations under the structured settlement agreements funded by the annuity contracts.

Further, neither this Order nor the Qualified Assignment Agreement shall relieve the Annuity Issuer from any obligation under the annuity contracts, including any obligation to fund the periodic payments due in an amount not to exceed the amount due and owing from the Annuity Issuer under the annuity contracts.

Further, except for three ELIC POCs by payees under three annuity contracts listed on the schedule attached to the Qualified Assignment Agreement, any other claims submitted by or on behalf of payees with respect to which Reliance is the settlement obligor and under which the obligations to make periodic payments are funded by the annuity contracts are hereby disallowed.

When the Qualified Assignment Agreement becomes effective, ownership of the annuity contracts shall be vested in the designated assignment company free and clear of any and all claims, liens or encumbrances other than the assumed settlement obligations to the payees under the corresponding structured settlements.

References herein to "Reliance" includes Reliance Insurance Company in its own right and as successor in interest to: Reliance National Indemnity Company, f/k/a Planet Insurance Company, United Pacific Insurance Company, Reliance National Insurance Company, Reliance Surety Company, f/k/a Reliance National Property and Casualty Insurance Company, Reliance Direct Insurance Company, Reliance Universal Insurance Company, United Pacific Insurance Company of New York and Reliance Insurance Company of Illinois and Reliance Lloyds.



BONNIE BRIGANCE LEADBETTER,
Judge

Certified from the Record

APR 24 2014

And Order Exit