

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

**IN THE MATTER OF THE LIQUIDATION)
OF MEDCARE HMO, INC.) NO. 92 CH 12196
)**

ORDER

THIS CAUSE COMING TO BE HEARD upon the Petition of MICHAEL T. McRAITH, Director of Insurance of the State of Illinois, in his capacity as statutory and court-affirmed liquidator (the "Liquidator") of MEDCARE HMO, Inc., (hereafter the "Liquidator"), for an Order: (1) approving the Liquidator's plan for a final distribution of estate assets; (2) granting the Liquidator relief from reviewing any claims falling below priority level (d)(1) of the statutory asset distribution schedule; and (3) approving the termination of the liquidation proceedings and the closing of the estate; the Court having jurisdiction over the parties and the subject matter, and having heard from counsel for the Liquidator thereon and being fully advised of the premises;

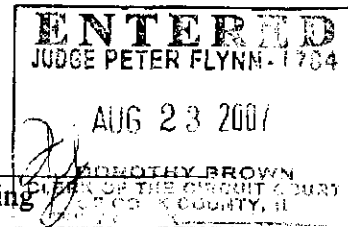
IT IS ORDERED:

- A. That the Liquidator's plan for the final distribution of MEDCARE's assets, including establishing a reserve of \$52,748 for post-closing administrative expenses pursuant to 215 ILCS 5/211.1(a), which results in a 100% dividend payment to MedCare's priority level (a) and (c) creditors, and a *pro rata* distribution of 25.2645% on all claims allowed at priority level (d)(1) of the statutory asset distribution schedule, See 215 ILCS 5/205(1)(d) as modified by 215 ILCS 125/5-6(a), is hereby approved;

-
- B. That the Liquidator is hereby relieved of any obligation to review any claims falling below priority level (d)(1) of the statutory asset distribution schedule (215 ILCS 5/205(1));
- C. That the liquidation proceedings are hereby terminated, the MEDCARE estate is closed, and these proceedings are dismissed without prejudice pursuant to 215 ILCS 5/211.1(a);
- D. That MEDCARE's charter is hereby dissolved pursuant to 215 ILCS 5/196;
- E. That Michael T. McRaith, Director of Insurance of the State of Illinois, in his capacity as Liquidator of MEDCARE, and his Special Deputy Receiver, and their agents, assistants, predecessors, successors and assigns, are hereby discharged from all liability and responsibility relating to the further administration of the MEDCARE estate pursuant to 215 ILCS 5/211.1(a);
- F. That Michael T. McRaith, Director of Insurance of the State of Illinois, his agents, successors and assigns, as Trustee, pursuant to 215 ILCS 5/210(4) and 215 ILCS 5/211.1(b) and as Director, is hereby authorized to administer the post-closing obligations set forth in this petition, including any remaining reserved and residual estate assets, until such time as the obligations have been completed;

- G. That the Director is hereby authorized to maintain and store MEDCARE's records in his possession and control for one (1) year from the date of entry of the Order closing the MEDCARE estate, and thereafter destroy the records pursuant to 215 ILCS 5/211.1(b);
- H. That, pursuant to 215 ILCS 5/211.1(b), upon the completion of all post-closing obligations, any residual assets from either the reserve for the payment of the final post-closing administrative expenses or monies received by MEDCARE post-closing, which cannot be practicably or economically distributed to claimants, shall be deposited into the Closed Estate Fund Trust Account; and
- I. That the Court retains jurisdiction in this cause for the purpose of granting such further relief as the nature of this cause and the interests of the policyholders and creditors of MEDCARE, or the public, may require, pursuant to 215 ILCS 5/211.1(c).

ENTERED:



Judge Presiding

D. Daniel Barr
J. Kevin Baldwin
Counsel to the Liquidator
222 Merchandise Mart Plaza
Suite 1450
Chicago, IL 60654
(312) 836-9500
Attorney # 16819