

1 KAMALA D. HARRIS
Attorney General of California
2 W. DEAN FREEMAN
FELIX E. LEATHERWOOD
3 Supervising Deputy Attorneys General
LISA W. CHAO
4 Deputy Attorney General
State Bar No. 198536
5 300 South Spring Street, Suite 1702
Los Angeles, CA 90013
6 Telephone: (213) 897-2481
Fax: (213) 897-5775
7 E-mail: Lisa.Chao@doj.ca.gov
Attorneys for Applicant Dave Jones,
8 *Insurance Commissioner of the State of California, in*
his capacity as Liquidator of Superior National
9 *Insurance Company, Superior Pacific Casualty*
10 *Company, California Compensation Insurance*
11 *Company, Commercial Compensation Casualty*
Company and Combined Benefits Insurance
Company

ORIGINAL FILED
SEP 13 2013
**LOS ANGELES
SUPERIOR COURT**

12 SUPERIOR COURT OF THE STATE OF CALIFORNIA
13 COUNTY OF LOS ANGELES
14 CENTRAL CIVIL WEST
15

16 **INSURANCE COMMISSIONER OF THE**
17 **STATE OF CALIFORNIA,**

18 Applicant,

19 v.

20 **SUPERIOR NATIONAL INSURANCE**
21 **COMPANY,**

22 Respondent.
23
24
25
26
27
28

Case No.: BS061974
Consolidated with: BS061675
BS062171
BS062173
BS063746

**LIQUIDATOR'S FURTHER STATUS
REPORT FOR LEAD CASE**

Non-Appearance
Case Review: September 27, 2013

Dept: CCW-322
Judge: The Honorable Kenneth R.
Freeman

1 TO THE COURT AND TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:
2 THE LIQUIDATOR'S FURTHER STATUS REPORT FOR LEAD CASE.

3 I.

4 OVERVIEW

5 The Insurance Commissioner of the State of California ("Commissioner" or "Liquidator"),
6 through his CLO¹, manages the Superior National Insurance Companies'² liquidation for the
7 benefit of policy claimants and creditors. It is the purpose of this report to explain the current
8 status of the liquidator's reinsurance and premium recovery efforts, to provide financial
9 information and an updated look at the Liquidator's ongoing litigation efforts. This report
10 updates all the categories of information provided in the Liquidator's report previously filed on
11 September 20, 2012.

12 II.

13 REINSURANCE INFORMATION

14 The CLO continues to pursue the estate's reinsurance recoveries by performing
15 accounting, billings and collections, commutations, and overseeing audits. In addition to a
16 general summary of reinsurance activities occurring since the last status conference, the Court has
17 directed the CLO to continue to report a schedule of paid loss recoverables (net of premiums
18 payable) including an aging report. Exhibit A is a schedule of paid loss recoverables (net of
19 premiums payable) containing the requested aging report. Exhibit B is a schedule of ceded case
20 reserves listing the amounts of all claims whether paid or reported to the reinsurer, but not yet
21 billed, based on reserve amounts as established by the responsible IGA. Exhibit C is a schedule
22 of ceded incurred but not reported reserves (IBNR). Exhibit D is a computation of difference in
23 amounts of paid loss recoverables (net of premiums payable) between the current and prior
24 reports. The following is a narrative that explains the latest versions of these reports in more

25 ¹ Conservation and Liquidation Office.

26 ² The Superior National Insurance Companies refer to Superior National Insurance
27 Company, Superior Pacific Casualty Company, California Compensation Insurance Company,
28 Commercial Compensation Casualty Company and Combined Benefits Insurance Company,
which are collectively also referred to as the "SNICIL" or the "Estate."

1 detail.

2 **Exhibit A – Paid Loss Recoverables (Net of Premiums Payable)**

3 Exhibit A lists paid loss recoverables (net of premiums payable) due from each reinsurer
4 as of June 30, 2013. Paid loss recoverables are the amounts already paid to claimants that are due
5 from the reinsurers and premiums payable are amounts due reinsurers pursuant to the terms of
6 each contract. A total of \$10,587,245 is shown as due from reinsurers, an increase from the
7 \$8,575,851 due as of June 30, 2012 as reported in the September 2012 status report. The increase
8 in paid loss recoverables (net of premiums payable) is \$2,011,394, resulting primarily from new
9 billings of \$3,897,579 and the recording of the reinsurance commutation of CNA Re/Continental
10 Casualty's participation in various treaties with Superior Pacific Casualty Company totaling
11 \$4,292,720, offset by collections of \$6,150,737 and write-offs of \$28,165. (See Exhibit D.)

