

IN THE COURT OF COMMON PLEAS  
FRANKLIN COUNTY, OHIO

J. LEE COVINGTON, II,  
Superintendent of Insurance,  
State of Ohio, Liquidator of  
The Proprietors' Insurance Company:

Plaintiff,

v.

THE RELIABLE INSURANCE  
COMPANY

Defendant.

Case No. 87CV-11-7072

Judge David W. Fais

FILED  
COMMON PLEAS COURT  
FRANKLIN CO. OHIO  
01 DEC 12 AM 11:37  
CLERK OF COURTS-CV

**JOURNAL ENTRY AND ORDER DISCHARGING AND RELEASING THE  
LIQUIDATOR; CLOSING THE LIQUIDATION ESTATE; AND DISSOLVING  
THE CORPORATE ENTITY OF THE RELIABLE INSURANCE COMPANY**

This matter came on before the Court upon the Application of J. Lee Covington, II, Liquidator (the "Liquidator") of The Reliable Insurance Company, for an Order Discharging and Releasing the Liquidator; Closing the Liquidation Estate; and Dissolving the Corporate Entity of The Reliable Insurance Company. Upon consideration of the Liquidator's Application, the Memorandum in Support and attached Exhibit A, the final accounting to this Court, this Court finds the Application is well taken and it is hereby ORDERED, ADJUDGED and DECREED as follows:

1. The Liquidator, his predecessors, assigns, and any and all deputy liquidators, agents, and/or employees of the Office of the Ohio Insurance Liquidator, including employees of the Ohio Department of Insurance, are hereby discharged and released of any and all responsibility and liability in connection with the liquidation of The Reliable Insurance Company and all related matters;

2. The Liquidator shall retain limited authority for the sole purposes of filing a final audit report with the Court and of executing, or authorizing his designee, to execute a final 2001

tax return for The Reliable Insurance Company estate and filing it with the Internal Revenue Service in accordance with applicable law; and

3. The Court finds that all matters regarding the liquidation have been finalized, the liquidation estate of The Reliable Insurance Company is hereby closed effective December 31, 2001 and, pursuant to Ohio Revised Code Section 3903.20, The Reliable Insurance Company is hereby dissolved.

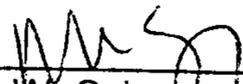
Date: \_\_\_\_\_

\_\_\_\_\_  
Judge David W. Fais

APPROVED BY:

BETTY D. MONTGOMERY  
Attorney General State of Ohio

By Special Counsel:  
KEGLER, BROWN, HILL & RITTER  
A Legal Professional Association

  
\_\_\_\_\_  
Richard W. Schuetmann, Jr. (0032546)  
65 E. State Street, Suite 1800  
Columbus, OH 43215  
Telephone: (614) 462-5400  
Attorney for J. Lee Covington, II, in his capacity as  
Liquidator of Reliable Insurance Company

**EXHIBIT A**





**EXHIBIT A**

Liquidator of Reliable Insurance Company  
Statement of Receipts and Disbursements  
For The Period 1/1/01 to 06/30/01

	CASH	SECURITIES	TOTAL
Balance at 12/31/00	5,986.66	13,848,000.00	13,853,986.66
Security Amortization for the Period	0.00	0.00	0.00
<b>RECEIPTS</b>			
Investment Proceeds In Repo Agreements (Note 1)	13,848,000.00	(13,848,000.00)	0.00
Refund from Allstate Distribution Due to Overpayment	2,595.58	0.00	2,595.58
Uncashed and Undeliverable Class 2 Distribution Checks (Note 2)	453,095.92	0.00	453,095.92
Interest/Dividend Income	253,836.85	0.00	253,836.85
<b>TOTAL RECEIPTS</b>	<b>14,557,528.35</b>	<b>(13,848,000.00)</b>	<b>709,528.35</b>
<b>DISBURSEMENTS</b>			
Employee Wages, Taxes, Benefits	21,817.82	0.00	21,817.82
General Operating Expenses	53,875.42	0.00	53,875.42
Class 2 Final Distribution	14,026,598.23	0.00	14,026,598.23
Ohio Department of Commerce/Div of Unclaimed Funds (Note 2)	453,095.92	0.00	453,095.92
Legal Expense	8,127.62	0.00	8,127.62
<b>TOTAL DISBURSEMENTS</b>	<b>14,563,515.01</b>	<b>0.00</b>	<b>14,563,515.01</b>
Balance at 6/30/01	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

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A B

- (A) Excluding \$0.00 Held by States.  
(B) Bonds carried at amortized value.

Note 1: The captions "Investment Proceeds In Repo Agreements" or "Investment Purchases in Repo Agreements" represent the difference between total repurchase sales and purchases for the reporting period.

Note 2: Pursuant to the June 29, 2001, Order of the Liquidation Court approving the distribution any funds represented by uncashed and undeliverable checks from this distribution were to be considered unclaimed funds and be escheated and paid over to the Division of Unclaimed Funds consistent with the RIC Administrative Operating procedures and R.C. Chapter 3903.