

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

IN RE: :
Reliance Insurance Company : NO. 1 REL 2001
In Liquidation :
: :
: :

IN RE: **Application for Approval of Administration Agreements
Related to Certain Structured Settlement Annuity Contracts
And Transfer of Ownership of Those Annuity Contracts**

ORDER


AND NOW, this 6th day of June, 2014, upon consideration of the Liquidator's Application for Approval of Administration Agreements Related to Certain Structured Settlement Annuity Contracts and Transfer of Ownership of Those Annuity Contracts (the "Application"), and following review of the Administration Agreements attached to the Application as Exhibits 1-6, between Reliance on the one hand and the following annuity issuers of structured settlement annuity contracts on the other hand: (1) American General Life Insurance Company, successor in interest to Western National Life Insurance Company f/k/a AIG Annuity Insurance Company; (2) Liberty Life Insurance Company; (3) Lincoln National Life Insurance Company f/k/a Jefferson Pilot Life Insurance Company; (4) Pacific Life Insurance Company; (5) Security Benefit Life Insurance Company; and (6) Symetra Life Insurance Company f/k/a Safeco Life Insurance Company (collectively, the "Annuity Issuers"), the Application is hereby **GRANTED**. The Administration Agreements and the transactions contemplated thereby are **APPROVED**. The Annuity Issuers shall assume the obligations set forth in the Administration Agreements.

The Court accepts the Liquidator's representations that the transfer of ownership from Reliance to the payees of the Administration Agreement Annuity Contracts issued by the Annuity Issuers, and the discharge and release of Reliance's contingent obligation to pay remaining amounts under such structured settlement agreements are in the best interests of the Estate, as the transfer allows for an orderly and timely closure of the Estate and discharge of the Liquidator in accordance with 40 P.S. § 221.48(a).

Accordingly, it is hereby **ORDERED** that:

(a) effective as of the date of this Order, Reliance and the Liquidator are discharged and released from all payment obligations to the payees under the Reliance/Annuity Issuer Structured Settlements which are contingent obligations only as the payments are fully funded by the Administration Agreement Annuity Contracts.

(b) the transfer of ownership of the Administration Agreement Annuity Contracts from Reliance to the payees receiving periodic payments under such annuity contracts, effective two (2) years from the date of entry of the Order establishing a bar date for the filing of Proofs of Claim in the Reliance liquidation, is approved and, as of the date of such transfer, Reliance and the Liquidator are discharged and released from any and all further liability or responsibility with respect to the Reliance/Annuity Issuer Structured Settlements.



BONNIE BRIGANCE LEADBETTER, Judge

Certified from the Record

JUN 06 2014

And Order Exit