12 The new billings are from the release of updated reinsurance reports for various XOL
13 treaties. Included in the collections is the settlement of the above-mentioned commutation in the
14 amount of \$4,292,720. The total collections were primarily from Blackthorn/Ace American, CNA
15 Re/Continental Casualty, LDG Re, SCOR Re, St. Paul Re and Transatlantic Re (all XOL treaty
16 reinsurers). The write-offs of \$28,165 are for balances due from LDG Re and ING Re that are
17 not subject to the XOL treaties.

18 Also included in the total paid loss recoverables (net of premiums payable) are amounts
19 that are in dispute, due from companies in liquidation, or pre-liquidation receivables in the
20 process of reconciliation. The \$8,232,869 in net balance due from reinsurers (net of premiums
21 payable) results from an increase of \$1,407,774 from June 30, 2012. This increase is due to
22 billings of \$3,293,949 and the recording of the CNA Re/Continental Casualty commutation offset
23 by collections of \$6,150,731 and write-offs of \$28,165. (See Exhibit D.)

24 Trustmark owes SNICIL a total amount of \$2,368,466, an increase of \$603,621 from June
25 30, 2012. The majority of the balance is due to disputes in penalty payments, CT claims,
26 undocumented bill review payments and other billing issues.

27 Enstar/Continental Casualty (formerly Castlewood/Continental Casualty) also owes
28 SNICIL a total amount of \$6.5 million, up by approximately \$1 million, due to new billings. In

1 July 2013, Enstar/Continental Casualty remitted a total of \$987,000 in payments of various XOL
2 balances. The Liquidator continues to submit billings and supporting documentation to them and
3 is pressing both reinsurers to settle all billed and overdue amounts. The CLO is actively pursuing
4 commutation of two major excess treaties with Enstar, CIGNA Re/Connecticut General Life and
5 CIGNA Re/Life Insurance Co. of North America at this time. The Liquidator and Enstar are
6 attempting to resolve the allocation of the treaties' aggregate limits with the other named
7 reinsureds in the treaties. The commutation of these two treaties will significantly reduce the
8 amounts due from these reinsurers.

9 Trustmark, LDG Re, Global Re, SCOR Re and other excess reinsurers have also
10 expressed their desire to commute their reinsurance obligations to SNICIL. Loss data are
11 currently being reviewed and analyzed by the Liquidator's actuary.

12 Reinsurers continue to request permission to perform claim audits. Audits by Global Re
13 and LDG Re were completed in the fourth quarter of 2012 and second quarter of 2013,
14 respectively. Trustmark also performed an audit from September 17, 2012 to October 5, 2012.

15 Exhibit A also shows the aging of the paid loss recoverables (net of premiums payable).

16 **Exhibit B – Ceded Case Reserves**

17 Exhibit B lists the ceded case reserves as of June 30, 2013 related to each reinsurer's
18 contract with the liquidating companies. These are claims that have been reported to the
19 Liquidator but have not been paid to the claimants and therefore are not yet due from the
20 reinsurers. The total of the ceded case reserves is currently \$88,601,766, which is a decrease of
21 \$4,841,104 from the amounts due as of June 30, 2012. The reduction is primarily due to the
22 decrease of the case reserves of the various XOL treaties, particularly the Superior Pacific/Pac
23 Rim XOL treaties (\$4.2 million). \$3.5 million of this decrease is due to the takedown of the case
24 reserves resulting from the commutation of CNA Re/Continental Casualty's participation in the
25 Superior Pacific/Pac Rim XOL treaties. The remaining \$700,000 decrease is from the Trustmark
26 XOL treaties (\$530,000) and the Superior National \$4.5M xs \$500K Per Occurrence treaty (\$767
27 thousand), offset by an increase in case reserves of the Superior National Insurance Group \$4M
28 xs \$1M Per Occurrence treaty in the amount of \$545,000.

