

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

IN RE: Excalibur Reinsurance Corporation, :
In Liquidation : No. 1 ERC 2016

**REPORT REGARDING NOTICE OF LIQUIDATION ORDER
AND PROCEDURES FOR FILING CLAIMS**

Teresa D. Miller, Insurance Commissioner of the Commonwealth of Pennsylvania, in her capacity as Statutory Liquidator (“Liquidator”) of Excalibur Reinsurance Corporation (“Excalibur”), through undersigned counsel, respectfully offers the following:

1. By order dated July 18, 2016, this Court placed Excalibur in liquidation (“Liquidation Order”) and appointed Teresa D. Miller, Insurance Commissioner of the Commonwealth of Pennsylvania, as Liquidator.

2. In addition to the notice requirements pertaining to the entry of a liquidation order that are contained in Section 524 of the Insurance Department Act of 1921, Act of May 17, 1921 (“Act”), P.L. 789, *as amended*, added by the Act of December 14, 1977, P.L. 280, 40 P.S. §§ 221.1 – 221.63, paragraph 7 of the Liquidation Order directs the Liquidator to publish notice about the procedures for filing claims against the estate of Excalibur.

3. Moreover, paragraph 8 of the Liquidation Order directs the Liquidator to file a report with the Court within 30 days of giving notice of the Liquidation Order, as set forth in Section 524 of the Act, and of the procedures for filing claims demonstrating, in reasonable detail, the date that and manner by which the notice was given.

4. Because of the state of Excalibur's records and data, it was necessary to do a staggered mailing of the notice as the relevant information became available. That mailing is now complete except for (1) claimants and named insureds under Caliber One policies issued prior to 1998 for which the Liquidator has reached tentative agreement, subject to Court approval, to formally transfer the obligations under those policies to Evanston Insurance Company (a subsidiary of the prior owner of Caliber One), and (2) the claimants and named insureds under 7 Caliber One policies which the Liquidator believes were not novated properly to Excalibur and for which the Liquidator is engaged in discussions with the carrier it believes is responsible for such policies.

5. The Liquidator will not know if the mailing of the notice is complete without exception until the Caliber One issues are resolved, but rather than continuing to delay the filing of this report, the Liquidator is filing the report now, and then will file a supplemental report to further inform the Court regarding the provision of notice when the Caliber One issues are resolved.

6. The Liquidator sent notice of the Liquidation Order by first-class mail to all known policyholders, creditors and claimants on the following dates:

August 12	- 117 notices
August 16	- 221 notices
August 19	- 11 notices
August 22	- 1 notice
August 23	- 114 notices
September 1	- 1 notice
September 14	- 1 notice
September 23	- 3 notices
September 30	- 1 notice

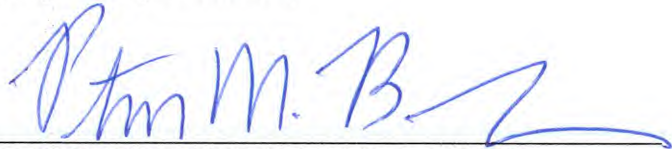
Total - 470 notices.

Additionally, the Liquidator provided notice to the Insurance Commissioner in each state where Excalibur did business, and to a representative of the National Conference of Insurance Guaranty Funds to facilitate notice of the Liquidation Order to the responsible individual guaranty associations.

7. The mailings referenced in paragraph 6 included, in addition to notice of the Liquidation Order, a proof of claim form and answers to frequently asked questions.

8. The Liquidator also caused the procedures for filing claims, including the date of the last day for filing (i.e., November 30, 2016), to be published in The Philadelphia Inquirer and Business Insurance on August 1, 2016.

Respectfully submitted,



PRESTON M. BUCKMAN (I.D. #57570)
Insurance Department Counsel
Office of Liquidations, Rehabilitations
& Special Funds
Governor's Office of General Counsel
Capital Associates Building
901 North 7th Street
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(717) 787-6009

Attorney for Teresa D. Miller, Insurance
Commissioner of the Commonwealth of
Pennsylvania, in her capacity as Statutory Liquidator
of Excalibur Reinsurance Corporation, In
Liquidation

Dated: _____

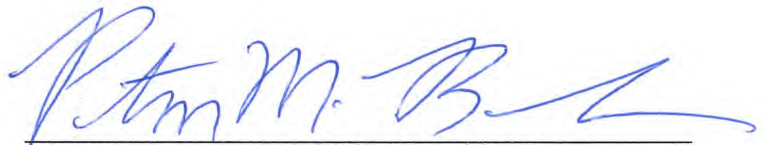
10/3/16

CERTIFICATE OF SERVICE

I hereby certify that I am this day serving the foregoing document upon all parties of record in this proceeding in accordance with the requirements of 1 Pa. Code Chapter 33 in the following manner:

Service via regular U.S. Mail addressed as follows:

Keith E. Kaplan, Esq.
Chief Liquidation Officer
c-kkaplan@pa.gov
Excalibur Reinsurance Corporation, In Liquidation
1880 JFK Blvd., Suite 801
Philadelphia, PA 19103



PRESTON M. BUCKMAN (I.D. #57570)
Insurance Department Counsel
Office of Liquidations, Rehabilitations
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Capital Associates Building
901 North 7th Street
Harrisburg, PA 17102
(717) 787-6009

Attorney for Teresa D. Miller, Insurance
Commissioner of the Commonwealth of
Pennsylvania, in her capacity as Statutory
Liquidator of Excalibur Reinsurance Corporation,
In Liquidation

Dated: _____

10/3/16



COMMONWEALTH OF PENNSYLVANIA
GOVERNOR'S OFFICE OF GENERAL COUNSEL

October 3, 2016

Michael F. Krimmel, Chief Clerk
Commonwealth Court of Pennsylvania
601 Commonwealth Avenue, Suite 2100
P.O. Box 69185
Harrisburg, PA 17120-9185

***Re: In Re: Excalibur Reinsurance Corporation (In Liquidation)
No. 1 ERC 2016***

Dear Mr. Krimmel:

Attached for filing please find the Liquidator's Report Regarding Notice of Liquidation Order and Procedures for Filing Claims with regard to the above-referenced matter.

Thank you for your assistance in this matter.

Very truly yours,

A handwritten signature in blue ink, appearing to read "P. M. Buckman".

Preston M. Buckman
Insurance Department Counsel

PMB:drh

Enclosure