

IN THE COMMONWEALTH COURT OF PENNSYLVANIA *Rec'd By Legal*

FEB 24 2010

Joel S. Ario,
Insurance Commissioner of the
Commonwealth of Pennsylvania,
Plaintiff

v.

No. 269 M.D. 2001

Reliance Insurance Company,
Defendant

In RE: Liquidator's Petition to Approve a Plan for Allocation of Certain Policyholder Collateral for Guaranty Association Deductible Payments and for Reliance Retrospective Premium Obligation

ORDER

AND NOW, this 23rd day of February, 2010, upon consideration of the Liquidator's Petition to Approve a Plan for Allocation of Certain Policyholder Collateral for Guaranty Association Deductible Payments and for Reliance Retrospective Premium Obligation, there being no objection thereto, and it appearing that the Combined Collateral Plan fulfills the Liquidator's duty under 40 P.S. § 221.23a to equitably allocate the Collateral, the Petition is hereby **GRANTED**. The Combined Collateral Plan is **APPROVED**.

The Liquidator is hereby authorized to:

1. allocate the Collateral under the Combined Collateral Plan as set forth in the Petition to both Reliance and the Guaranty associations ("Gas") on a "first in, first out" basis; and

2. deduct 3% from reimbursements of Collateral to the Gas for the Liquidator's expenses incurred in fulfilling his responsibilities under 40 P.S. § 221.23a.

The Liquidator shall provide all listed on the Master Service List and all Gas with notice of this Order, shall post a true and correct copy in PDF format on the Reliance Documents website (www.relaincedocuments.com) and shall file an affidavit with this court affirming that service was so effected.

Bonnie B. Leadbetter
BONNIE BRIGANCE LEADBETTER,
President Judge

Certified from the Record

FEB 24 2010

and Order Exit