1 **Exhibit C – Ceded IBNR (Incurred But Not Reported Reserves)**

2 This exhibit lists the undiscounted ceded incurred but not reported reserves as of June 30,
3 2013. The total of the ceded IBNR is currently \$60.8 million, which represents a decrease of \$2.5
4 million from June 30, 2012. The reduction is a result of the commutation of CNA Re/Continental
5 Casualty's participation in the Superior Pacific/Pac Rim XOL treaties.

6 The IBNR of \$60.8 million pertains to the XOL treaties, some of which have not had the
7 benefit of an actuarial study since liquidation and therefore, the carried IBNR is outdated and
8 unreliable. The ceded IBNR will be updated as we receive the actuaries' analysis of each
9 program being commuted.

10 **III.**

11 **ARBITRATION AND OTHER MATTERS**

12 There are no arbitration or other litigation activities to report since the previous report.

13 **IV.**

14 **FINANCIAL REPORT**

15 The CLO's Accounting Department has updated its financial statements through June 30,
16 2013, and a copy of the consolidated balance sheet for the SNICIL estates is attached hereto as
17 Exhibit E. Secured claims liability balance includes \$6.5 million for the SNTL lien.

18 The financial statements incorporate the results of a December 31, 2010
19 PriceWaterhouseCooper's actuarial report commissioned by the Liquidator to review the
20 adequacy of SNICIL reserves and IBNR for workers' compensation claims.

21 The accounting department continues its other projects on an on-going basis, including its
22 estate asset allocations, supporting the billing activities of the reinsurance department, resolving
23 statutory deposits accounts in various jurisdictions and/or recoveries, and the IGA claims data
24 reconciliation project.

25 ///

26 ///

27 ///

28 ///

CLAIMS ADMINISTRATION

A. Claims Processing

1. Premium and Subrogation Collection Activity

The amount of premium collected in 2012 totaled \$4,371. There were no premium collection activities in 2013. The amount of subrogation collected in 2012 totaled \$8,207 with an additional \$1,330 collected during 2013. Due to the low level of premium and subrogation collection activities, the Commissioner will discontinue any further reporting on this matter.

2. Claims Administration

All Proof of Claim matters, other than the claims of Insurance Guaranty Associations ("IGAs"), are resolved, and liabilities should be relatively fixed. As long as the estate remains open there is the possibility of requests for late filing of Proof of Claims (see *Middleton v. Imperial Insurance Company* (1983) 34 Cal.3d 134 for criteria allowing such filings).

One such late filing is a newly discovered life insurance policy with a face amount of \$1,100 that was issued to employees of a now defunct life insurance company that was ultimately merged into Combined Benefits Life Insurance Company. As the policyholder was not provided with notice of liquidation, it is likely that the estate will now accept this claim.

The Liquidator previously reported that it intended to seek a modification of the Court's order approving the Class 2 claim of Tammy Sellers against California Compensation Insurance Company to change the allocation of the claim amount between the claimant and Medicare. The task has been delayed due to the Liquidator's desire to first be registered as a "Medicare Secondary Payer" under section 111 of the Medicare, Medicaid, SCHIP Extension Act of 2007, which requires a Responsible Reporting Entity to officially report claims such as the Sellers claim. Because the Liquidator is deemed to be a "Small Reporter" the Liquidator has encountered some difficulties getting registered. It is believed that such registration will be accomplished imminently. There is no practical issue with a delayed correction as there are no scheduled plans for a further distribution to the non-IGA creditors.

As the estate approaches closure, the Liquidator seeks to finalize the 43 remaining open

1 claims of IGAs that have paid SNICIL claims. Since the formal resolution of the IGAs' claims
2 involves a discounting of future reserves, the Liquidator generally waits until there is prospect of
3 a relatively imminent closure of the estate before finalizing their claims. 18 out of the total 61
4 IGAs claims have already been closed. The Liquidator continues to reconcile 17 out of the
5 remaining 43 open IGAs claims that either have zero or one claim remaining open. Depending on
6 the success of concluding reinsurance, we project this estate will be open at least two more years.
7 Assuming that timeline, we plan to accelerate resolving the IGA claims in the fourth quarter of
8 2014, which is expected to be a three to six month process.

