10

11

12

13

14

15

16

17

18

19

SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN DIEGO

INSURANCE COMMISSIONER OF THE STATE OF CALIFORNIA,

v.

Plaintiff.

Case No. GIC 774028

PROPOSED ORDER ON APPLICATION FOR EARLY DISTRIBUTION

FRONTIER PACIFIC INSURANCE

COMPANY, A California Corporation,

Defendants.

Date: Time:

The Applicant Insurance Commissioner of the State of California's APPLICATION FOR

ORDER APPROVING LIQUIDATOR'S PROPOSAL TO DISBURSE ASSETS TO CERTAIN

STATE INSURANCE GUARANTY ASSOCIATIONS AND POLICYHOLDERS came on for

hearing in this court June 22, 2012. Deputy Attorney General Tim Nader appeared on behalf of

the Insurance Commissioner. Proper notice of the Application was provided to all associations in

and all Commissioners of Insurance of each of the states pursuant to Insurance Code §1035.5(e).

Dept: 71

Judge: The Honorable Ronald S. Prager

Trial Date:

Action Filed: September 7, 2001

20

21

2223

24

25

26

27

28

111

111

1

No opposition to the Application was filed and there were no appearances in opposition at the hearing.

The Court grants the Application and orders as follows:

The Liquidator of Frontier Pacific Insurance Company (FPIC) is authorized to distribute and pay a total of \$24,498,262.54 from the assets of FPIC to the California Insurance Guarantee Association (CIGA) and policyholders as set forth in the Application, to wit:

CIGA will be paid by wire transfer a total payment \$11,465,923.00 and FPIC's New York statutory deposit of \$2,303,382.00 will be released and made available to the New York Liquidation Bureau.

The Liquidator will distribute on a 55.5% pro rata basis \$10,728,957.54 to the policyholders with non covered approved claims for unearned premium, for non covered excess and surplus line claims, and for non covered surety bond claims. However, in order to minimize administrative expenses, no distribution will be made to any claimant that would receive less than \$5.00 until the Liquidator submits his application for a final distribution.

The Liquidator is authorized to take any and all action necessary to accomplish the purposes of this Order.

IT IS SO ORDERED.

Dated: JUL 2 3 2012

Judge Ronald S. Prager