IN THE COMMONWEALTH COURT OF PENNSYLVANIA

JOEL S. ARIO,

Insurance Commissioner of the Commonwealth of Pennsylvania,

in his official capacity as Statutory Liquidator of Reliance Insurance

Company,

Plaintiff

No. 269 M.D. 2001 ٧.

Reliance Insurance Company,

Defendant

Petition for Approval of Reports and Recommendations on Undisputed RE: Life and Health Guaranty Association Claims though December 31, 2009.

<u>ORDER</u>

AND NOW, this 3rd day of August, 2010, upon consideration of the Liquidator's Petition for Approval of Reports and Recommendations on Undisputed Life and Health Guaranty Association Claims though December 31, 2009 ("Petition"), IT IS HEREBY ORDERED that:

- 1. The Petition is GRANTED;
- 2. This Total Undisputed Loss Claims listed in Exhibit A to the Petition are APPROVED as to both priority and amount;
- 3. The Life and Health Guaranty Associations shall receive a distribution regarding the Total Undisputed Loss Claims at the time and in the manner recommended by the Liquidator and as finally approved by this Court;
- 4. The Court finds that the Total Undisputed Administrative Expenses listed on Exhibit B to the Petition were necessary, reasonable and incurred in the best interests of the Estate;

5. The total Undisputed Administrative Expense Claims listed on Exhibit B to the Petition are APPROVED as to amount as class (a) claims for the "expenses of a guaranty association in handling claims."

FURTHER, the Liquidator shall serve a copy of this order on all Guaranty Associations which covered contraction obligations under the accident and health policies issued by Reliance and submit an affidavit to this Court that such service was effectuated.

Bonnie Brigance Leadbetter, President Judge

Certified from the Record

AUG 0 4 2010