9 **VI.**

10 **EARLY ACCESS DISTRIBUTION**

11 Pursuant to the court's order of June 27, 2013, authorizing the Liquidator to disburse
12 estate assets, the Liquidator completed a total distribution of \$29,016,649 from the Superior
13 National Insurance Companies to various state insurance guarantee associations.

14 With the latest early access distribution, the amount of estate assets disbursed from the
15 inception of liquidation total \$1,455,485,445.

16 **VII.**

17 **CONCLUSION**

18 The Superior National Insurance Companies continue to conduct significant run-off
19 activities, including recovering reinsurance assets; claims administration, estate accounting,
20 reinsurance negotiations and settlements. Moreover, these liquidating companies continue to
21 fulfill a significant goal of collecting and distributing assets to the IGAs, in order to close the gap
22 between the assets of the liquidating companies and their financial obligations. If the Court has

23 ///

24 ///

25 ///

26 ///

27 ///

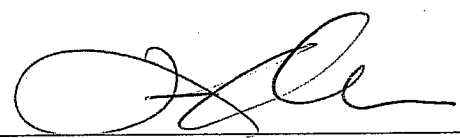
28 ///

1 questions concerning the contents of this status report, the Liquidator will endeavor to provide
2 answers within a reasonable time.

3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

Dated: September 13, 2013

KAMALA D. HARRIS
Attorney General of California
W. DEAN FREEMAN
FELIX E. LEATHERWOOD
Supervising Deputy Attorneys General



LISA W. CHAO
Deputy Attorney General
*Attorneys for Applicant Insurance Commissioner
of the State of California, in his capacity as
Liquidator of Superior National Insurance
Company, Superior Pacific Casualty Company,
California Compensation Insurance Company,
Commercial Compensation Casualty Company
and Combined Benefits Insurance Co.*

LA2000CV0370
51359033_2.doc

EXHIBIT A

Exhibit A
SUPERIOR NATIONAL INSURANCE COMPANIES IN LIQUIDATION
Paid Loss Recoverables (Net of Premiums Payable) by Reinsurers
June 30, 2013

	TOTAL	< 30 days	30-59 days	60-89 days	90-119 days	120 days and over
Arrowwood Indemnity	-					-
AUL RMS (SF)/American Acc Re	(144)					(144)
AUL RMS UNUM LIFE AM	(323,172)					(323,172)
AUL RMS/American United Life	21,125					21,125
AUL RMS/FED INS CHUBB	-					-
Berkley	-					-
Berkley/North Star Re	4,490					4,490
Blackthorn Re Svc/Ace American	221,908		62,435			159,473
Captive Reinsurers (Universal Re)	(14,089)					(14,089)
Cigna Re/Connecticut General Life	720,028	2,840	40,839	5,514		670,835
CIGNA Re/Life Insurance Co. of North Americ	337,557		23,650			313,908
CIGNA*	-					-
Clarendon	-					-
Clearwater	-					-
CNA Re/Continental Casualty	-					-
Continental*	4,813					4,813
Coronet/Camelback Re (In Liquidation)	-					-
Donnelly Skirtich/Continental Assurance	(43)					(43)
Employers Re*	-					-
Enstar (formerly Castlewood)/Continental Cas Excess*	6,528,677	6,087	264,593	11,815		6,246,183
General Security National	53,750					53,750
Global Re Corp of America	-					-
HartRe (CA)/Hartford Fire	209,731	1,921	10,951	13,547		183,312
Home (In Liquidation)	-					-
JEH Re/John Hancock Mutual	-					-
LDG Re Corp-OCR/Workers Comp Alternati	368,117	9,964	22,289			335,864
LDG Re SRD/First All Financial	-					-
Life Insurance Company of North America	-					-
LDG Re- SRD/Transatlantic	35,611		6,603			29,008
New England Re*	-					-
North America*	-					-
North Star Re	-					-
Pennsylvania Manufacturers	6,574					6,574
Praetorian	12,023	1,139				10,883
Reinsurance Services of Princeton/Amer Unit	(21,165)					(21,165)
ReliaStar Life	1,338	1,217				120
Reliastar Life UK	-					-
Scandinavian Re	-					-
Scor Re (IL)	42,391	9,510	-	32,879	-	3
Scor Re*	-					-
St Paul Re	3,701	3,698	3			-
Swiss Re America Corp	-					-
Toa Re	434					434
Transatlantic Re	376	376				-
Travelers Indemnity*	3,457					3,457
Travelers/Phoenix*	-					-
Trustmark	2,368,466		7,005	142,233	85,295	2,133,933
Underwriters Re	-					-
United Republic (In Liquidation)	-					-
US Life	-					-
Zurich (UK)	1,293	1,293				-
Total at June 30, 2013	10,587,245	38,045	438,368	205,987	85,295	9,819,551
	100.00%	0.36%	4.14%	1.95%	0.81%	92.75%
US Life (In Dispute)	-	-	-	-	-	-
Trustmark (In Dispute)	(2,368,466)	-	(7,005)	(142,233)	(85,295)	(2,133,933)
Home (In Liquidation)	-	-	-	-	-	-
United Republic (In Liquidation)	-	-	-	-	-	-
Coronet (In Liquidation)	-	-	-	-	-	-
Captive Program	14,089	-	-	-	-	14,089
*Pre-liquidation receivables in process of rec	-	-	-	-	-	-
Net Balance Due at June 30, 2013	8,232,869	38,045	431,363	63,754	-	7,699,707
	100.00%	0.46%	5.24%	0.77%	0.00%	93.52%

