

1 BILL LOCKYER
Attorney General of the State of California
2 RANDALL P. BORCHERDING
Supervising Deputy Attorney General
3 DAVID LEW
Deputy Attorney General
4 State Bar No. 77186
1515 Clay Street, Suite 2000
5 P.O. Box 70550
Oakland, CA 94612-0550
6 Telephone: (510) 622-2225
Facsimile: (510) 622-2121

7 Attorneys for Applicant Insurance Commissioner of
8 the State of California

9
10 SUPERIOR COURT OF CALIFORNIA
11 COUNTY OF SAN FRANCISCO

12 INSURANCE COMMISSIONER OF THE STATE
13 OF CALIFORNIA,

14 Applicant,

15 v.

16 GREAT STATES INSURANCE COMPANY, a
California domiciled insurance company,

17 Respondent.
18

NO. 320047

**[PROPOSED] ORDER
APPROVING VERIFIED
APPLICATION FOR ORDER
AUTHORIZING PROPOSAL
FOR EARLY DISTRIBUTION
OF ASSETS TO STATE
INSURANCE GUARANTY
ASSOCIATIONS OR FUNDS**

19 Applicant Insurance Commissioner of the State of California's verified application for
20 order authorizing proposal for early distribution of assets to state insurance guaranty associations
21 or funds, having come before this Court in Department 301 on January 30, 2006, and the Court
22 having considered the motion, no opposition having been filed and GOOD CAUSE APPEARING, THE COURT MAKES THE
23 FOLLOWING ORDER:

24 1. The Commissioner's proposal to distribute assets of the estate of HIH America in
25 the amount of approximately \$5,000,000 to various state insurance guaranty associations or
26 funds, as set forth in the Attachment to this Order, is APPROVED.

27 2. The Order approving the transfer to assets to each of the state insurance guaranty
28 associations or funds, as set forth in the Attachment to this Order, shall be subject to the

ENDORSED
FILED
San Francisco County Superior Court

JAN 30 2006

GORDON PARK-LI, Clerk
BY: ERICKA LARNAUTI
Deputy Clerk

1 execution of an agreement with each guaranty association or fund to return the distributed assets,
2 as required, to pay claims of secured creditors and claims falling within the priorities established
3 in Insurance Code section 1033, subdivisions (a)(1) and (a)(2).

4 3. The Commissioner shall take any and all action necessary to accomplish the
5 purposes of the Order requested herein.

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Dated: **JAN 30 2006**

JAMES L WARREN

Judge of the Superior Court

ATTACHMENT TO ORDER

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The Commissioner shall distribute and pay each guaranty fund the following amount:

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| 1. | Special Fund of the Industrial Commission of Arizona | \$564,557 |
| 2. | California Insurance Guarantee Association | \$2,134,738 |
| 3. | Colorado Insurance Guaranty Association | \$2,147,228 |
| 4. | Illinois Insurance Guaranty Fund | \$18,620 |
| 5. | Nevada Insurance Guaranty Association | \$111,259 |
| 6. | New Mexico Property & Casualty Ins. Guaranty Assn. | \$0 |
| 7. | Texas Property & Casualty Ins. Guaranty Association | \$23,598 |