

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 GE Reinsurance Corporation and Underwriters Reinsurance Company and Westport Insurance Company as successor in interest to Employers Reinsurance Corporation*

**ORDER**

AND NOW, this 22nd day of December, 2014, 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 Swiss Reinsurance America Corporation, on behalf of itself and as successor in interest to GE Reinsurance Corporation and Underwriters Reinsurance Company and Westport Insurance Company as successor in interest to Employers Reinsurance Corporation (collectively "SRA/Westport"):

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 between SRA/Westport and Reliance under the Reinsurance Agreements and the Estate will receive an economic benefit amounting to \$7,000,000.

FURTHER, the Court accepts the Liquidator's representations that the Settlement Agreement is a fair and reasonable settlement of SRA/Westport'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 is hereby **APPROVED**.



**BONNIE BRIGANCE LEADBETTER,**  
Judge

**Certified from the Record**

**DEC 22 2014**

**And Order Exit**