EXHIBIT B

Exhibit B
SUPERIOR NATIONAL INSURANCE COMPANIES IN LIQUIDATION
Ceded Case Reserves by Reinsurers
June 30, 2013

American Accident Group I	147,452
American Accident Group II	147,452
AUL RMS (SF) Fed Ins Chubb	1,623,481
AUL RMS (SF) Unum Life American	-
Berkley (formerly Signet)	26,170
Berkley/North Star Re (formerly North Star Re thru CSMC)	7,150
Blackthorn Re/Ace American	7,979,875
Captive Reinsurers	518,396
CIGNA	-
Cigna Re/Connecticut General Life	3,471,908
CIGNA Re/Life Insurance Co. of North America	3,022,680
Clarendon National	15,836
Clearwater (formerly Skandia America)	6,007
CNA Re/Continental Casualty	-
Cologne Re of America	3,519
Continental Ins (formerly Continental Re)	4,319
Coronet Ins/Camelback Re (in Liq)	-
Enstar (formerly Castlewood)/Continental Casualty Excess	25,704,896
Excess	44,026
First Allmerica Financial (LDG Re-SRD)	2,213,838
General Security National (formerly Le Mans Re)	2,815
Global American Re (Constitution Re)	1,592,837
Hart/Re (CA)/Hartford Fire (formerly Hartford Fire)	21,868
Home (in Liquidation)	-
Imperial Casualty & Indemnity (commuted)	-
JEH Re/John Hancock Mutual	130,195
Lincoln National Life	353,093
New England Re	-
North America	32,953
North Star Re	4,363
Partner Re of NY (formerly Winterthur)	-
Pennsylvania Manufacturer's	10,250
Phoenix Home Life Mutual	294,816
Praetorian	756,554
Reliastar Life (Minnesota)	2,865,097
ReliaStar Life (UK)	-
Scor Re	918,686
Scor Re (IL)	8,471,434
Security of Hartford (formerly Orion)	1,408
St Paul Re	3,690,997
Swiss Re America (formerly Buffalo Re)	12,317
Swiss Re America (formerly North American)	3,798
Swiss Re America (formerly Underwriters Re)	9,838
Toa Re of America (formerly Mercantile and Gen Re)	9,799
Toa Re of America	591
Transatlantic Re	1,577,106
Transatlantic Re (LDG Re-SRD)	3,022,680
Travelers Indemnity	5,119
Travelers/Phoenix	20,133
Trustmark	12,141,899
United Republic In Liquidation	-
Workers Comp Alternative Facility/LDG Re	7,645,537
Zurich Re (UK) Ltd./Benfield LTD	68,578
<hr/>	
Total	88,601,766

