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FILED

SEP 23 1975
CLARENCE E. CABELL, County Clerk
M. A. Drabickas
BY M. A. DRABICKAS, DEPUTY

9 SUPERIOR COURT OF THE STATE OF CALIFORNIA
10 FOR THE COUNTY OF LOS ANGELES

11 INSURANCE COMMISSIONER OF THE)
12 State of California,)
13 Applicant,)
14 v.)
15 SIGNAL INSURANCE COMPANY,)
16 a California corporation,)
17 Respondent.)

NO. C136919
ORDER APPOINTING
CONSERVATOR
AND
RESTRAINING ORDER

18 The verified Application of the Insurance
19 Commissioner of the State of California, having been filed
20 herein and it appearing to the Court from said Application
21 that respondent herein is in such condition that it is
22 insolvent within the meaning of the Insurance Code and that
23 its further transaction of business will be hazardous to its
24 policyholders, its creditors, and to the public,

25 IT IS HEREBY ORDERED:

26 1. That the Insurance Commissioner of the State
27 of California, applicant herein, is hereby appointed

1 Conservator of Signal Insurance Company, respondent herein, and is
2 directed as such Conservator to conduct the business of respondent
3 or so much thereof as to the applicant may seem appropriate; and
4 applicant is authorized as such Conservator in his discretion to
5 pay or defer payment of all proper claims and of obligations
6 against respondent accruing prior to or subsequent to his appoint-
7 ment as Conservator;

8 2. That said Conservator forthwith take possession of
9 all of respondent's assets, books, records and property, both
10 real and personal, wheresoever situated;

11 3. That there is hereby vested in said Conservator and
12 his successors in office title to all of the property and assets
13 of said respondent, and all persons are enjoined from interfering
14 with said Conservator's possession and title thereto;

15 4. That said respondent, its officers, directors and
16 agents and employees are hereby enjoined from transacting any of
17 the business of respondent, and from disposing of any of respond-
18 ent's property or assets until further order of this court;

19 5. That all persons are enjoined from instituting or
20 maintaining any action at law or suit in equity including but not
21 limited to matters in arbitration, against said respondent or
22 against said Conservator of said respondent, and from attaching or
23 executing upon or taking any legal proceeding against any of the
24 property of respondent, and from doing any act interfering with the
25 conduct of said business by the conservator, except after an order
26 from this Court obtained after reasonable notice to the conservator;

27 6. That all officers, directors, agents and employees

(This paragraph shall not be interpreted to prevent further prosecution)
of
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1 of respondent deliver to the conservator all assets, books,
2 records, equipment and other property of respondent;

3 7. That all funds in bank accounts in the name of
4 respondent in various banks in the State of California, and in
5 other banks wheresoever situated are hereby vested in the
6 conservator and subject to withdrawal upon his order only;

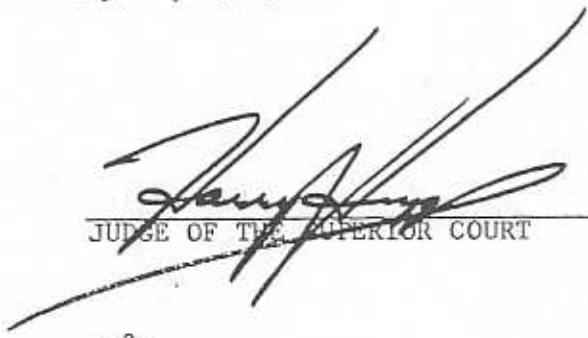
7 8. That any and all agents of respondent and all
8 brokers who have done business for respondent make all remittances
9 of funds collected by them or in their hands directly to the
10 applicant as conservator;

11 9. That the conservator is authorized to pay all
12 reasonable costs of operating respondent as conservator out of the
13 funds and assets of said respondent;

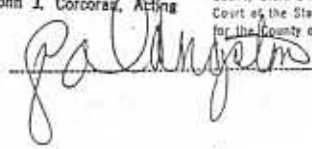
14 10. That all persons having possession of any lists of
15 policyholders of respondent deliver all such lists to the
16 conservator; that all persons are enjoined from using any of such
17 lists or any information contained therein without the consent of
18 said conservator;

19 11. That the conservator is authorized to initiate such
20 legal or equitable actions in this or other states as he may deem
21 necessary to carry out his duties as conservator of respondent,
22 Signal Insurance Company.

23 DATED: September 23, 1975.

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JUDGE OF THE SUPERIOR COURT

COURT PAPER
STATE OF CALIFORNIA
STD. 113 (REV. 8-72)
05P

THE DOCUMENT TO WHICH THIS CERTIFICATE IS AT-
TACHED IS A FULL, TRUE AND CORRECT COPY OF THE
ORIGINAL ON FILE AND OF RECORD IN MY OFFICE.
ATTEST MAY 9 1977 19.....
John I. Corcoran, Acting County Clerk and Clerk of the Superior
Court of the State of California,
for the County of Los Angeles.
BY  DEPUTY