

1 JOHN K. VAN DE KAMP, Attorney General  
of the State of California  
2 TIMOTHY G. LADDISH,  
Supervising Deputy Attorney General  
3 JULIAN O. STANDEN,  
Deputy Attorney General  
4 6000 State Building  
350 McAllister Street  
5 San Francisco, California 94102  
Telephone: (415) 557-1369

7 MAY 6 2:35  
COUNTY CLERK  
DEPUTY

7 Attorneys for Applicant

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9 SUPERIOR COURT OF THE STATE OF CALIFORNIA  
10 FOR THE COUNTY OF SANTA CLARA

11 INSURANCE COMMISSIONER OF THE )  
12 STATE OF CALIFORNIA, )  
13 Applicant, )  
14 v. )  
15 HOMELAND INSURANCE COMPANY, )  
a California corporation, )  
16 Respondent. )  
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NO. 628383  
ORDER APPOINTING CONSERVATOR  
AND  
RESTRAINING ORDER

18 The verified Application of the Insurance Commissioner of  
19 the State of California having been filed herein and it appearing  
20 to this court from said Application that said Commissioner has  
21 found Homeland Insurance Company to be in such a condition that  
22 its further transaction of business will be hazardous to its  
23 policyholders, creditors, and the public,

24 IT IS HEREBY ORDERED:

25 1. That the Insurance Commissioner of the State of  
26 California, Applicant herein, is hereby appointed Conservator of  
27 Homeland Insurance Company, Respondent herein, and directed as  
28 such to conduct the business of Respondent or so much thereof as

1 to said Conservator may seem appropriate; and said Conservator is  
2 authorized, in her discretion, to pay or defer payment of all  
3 claims and obligations against Respondent accruing prior to or  
4 subsequent to Applicant's appointment as Conservator;

5 2. That said Conservator forthwith take possession of  
6 all Respondent's assets, books, records and property, both real  
7 and personal, wheresoever situated;

8 3. That there is hereby vested in said Conservator and  
9 her successors in office, title to all of the property and assets  
10 of said Respondent, wheresoever situated and all persons are  
11 hereby enjoined from interfering in any manner with the said  
12 Conservator's possession and title thereto;

13 4. That said Respondent, its officers, directors,  
14 governors, agents and employees are hereby enjoined from  
15 transacting any of the business of Respondent, or from disposing  
16 of any of its property or assets until further order of this court;

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

25 6. That all officers, directors, agents and employees of  
26 Respondent deliver to the Conservator all assets, books, records,  
27 equipment and other property of Respondent wheresoever situated;

28 7. That the Conservator is authorized to pay all

1 reasonable costs of operating Respondent as Conservator out of the  
2 funds and assets of said Respondent;

3 8. That all funds including certificates of deposit and  
4 bank accounts in the name of Respondent in various banks in the  
5 State of California, and in other banks wheresoever situated, are  
6 hereby vested in the Conservator and subject to withdrawal upon  
7 her order only;

8 9. That all agents of Respondent and all brokers who  
9 have written business for Respondent make remittances of funds  
10 collected by them or in their hands to the Applicant as  
11 Conservator;

12 10. That all persons having possession of any lists of  
13 policyholders of Respondent deliver all such lists to Applicant as  
14 Conservator; that all persons are enjoined from using such lists  
15 or any information contained therein without the consent of said  
16 Conservator;

17 11. That the Conservator is authorized to initiate such  
18 equitable or legal actions or proceedings in this or other states  
19 as may appear to her necessary to carry out her functions as  
20 Conservator;

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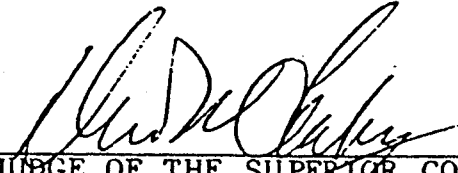
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1 12. That the Conservator is authorized to pay for her  
2 costs in bringing and maintaining this action, and such other  
3 actions as are necessary to carry out her functions as Conservator.

4  
5 DATED: \_\_\_\_\_

5/6/87

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11 JUDGE OF THE SUPERIOR COURT  
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PROOF OF SERVICE BY MAIL

(CCP SECTIONS 1013(a), 2015.5)

My business address is 1125 Marshall Street, Redwood City, California; I am employed in the County of San Mateo where this mailing occurs; I am over the age of eighteen years and not a party to the within cause. I served the within legal document(s) on the following person(s) on the date set forth below, by placing a true copy thereof in a United States post office mail box at Redwood City, California addressed as follows:

ENCLOSURE: NOTICE OF ORDER APPOINTING CONSERVATOR AND RESTRAINING ORDER

Alvin E. Potter, Esq.  
Attorney at Law  
1611 Borel Place, Suite 6  
San Mateo, California 94402

Ronald D. Echeguren, Esq.  
CRESSWELL, CAKE & ECHEGUREN  
Attorneys at Law  
270 Grand Avenue  
Oakland, California 94610-0266

I, Marilyne E. Shade, declare under penalty of perjury that the foregoing is true and correct. Executed at Redwood City, California on June 19, 1987.

Marilyne Shade