

STATE OF NEW HAMPSHIRE

MERRIMACK, ss

SUPERIOR COURT

BEFORE THE COURT-APPROVED REFEREE
IN RE THE LIQUIDATION OF THE HOME INSURANCE COMPANY
DISPUTED CLAIMS DOCKET

In re Liquidator Number: 2005-HICIL-14
Proof of Claim Number: AMBC 465096
AMBC 464386
INTL 277878
AMBC 465074
Claimant Name: Century Indemnity Company
Policy Account: Vernay

**RULING ON LIQUIDATOR'S MOTION SEEKING CLARIFICATION
ON SCOPE OF EXPERT TESTIMONY IN THE VERNAY MATTER.**

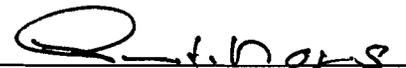
Prior to Section 15 oral argument on an unrelated disputed claim, the Referee provided the parties an opportunity to address the scope of expert testimony to be allowed at the evidentiary hearing to be scheduled in the Vernay disputed claim proceeding.

The Liquidator argues that the testimony of Century Indemnity Company ("CIC") expert, Mr. Charles Anderson, should be limited to testimony that Mr. Anderson would have provided if litigation with the insured in the underlying matter had gone to trial. CIC takes issue with the Liquidator's position pointing out that such a limitation artificially constrains the expert's testimony.

Agreeing with CIC on this matter, the Referee has reviewed the Stipulation Regarding the Vernay Hearing (Exhibit 1) attached to CIC's most recent pleading on this issue. The Referee directs the parties to work from this draft and submit a stipulation reflecting its substantive provisions, adjusting time frames as may be necessary.

So ordered.

Feb. 5 '08
Date:


Referee, Paula T. Rogers