

THE STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

SUPERIOR COURT

**BEFORE THE COURT-APPOINTED 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
Policyholder account: Vernay

ORDER REGARDING PROCEDURES FOR THE VERNAY HEARING

As directed in the Referee's February 5, 2008 Ruling on Liquidator's Motion Seeking Clarification on Scope of Expert Testimony in the Vernay Matter agreeing with CIC's position, the parties submit the following proposed order regarding the procedures that will govern expert discovery and testimony in connection with the evidentiary hearing to be held regarding CIC's Vernay claim (the "Vernay hearing"):

1. Within 60 days of the date that this Order is approved by the Referee, CIC shall provide the Liquidator with a written statement by its expert, Charles Anderson, regarding the timing of off-site contamination at Vernay's Yellow Springs site and a summary of the grounds for each opinion. Any documents relied upon by Mr. Anderson shall be identified and those not previously provided to the Liquidator shall be produced with the statement.
2. The Liquidator shall take the deposition of Mr. Anderson within 60 days of being provided with his statement and any additional documents.

3. The Liquidator shall designate a rebuttal expert, if any, and provide CIC with a written statement by the expert regarding the timing of off-site contamination at Vernay's Yellow Springs site and a summary of the grounds for each opinion, within 120 days of the completion of Mr. Anderson's deposition. Any documents relied upon by the rebuttal expert shall be identified and those not provided by CIC to the Liquidator shall be produced with the statement.

4. CIC shall take the deposition of any Liquidator rebuttal expert within 60 days of being provided with the statement and any additional documents.

5. Mr. Anderson will not be precluded from offering rebuttal opinion testimony at the Vernay hearing that may go beyond the opinion expressed in his written statement. This testimony, if any, shall be limited to rebutting the expert opinion and testimony of the Liquidator's rebuttal expert, if any. In the event Mr. Anderson will offer rebuttal opinion testimony, CIC will provide the Liquidator with a written statement containing a summary of the grounds for each rebuttal opinion not less than ten days prior to the hearing.

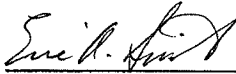
6. At the Vernay hearing, the Liquidator will be permitted to cross-examine Mr. Anderson and CIC will be permitted to cross-examine the Liquidator's rebuttal witness, if any.

7. The parties will use their best efforts to resolve between themselves any disputes arising from the implementation of this order before making any application to the Referee. The parties reserve all rights to challenge the scope and admissibility of the testimony of any expert witness.

Dated: February 25, 2008

ROGER A. SEVIGNY,
COMMISSIONER OF INSURANCE OF
THE STATE OF NEW HAMPSHIRE
SOLELY AS LIQUIDATOR OF
THE HOME INSURANCE COMPANY,

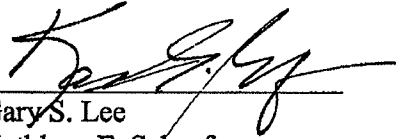
By his attorneys,



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CENTURY INDEMNITY COMPANY

By its attorneys,



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SO ORDERED:

Dated: _____

Paula T. Rogers
Referee