

NOV 27 2012

At 11:30 A.M.
Amalia Rodriguez-Mendoza, Clerk

NO. D-1-GN-92-002133

STATE OF TEXAS	§	IN THE DISTRICT COURT
<i>Plaintiff,</i>	§	
	§	
V.	§	TRAVIS COUNTY, TEXAS
	§	
EMPLOYERS CASUALTY	§	
COMPANY AND EMPLOYERS	§	
OF TEXAS LLOYDS	§	
<i>Defendants</i>	§	353rd JUDICIAL DISTRICT

ORDER APPROVING SPECIAL DEPUTY RECEIVER'S FINAL REPORT AND APPLICATION TO MAKE FINAL DISTRIBUTION [EMPLOYERS OF TEXAS LLOYDS]

On this day the Court heard the *Final Report and Application to Make Final Distribution* (the "Application") filed by Jack M. Webb, Special Deputy Receiver of Employers of Texas Lloyds (the "SDR" and "ETL", respectively). The SDR appeared by and through its counsel. Having considered the Application, and the recommendation of the Special Master appointed in this proceeding ("the Master"), the Court finds as follows:

1. The *Second Amended Order of Reference to Master* ("Order of Reference") entered by this Court on November 3, 2005 provides that the Application is referred to the Master;
2. The Application was submitted to the Master in accordance with the Order of Reference;
3. Notice of the Application were provided in accordance with TEX. INS. CODE §443.007 (d) and the Order of Reference;
4. No objections were filed to the Application, and the Texas Property & Casualty Insurance Guaranty Association filed its Acknowledgment and Waiver to the Application;
5. The Master has issued a recommendation that the Application should be granted pursuant to Rule 171 of the Texas Rules of Civil Procedure;
6. The Court has jurisdiction over the Application and the parties in interest; and

7. The Application should be GRANTED in all respects.

It is therefore ORDERED, ADJUDGED and DECREED as follows

1. The Application is granted in all respects.
2. Exhibits 1A, 1B, 2 and 3 to the Application are accepted and approved.
3. The SDR shall file a final report of expenses with its final accounting. No further interim reports of expenses are required pursuant to TEX. INS. CODE § 443.015 (g).
4. The SDR's Release Agreement with the United States, Exhibit 4 to the Application, is approved.
5. The reserve for the estimated expenses to administer this proceeding through its termination, as set forth in Exhibit 5 to the Application, is approved.
6. The SDR shall distribute all cash assets of the ETL receivership remaining after the payment of the final expenses in accordance with §443.302, as described in the Application and Exhibit 6 thereto.
7. The de minimis threshold for claim payments of \$25.00 is approved.
8. The SDR's proposed treatment of withheld distributions to claimants who cannot be located or identified, or who refuse to accept earlier distributions or failed to cash earlier distribution checks, is approved.
9. The assignment to the Texas Commissioner of Insurance ("Commissioner") of all unknown and unliquidated assets of ETL is approved, and the SDR is authorized to execute an assignment in a form substantially similar to Exhibit 7 to the Application.
10. The SDR is authorized to transfer to the Commissioner all remaining records of ETL in its possession that may be required after the termination of this proceeding pursuant to TEX. INS CODE § 443.354 (b), and the reserve for the estimated expenses to maintain such records is approved. The Commissioner is authorized to maintain or dispose of such records at her

discretion.

11. The SDR's notice of the Application, Exhibit 8, and the service of the notice described in the Application constitute adequate notice.

12. The SDR is authorized to execute and file any other tax forms as may be necessary.

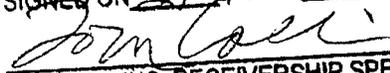
13. The SDR is authorized to file a final expense report with the final accounting.

14. The SDR is authorized to take any action necessary to implement this Order.

15. This Order constitutes a final judgment fully resolving all issues relating to the Application, provided that this Court shall retain jurisdiction to issue further orders pursuant to TEX. INS. CODE Chapter 443.

SIGNED this 27TH day of NOVEMBER, 2012.


JUDGE PRESIDING
TIM SUGAR

PROPER NOTICE GIVEN
ACKNOWLEDGMENT OF NOTICE AND WAIVER
OF OBJECTION PRESENTED
SUBMITTED
RECOMMENDED
SIGNED ON 21ST DAY OF Nov. 2012

TOM COLLINS, RECEIVERSHIP SPECIAL MASTER