

Cause No. D-1-GN-20-003004

THE STATE OF TEXAS,	§	IN THE DISTRICT COURT OF
Plaintiff	§	
	§	
v.	§	TRAVIS COUNTY, TEXAS
	§	
HOUSTON GENERAL INSURANCE	§	
EXCHANGE AND HOUSTON GENERAL	§	
INSURANCE MANAGEMENT COMPANY,	§	
Defendant	§	98TH JUDICIAL DISTRICT

**ORDER APPROVING FINAL ACCOUNTING AND
APPLICATION TO TERMINATE RECEIVERSHIP, DISSOLVE CHARTERS, AND
DISCHARGE RECEIVER AND SPECIAL DEPUTY RECEIVER**

On this day the Court considered the Application to Approve Final Accounting and Application to Terminate Receivership, Dissolve Charters, and Discharge Receiver and Special Deputy Receiver (Application) filed by Risk & Regulatory Consulting, LLC (SDR) as Special Deputy Receiver of Houston General Insurance Exchange and Houston General Insurance Management Company (respectively HGIE and HGIMC, and collectively, the Defendants). The Application requests an order pursuant to TEX. INS. CODE §§ 443.153(e), and 443.352 approving the SDR's Final Accounting and Assignment to the Commissioner and terminating this proceeding.

In accordance with the Order of Reference to Master (Master) entered on June 10, 2020 (Order of Reference) and the Supplemental Order of Reference (Supplemental Order of Reference) entered on November 2, 2020, the Application was properly submitted to the Master appointed in this cause (Master). The Master has issued a report pursuant to Rule 171 of the Texas Rules of Civil Procedure, which is incorporated herein, finding and recommending as follows:

1. The Supplemental Order of Reference provides that applications filed pursuant to

TEX. INS. CODE § 443.007, § 443.153 (e), and § 443.352 are referred to the Master.

2. Notice of the hearing by submission on the Application was (i) served on parties in interest as defined in § 443.004(a)(17) and was proper, made in accordance with the notice requirements of TEX. INS. CODE ANN. § 443.007 and the Order of Reference.
3. The Texas Property and Casualty Insurance Guaranty Association (TPCIGA) filed its acknowledgement and waiver.
4. No objections to the Application were filed.
5. The Court has jurisdiction over the Application and the parties affected hereunder.
6. The SDR's Application should be granted in all respects.

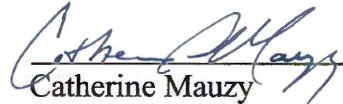
Having considered the pleadings, the evidence submitted, and the recommendation of the Master, the Court accepts the Master's report, and grants the Application.


It is therefore **ORDERED, ADJUDGED and DECREED** that:

1. The Application is approved;
2. The facts in the Application, certified and sworn to in Exhibit 1, and Exhibits 2 through 5 are admitted into evidence;
3. The charters of HGIE and HGIMC are dissolved pursuant to TEX. INS. CODE § 443.153(e);
4. The transfer of all right, title, and interest to the assets described in Exhibit 5 to the Commissioner in accordance with TEX. INS. CODE § 443.352 is approved;
5. This proceeding is terminated;
6. The Commissioner as Receiver and the SDR are discharged;
7. The SDR is authorized to execute any documents as necessary to effectuate purposes of the Application and this Order; and

8. Granting such further relief to which the SDR or Receiver may be entitled.

SIGNED this 5th day of December, 2023.


Catherine Mauzy
District Judge Presiding

PROPER NOTICE GIVEN
ACKNOWLEDGMENT OF NOTICE AND WAIVER
OF OBJECTION PRESENTED
SUBMITTED
RECOMMENDED
SIGNED ON 4th DAY OF Dec. 2023

TOM COLLINS, RECEIVERSHIP SPECIAL MASTER