EXHIBIT C

Exhibit C
SUPERIOR NATIONAL INSURANCE COMPANIES IN LIQUIDATION
Ceded IBNR by Reinsurers
June 30, 2013

US Life	-
All Other Treaties (In Process of Review)	60,840,379
Total at June 30, 2013	60,840,379

EXHIBITS D

Exhibit D
COMPUTATION OF DIFFERENCES IN AMOUNTS OF PAID LOSS
RECOVERABLES (NET OF PREMIUM PAYABLES)
BETWEEN JUNE 30, 2013 and JUNE 30, 2012

Paid Loss Recoverables (Net of Premium Payables)

\$ 2,011,394 Increase in paid loss recoverables (net of premium payables) computed as follows:

New Billings	\$	3,897,579
Commutation	\$	4,292,720
Less: Collections/FH Application/LOC Drawdown	\$	(6,150,737)
Write-offs/Adjustments	\$	(28,165)
Increase	\$	2,011,397

Net Balance Due

\$ 1,407,774 Increase in net balance due computed as follows:

New Billings	\$	3,293,949
Commutation	\$	4,292,720
Less: Collections/FH Application/LOC Drawdown	\$	(6,150,731)
Write-offs/Adjustments	\$	(28,165)
Increase	\$	1,407,773

EXHIBITS E

Insurance Commissioner of the State of California
Conservation & Liquidation Office

CONSOLIDATED SUPERIOR NATIONAL ESTATES
STATEMENT OF ASSETS AND LIABILITIES IN LIQUIDATION
As of June 30, 2013

	Cal Comp	Combined Benefits	Superior Natl	Superior Pacific	Commercial Comp	TOTAL
ASSETS						
Participation in pooled investments	36,925,200	12,656,200	18,215,200	7,266,600	12,306,900	87,370,100
Non-pooled short-term investments:						
Restricted	116,500	229,800	-	-	-	346,300
Accrued investment income	104,600	35,800	51,400	20,300	34,800	246,900
Statutory deposits held by other states	789,600	-	322,100	-	633,600	1,745,300
Funds held by guaranty associations	-	-	11,181,600	-	12,000	11,193,600
Recoverable from reinsurers - paid	3,362,300	11,600	6,580,500	30,100	602,900	10,587,400
Recoverable from reinsurers - case reserves	20,143,100	193,700	41,335,100	20,929,500	6,000,400	88,601,800
Recoverable from reinsurers - IBNR	51,413,500	-	-	8,619,700	807,100	60,840,300
Salvage and subrogation recoverable	1,700	-	19,100	-	-	20,800
Total Available Assets	112,856,500	13,127,100	77,705,000	36,866,200	20,397,700	260,952,500
LIABILITIES						
Secured claims ^{Note 1}	5,359,000	47,900	1,236,600	17,200	476,100	7,136,800
Accrued administrative expenses ^{Note 2}	400	-	-	-	463,700	464,100
Claims against policies, including guaranty associations, before distributions	2,071,695,900	35,695,800	884,165,500	226,888,600	139,390,100	3,357,835,900
Early access and other Class 2 distributions	(875,588,200)	(22,054,800)	(394,312,000)	(39,969,700)	(94,544,200)	(1,426,468,900)
All other claims	119,300,100	6,691,000	28,723,700	62,365,700	13,754,500	230,835,000
Total Estimated Liabilities	1,320,767,200	20,379,900	519,813,800	249,301,800	59,540,200	2,169,802,900
NET ASSETS (DEFICIENCY)	(1,207,910,700)	(7,252,800)	(442,108,800)	(212,435,600)	(39,142,500)	(1,908,850,400)

^{Note 1} Includes \$6.5 million for SNTL lien, down from \$28 million, pursuant to an approved court order dated May 7, 2003.

^{Note 2} Does not include expenses for final distribution and related closing activities.

