

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

IN THE MATTER OF THE LIQUIDATION)
OF CORONET INSURANCE COMPANY,)
NATIONAL ASSURANCE INDEMNITY) NO. 96 CH 13422
COMPANY AND CROWN CASUALTY)
COMPANY)

ORDER

THIS CAUSE HAVING COME BEFORE THE COURT upon the Petition of Michael T. McRaith, Director of Insurance of the State of Illinois, in his capacity as the statutory and court affirmed Liquidator ("Liquidator") of Coronet Insurance Company, **National Assurance Indemnity Company** ("National Assurance") and Crown Casualty Company, for an order authorizing the Liquidator to declare and effectuate a one hundred percent (100%) dividend on National Assurance's claims allowed for distribution at statutory priority levels 215 ILCS 5/205(1)(d) thru 215 ILCS 5/205(1)(g); due notice having been given; the Court having jurisdiction over the parties hereto and the subject matter hereof; the Court having reviewed the pleading filed herein and having heard from counsel for the Liquidator thereon, and the Court having been otherwise advised in the premises;

THE COURT FINDS:

- (i) The time period established by this Court for the timely filing of claims against National Assurance for purposes of participating in a distribution of National Assurance's assets has expired.
- (ii) The Liquidator has represented that the evaluation of all claims timely filed in the National Assurance estate has been completed; that he has presented his recommendations in regards to those claims to this Court for approval; and that this Court has approved the recommended allowance of ninety-eight (98) claims totaling \$152,244.95 at statutory priority level (d), 215 ILCS 5/205(1)(d), and fifty-one (51) claims totaling \$1,313,467.23 at statutory priority level (g), 215 ILCS 5/205(1)(g), for purposes of participating in any distribution of National Assurance's assets.

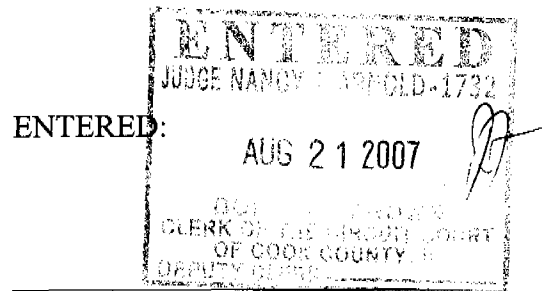
(iii) The Liquidator has represented that all priority level (a) claims, 215 ILCS 5/205(1)(a), have been paid on an on-going basis and reported in the Liquidator's *Statements of Changes in Cash and Invested Assets* filed on a quarterly basis with the Court. This includes the priority level (a) claims of the Illinois Insurance Guaranty Fund which have been paid pursuant to a certain Court approved Early Access Distribution and Expense Reimbursement Plan and Early Access Distribution and Reimbursement Plan Agreement. The Liquidator has represented that there were no timely filed priority level (b), (c), (e) or level (f) claims, 215 ILCS 5/205(1)(b), (1)(c), (1)(e), (1)(f).

(iv) The Liquidator has further represented that there are sufficient assets in the National Assurance estate for payment of a one hundred percent (100%) dividend on all claims recommended for allowance and approved by this Court at statutory priority levels (d) thru (g), 215 ILCS 5/205(1)(d) thru 215 ILCS 205(1)(g).

(v) The approved dividend and distribution of estate assets applies solely to National Assurance Indemnity Company, and not to Coronet Insurance Company nor to Crown Casualty Company.

IT IS, THEREFORE, ORDERED:

1. That the Liquidator's recommendation that a one hundred percent (100%) dividend be declared on all claims recommended for allowance and approved by order(s) of this Court for distribution at statutory priority levels 215 ILCS 5/205(1)(d) thru 215 ILCS 5/205(1)(g) is hereby approved; and
2. That the Liquidator is hereby authorized to make a distribution of National Assurance Indemnity Company's estate assets necessary to effectuate the dividend on allowed and court approved claims.



Judge Presiding

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