

THE STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

SUPERIOR COURT

Docket No. 03-E-0106

In the Matter of the Liquidation of
The Home Insurance Company

ORDER APPROVING
ZURICH FUNDS WITHHELD AGREEMENT

On consideration of the Liquidator's Motion for Approval of Zurich Funds Withheld Agreement, by Roger A. Sevigny, Insurance Commissioner of the State of New Hampshire, as Liquidator ("Liquidator") of The Home Insurance Company ("Home"), for approval of a Memorandum of Agreement, between The Home and Zurich American Insurance Company, as successor in interest to Zurich Insurance Company, United States Branch, Zurich American Insurance Company of Illinois and Steadfast Insurance Company (collectively, "Zurich"), concerning funds withheld and other matters under a Master Facultative Agreement between Home and Zurich, dated November 7, 2003 (the "Agreement"), and the supporting affidavit of Peter A. Bengelsdorf, Special Deputy Liquidator, the Court finds and orders as follows:

1. The Agreement, is reasonable, prudent, and is in full accordance with law;
2. The Agreement is in the best interests of the liquidation of The Home Insurance Company;
3. The Agreement is entered into in good faith;
4. The Liquidator's Motion for Approval of the Zurich Funds Withheld Agreement is granted, and the Assumption Agreement is approved.

SO ORDERED

Dated: 12/22/03

//Kathleen A. McGuire//

/Presiding Justice