DECLARATION OF SERVICE BY U.S. MAIL

Case Name: **Insurance Commissioner v. Superior National Insurance Co.**

No.: **BS061974 (Consolidated with BS061675, BS062171, BS062173 & BS063746)**

I declare:

I am employed in the Office of the Attorney General, which is the office of a member of the California State Bar at which member's direction this service is made. I am 18 years of age or older and not a party to this matter. I am familiar with the business practice at the Office of the Attorney General for collection and processing of correspondence for mailing with the United States Postal Service. In accordance with that practice, correspondence placed in the internal mail collection system at the Office of the Attorney General is deposited with the United States Postal Service with postage thereon fully prepaid that same day in the ordinary course of business.

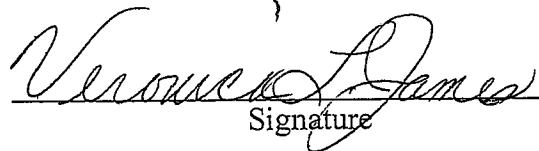
On **September 13, 2013**, I served the attached **LIQUIDATOR'S FURTHER STATUS REPORT FOR LEAD CASE** by placing a true copy thereof enclosed in a sealed envelope as certified mail and return receipt requested, in the internal mail collection system at the Office of the Attorney General at 300 South Spring Street, Suite 1702, Los Angeles, CA 90013, addressed as follows:

SEE ATTACHED SERVICE LIST

I declare under penalty of perjury under the law of the State of California the foregoing is true and correct and that this declaration was executed on **September 13, 2013**, at Los Angeles, California.

Veronica James

Declarant



Signature

SERVICE LIST

**CASE: INSURANCE COMMISSIONER v. SUPERIOR NATIONAL
INSURANCE COMPANY and CONSOLIDATED PROCEEDINGS**

CASE NO: BS 061974

<p>Brad R. Godshall, Esq. Iain A.W. Nasatir, Esq. PACHULSKI STANG ZIEHL YOUNG & JONES 10100 Santa Monica Blvd., 11th Floor Los Angeles, CA 90067 Tel: (310) 277-6910 / Fax: (310) 201-0760 inasatir@pszyjlaw.com</p>	<p>Robert E. Nagle General Counsel & Vice President Superior Natl. Ins. Group, Inc. 49 Peregrine Circle Oak Park, CA 91377</p>
<p>Peter J. Gurfein, Esq. LANDAU GOTTFRIED & BERGER LLP 1801 Century Park East, Suite 1460 Los Angeles, CA 90067 Tel (310) 557-0050 / Fax: (310) 557-0056 (Centre Insurance Company) pgurfein@lgbfirm.com</p>	<p>Louis J. Cisz, III Matthew A. Richards Gina M. Fornario Nixon Peabody LLP One Embarcadero Center, 18th Flr. San Francisco, CA 94111-3600 lcisz@nixonpeabody.com mrichards@nixonpeabody.com gforario@nixonpeabody.com</p>
<p>Joseph K. Hegedus, Esq. LEWIS, BRISBOIS, BISGAARD & SMITH, LLP 221 N. Figueroa Street, Suite 1200 Los Angeles, CA 90012 Tel: (213) 250-1800 / Fax: (213) 250-7900 hegedus@llbslaw.com</p>	<p>C. Guerry Collins, Esq. LOCKE LORD BISSELL & LIDDELL 300 S. Grand Avenue, Ste. 800 Los Angeles, CA 90071-3200 Tel: (213) 687-6719 / Fax: (213) 485-1200 (California Insurance Guarantee Association) gcollins@lockelord.com</p>
<p>Terence Kenney WILD CAREY & FIFE 120 Montgomery Street, Suite 1000 San Francisco, CA 94104-4313 Tel: (415) 837-3101 / Fax:(415) 837-3111 (Kitchen Works, Inc.) Terencekenney@wcandf.com</p>	<p>Roxanni Gillespie, Esq. BARGER & WOLEN 650 California Street, 9th Floor San Francisco, CA 94108 Tel: (415) 434-2800/ Fax: (415) 434-2533</p>
<p>Henry A. Knebel, Esq. The Law Offices of Henry Knebel 28042 Avenue Stanford, Unit E. Valencia, CA 91355 knebelh@earthlink.net</p>	<p>Philip A. O'Connell, Jr., Esq. Katherine Eddy, Esq. SONNENSHEIN NATH & ROSENTHAL 525 Market Street, 26th Floor San Francisco, CA 94105 Tel: (415) 882-5000 / Fax: (415) 543-5472 poconnelljr@sonnenschein.com (Centre Insurance Company)</p>

