

**IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS
COUNTY DEPARTMENT, CHANCERY DIVISION**

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| IN THE MATTER OF THE REHABILITATION |) | |
| OF MIDLAND INSURANCE GROUP, INC., |) | 05 CH 11102 |
| STUDENT PLANS, INC. AND SECURITY |) | |
| INSURANCE COMPANY, LTD. |) | |

ORDER

THIS CAUSE COMING ON TO BE HEARD upon the Petition for an Order Providing for the Filing of Claims and the Setting of a Claim Filing Deadline, filed by the Rehabilitator of Midland Insurance Group ("Midland"), Student Plans, Inc. ("Student Plans") and Security Insurance Company Ltd. ("Security Ltd.") (collectively, the "Companies"); the Court having jurisdiction over the parties and the subject matter; the Court having reviewed the petition filed by the Rehabilitator and having heard from counsel for the Rehabilitator; and the Court being otherwise advised in the premises;

IT IS ORDERED:

A. Pursuant to Section 208(1) of the Code, 215 ILCS 5/208(1), the Rehabilitator shall notify all persons, companies and entities, as hereinafter set forth in Paragraphs (B) and (C), which the Companies' books and records reveal have, or may have, claims against the Companies, or their property or assets, that all such claims that have not previously been submitted must be presented to and filed with the Rehabilitator, in the form of a proper proof of claim as hereinafter set forth, on or before October 13, 2006. Those claimants who have already submitted claims to the Rehabilitator shall be advised that they do not have to resubmit their claims unless they have evidence of additional losses that have been incurred since their claim

was originally submitted that they would like to be considered. Said notice by the Rehabilitator shall specify October 13, 2006 to be the last day by which all such proofs of claim may be received by the Rehabilitator for the purposes of participating in any distribution of the Companies' assets that may be made on timely-filed claims which are allowed in these proceedings. For purposes of these claim filing procedures, a claim shall be treated as filed as of the date it is actually received by the Rehabilitator. A claim shall also be deemed to have been received as of the United States Postal Service's postmark date if it is mailed, or the date of delivery to a private mail courier for delivery to the Rehabilitator, as evidenced by a validly issued receipt from that courier.

B. The notice of the claim filing procedures and the claim filing deadline shall be served upon those persons, companies and entities which the Companies' books and records reveal have, or may have, claims against the Companies, or their property or assets, by the Rehabilitator depositing a copy of said notice in the United States mail, enclosed in an envelope, with first class postage prepaid, addressed to each such person, company or entity at his, her or its last known address as disclosed by the Companies' books and records.

C. Pursuant to Section 208(1) of the Code, 215 ILCS 5/208(1), the Rehabilitator shall also provide notice by publication to all persons, companies or entities who have, or may have, claims against the Companies, or their property or assets, by causing a notice to be published once each week for three consecutive weeks in a newspaper published in the County of Cook, State of Illinois. The notice so published shall advise all such persons, companies and entities: (a) of their right to present their claims against the Companies, or their property or assets, to the Rehabilitator; (b) of the procedure by which they may present their claims to the Rehabilitator; (c) that, if they have previously submitted claims to the Rehabilitator, they do not

have to resubmit their claims unless they have evidence of additional losses that have been incurred since their claim was originally submitted that they would like to be considered; (d) of the location of the Rehabilitator's office where they may present their claims; and (e) of the last day by which proofs of claim may be received by the Rehabilitator for purposes of participating in any distribution of assets that may be made on timely-filed claims allowed in these proceedings.

D. All persons, companies or entities who have, or may have, claims against the Companies, or their property or assets, who have not already presented their claims to the Rehabilitator, shall present their claims to the Rehabilitator, as designated in the above-described notices, on or before the claim filing deadline as set forth in Paragraph (A) above, by way of a properly completed proof of claim. Those claimants who have already filed claims with the Rehabilitator shall be advised that they do not have to resubmit their claims unless they have evidence of additional losses that have been incurred since their claim was originally submitted that they would like to be considered. Pursuant to Section 209(1) of the Code, 215 ILCS 5/209(1), a proper proof of claim shall consist of a notarized statement, by letter or otherwise, under oath, in writing, signed by the claimant, setting forth the specific claim. Whenever a claim is based on a document, the document, unless lost or destroyed, shall be filed with the proof of claim and, if the document has been lost or destroyed, a statement of that fact and of the circumstances of the loss or destruction shall be included in the proof of claim.

E. Subject to the provisions for the late filing of claims contained in Section 208 of the Code, 215 ILCS 5/208, no person having or claiming to have any claim against the Companies, or their property or assets, shall participate in any distribution of the Companies' assets unless such claims are filed or presented in accordance with and within the deadline

established by the order prayed for herein.

F. Pursuant to Section 209 of the Code, 215 ILCS 5/209, the Rehabilitator shall examine and investigate any and all properly filed proofs of claim and shall submit his recommendations as to the allowance, in whole or in part, or the disallowance of each such claim to the Court.

ENTERED: JUDGE ROBERT W. HANCOCK - 1800
JUL 21 2006
CLERK DEPUTY CLERK
Judge Presi ~~DEPUTY CLERK~~ *HC*

D. Daniel Barr
Dale A. Coonrod
Jennifer A. Donham
Counsel to the Liquidator
Office of the Special Deputy Receiver
222 Merchandise Mart Plaza
Suite 1450
Chicago, Illinois 60654
(312) 836-9500
Attorney Code #16819