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FILED
Robert D. Zornwalt, Clerk
MAY 04 1989
BY E MARSHALL DEPUTY

SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF SAN DIEGO

INSURANCE COMMISSIONER OF THE)	
STATE OF CALIFORNIA,)	
)	NO. 609178
Applicant,)	
)	ORDER APPOINTING
v.)	LIQUIDATOR AND
)	RESTRAINING ORDERS
NATIONAL SERVICE,)	
INSURANCE COMPANY,)	Date: May 4, 1989
a California corporation,)	Time: 9:00 a.m.
Respondent.)	Dept: 35

The verified Application for Order of Liquidation of Respondent National Service Insurance Company came on regularly for hearing on May 4, 1989, in Department 35 of the above entitled court, the Honorable ~~William C. Pate~~ ^{KEVIN MIDLAM}, Judge presiding. Applicant appeared by her counsel, John K. Van De Kamp, Attorney General of the State of California, by Arthur C. De Goede, Assistant Attorney General; there being no documents filed in response to said Application or other appearance, and after considering the Application and the arguments of counsel:

IT IS HEREBY ORDERED:

1. 1. The Insurance Commissioner of the State of

1 California is appointed in her official capacity as Liquidator of
2 Respondent, National Service Insurance Company, as prescribed by
3 Section 1016 of the Insurance Code, and directed as Liquidator to
4 liquidate and wind up the affairs of Respondent and to act in all
5 ways and exercise all powers necessary for the purpose of carrying
6 out such order;

7 2. Title to all assets of Respondent now in the
8 possession of the Insurance Commissioner as Conservator hereof, as
9 well as title to any assets of said Respondent discovered hereafter
10 is hereby vested in said Liquidator;

11 3. Said Liquidator, as such, is hereby authorized to
12 honor as expenses of administration, all expenses heretofore
13 incurred by the Conservator of Respondent and presently unpaid and
14 is hereby authorized to pay the full amount of any checks or drafts
15 which have been issued by the Conservator of Respondent and which
16 are presently outstanding and unpaid when said checks or drafts are
17 presented for payment;

18 4. The rights and liabilities of creditors, policyholders,
19 shareholders, and all other persons interested in the assets of
20 Respondent, including the State of California, are fixed as of the
21 date of this order;

22 5. Respondent, its officers, directors, agents and
23 employees and all other persons are hereby enjoined and restrained
24 from transacting any of the business of Respondent or the
25 disposition of any of its assets and property;

26 6. All persons are hereby enjoined and restrained from
27 interference with the possession, title and rights of Applicant, as
28 Liquidator, in and to the assets of Respondent, and from

1 interference with the conduct of the liquidator in winding up of
2 the business of Respondent;

3 7. All persons are hereby enjoined from the waste of
4 assets of Respondent;

5 8. All persons are hereby enjoined from instituting or
6 prosecuting any action or proceedings against Respondent, or
7 Applicant as Liquidator of Respondent, without the consent of this
8 court obtained after reasonable notice to said Liquidator;

9 9. All persons are hereby enjoined from obtaining
10 preferences, judgments, attachments or other liens, or making any
11 levy against Respondent or its assets without the consent of this
12 Court obtained after reasonable notice to said Liquidator;

13 10. All officers, directors, agents and employees of
14 Respondent are hereby ordered to deliver to said Liquidator all
15 assets, books, records, equipment and other property of said
16 Respondent;

17 11. All funds and bank accounts in the name of
18 Respondent, or Applicant as Conservator, are hereby vested in said
19 Liquidator and said funds shall be subject to withdrawal from said
20 banks upon the order of said Liquidator only;

21 12. All insurance agents and brokers are hereby ordered
22 to account to the Liquidator of Respondent for all funds of
23 Respondent held by them in their fiduciary capacity, as specified
24 in Sections 1733, 1734 and 1735 of the Insurance Code, or due to
25 Respondent, and directed to forward said funds to Applicant as
26 Liquidator, and said funds are vested in Applicant as Liquidator;

27 and

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1 13. Said Liquidator is hereby authorized to initiate such
2 equitable or legal actions or proceedings in this or other states
3 as may appear to her necessary to carry out her function as
4 Liquidator.

5 DATED: ~~MAY 04~~ 1989.
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KEVIN MIDLAM

KEVIN MIDLAM
Judge of the Superior Court

Prepared and submitted by:
JOHN K. VAN DE KAMP, Attorney General
of the State of California



ARTHUR C. DE GOEDE
Assistant Attorney General
Attorneys for Insurance Commissioner