<p>Michael S. Lurey, Esq. Kimberly A. Posin, Esq. Lucas R. Bailey LATHAM & WATKINS 355 S. Grand Avenue Los Angeles, CA 90071 Tel: (213) 485-1234 / Fax: (213) 891-8763 Michael.lurey@lw.com</p>	<p>Gerald C. Pluard Jr., Esq. Kemper Insurance Companies – Legal One Temper Drive Long Grove, Illinois 60049-0001 Tel: (847) 320-2000 / Fax: (847) 320-4202 (Lumberman’s Mutual Casualty Co. or Kemper Insurance Companies)</p>
<p>James Stinson Sidley Austin LLP One South Dearborn Chicago, IL 60603</p>	<p>Joel Ross RISK ENTERPRISE MANAGEMENT LTD. 2540 Route 130, Suite 109 Cranbury, NJ 08512 (Risk Enterprise Management Ltd.)</p>
<p>John McPherson BARGER & WOLEN, LLP 633 W. 5th Street, 47th Floor Los Angeles, CA 90071 Tel: (213) 680-2800/ Fax: (213) 614-7399 (Risk Enterprise Management Ltd.) jmcpherson@bargerwolen.com</p>	<p>Raymond J. Lester Vice President & Associate General Counsel Trustmark Insurance Company 400 Field Drive Lake Forest, Illinois 60045</p>
<p>Michael C. Zellers, Esq. Michelle McAloon, Esq. TUCKER ELLIS & WEST LLP 515 S. Flower Street, 42nd Floor Los Angeles, CA 90071 Tel: (213) 430-3400 / Fax: (213) 430-3409 Michael.zellers@tuckerellis.com</p>	<p>David A. Thompson REED SMITH LLP 101 Second Street San Francisco, CA 94105 Tel: (415) 543-8700 / Fax: (415) 391-8269 dthompson@reedsmith.com</p>
<p>Wayne Wilson California Ins. Guarantee Association 101 N. Brand Blvd., Suite 600 Glendale, CA 91203 Tel: (323) 782-0252/ Fax: (323) 782-1489</p>	<p>Linda Dakin-Grimm, Esq. Milbank Tweed Hadley & McCloy LLP 601 S. Figueroa St., 30th Floor Los Angeles, CA 90017 Ldakin-grimm@milbank.com</p>

<p>Andrew S. Amer Simpson Thacher & Bartlett LLP 425 Lexington Avenue New York, New York 10017 Tel: (212) 455-2000 / Fax: (212) 455-2502 aamer@stblaw.com</p>	<p>Deborah L. Stein Christopher A. Sant Simpson Thacher & Bartlett LLP 1999 Avenue of the Stars, 29th Flr. Los Angeles, CA 90067 Tel: (310) 407-7500 Fax: (310) 407-7502 dstein@stblaw.com</p>
<p>Brian Currey, Esq. Erick Y. Kizirian, Esq. O'Melveny & Meyers LLP 400 So. Hope Street Los Angeles, CA 90071-2899</p>	<p>Gary A. Nye, Esq. Michael B. Adreani, Esq. Roxborough, Pomerance Nye & Adreani 5820 Canoga Ave., #250 Woodland Hills, CA 91367 gan@rpnalaw.com nba@rpnalaw.com</p>
<p>Christopher Norgaard, Esq. Nina B. Ries, Esq. NEWELL, CAMPBELL & ROCHE LLP 633 W. 5th Street, Suite 2600 Los Angeles, CA 90071 Tel: (213) 223-2030 / Fax: (213) 223-2029</p>	<p>Ronie M. Schmelz Sidley Austin LLP 555 West Fifth Avenue Suite 4000 Los Angeles, CA 90013 rschmelz@sidley.com</p>
<p>Linda M. Lasley, Esq. Lewis Brisbois, Bisgaard & Smith 221 No. Figueroa St., Ste. 1200 Los Angeles, CA 90012 lasley@lbbslaw.com</p>	

LA2000CV0370

Service List 9-13-2013 doc (deleted Sharon Sonnett after.doc

As of 9/13/13