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JUN 19 2019

At 1:36 p M.
Velva L. Price, District Clerk

CAUSE NO. D-1-GV-12-001713

THE STATE OF TEXAS	§	IN THE DISTRICT COURT OF
	§	
VS.	§	TRAVIS COUNTY, TEXAS
	§	
GRAMERCY INSURANCE COMPANY	§	53RD JUDICIAL DISTRICT

**ORDER APPROVING SPECIAL DEPUTY RECEIVER'S ENTRY INTO
REINSURANCE COMMUTATION AND SETTLEMENT AGREEMENT
(CBLI)**

On this day the Court considered the *Application to Approve SDR's Entry into Reinsurance Commutation and Settlement Agreement (CBLI) (Application)* filed by Resolution Oversight Corporation, Special Deputy Receiver of Gramercy Insurance Company (the SDR and Gramercy, respectively). The *Application* requests an order pursuant to TEX. INS. CODE § 443.154(y) approving the SDR's entry into a settlement agreement to resolve reinsurance claims owed to Gramercy. The SDR appeared by and through its counsel. The Texas Property and Casualty Insurance Guaranty Association also appeared through its counsel of record. Although duly and timely notified of the *Application*, no one else appeared on behalf of any other party in interest.

In accordance with the *Supplemental Order of Reference to Master* entered on August 26, 2013 (*Supplemental Order of Reference*), the *Application* was properly submitted to the Master appointed in this cause. 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. Notice of the hearing by submission (hearing) of the *Application* was in accordance with the notice requirements of TEX. INS. CODE § 443.004(a)(17) and § 443.007, and the *Supplemental Order of Reference*.

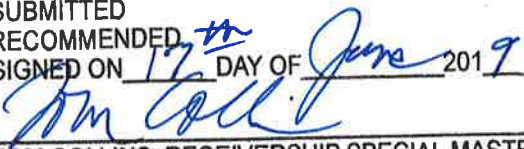
2. Based on the pleadings and the evidence submitted, the SDR's discretionary decisions detailed in the *Application* and in the affidavit of Ernesto Garza, attached as Exhibit B, relating to the terms set forth in the Reinsurance Commutation and Settlement Agreement (the Agreement) included as Exhibit A, are reasonable and not an abuse of discretion.

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. Exhibits A and B are admitted into evidence;
2. The facts contained in the *Application* and authenticated and testified to by Exhibit B, are admitted into evidence as *prima facie* proof of the matters asserted pursuant to TEX. INS. CODE § 443.017(c);
3. The SDR's entry in the Agreement is approved;
4. This Order constitutes a final judgment resolving all matters relating to the *Application*; and
5. The SDR is authorized to execute any documents as necessary to effectuate the settlement and the purposes of the *Application* and this Order; including filing a Joint Notice of Dismissal with Prejudice as set forth in the *Application* and the Agreement.

SIGNED this 17th day of June, 2019.

PROPER NOTICE GIVEN
ACKNOWLEDGMENT OF NOTICE AND WAIVER
OF OBJECTION PRESENTED
SUBMITTED
RECOMMENDED
SIGNED ON 17th DAY OF June 2019

TOM COLLINS, RECEIVERSHIP SPECIAL MASTER


HONORABLE TIM SULAK
DISTRICT JUDGE PRESIDING