

At IAS Part 11 of the Supreme Court of the State of New York, County of New York, at the Courthouse located at 80 Centre Street, New York, New York, on the 25th day of October, 2023.

PRESENT: Lyle E. Frank
HON. LAURENCE J. LOVE, J. S. C.

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In the Matter of

the Ancillary Receivership of

HIGHLANDS INSURANCE COMPANY.
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Index No.: 450974/2022

ORDER TO SHOW CAUSE
MS # 2

Upon the October 24, 2023, affirmation of Melissa A. Pisapia ("Pisapia Aff"), an attorney with the New York Liquidation Bureau ("NYLB"), which serves as the staff for Adrienne A. Harris, Superintendent of Financial Services of the State of New York, in her capacity as ancillary receiver ("Ancillary Receiver") of Highlands Insurance Company ("Highlands"), for an order, *inter alia*, approving the Ancillary Receiver's report on the status of, and request to close, Highlands's ancillary receivership proceeding ("Closing Report"), and upon all other papers previously submitted and all proceedings heretofore had herein;

NOW, on motion of Stephanie Blattmachr, attorney for the Ancillary Receiver, and after due deliberation having been had thereon;

LET all policyholders, creditors, claimants and others interested in the affairs of Highlands or counsel appear and show cause before this Court at the Courthouse located at 80 Centre Street, Room 308 at IAS Part 11 thereof, in the County, City and State of New York, ~~or via Microsoft Teams~~, on the 25th day of November, 2023, at 10 o'clock a.m. ("Return Date"), ~~or as soon thereafter as counsel can be heard~~, why an order substantially in the form of the proposed order attached as Exhibit 1 to the Pisapia Aff should not be made, pursuant to Article 74 of the New York Insurance

Law, *inter alia*, (i) approving the Closing Report annexed as Exhibit 2 to the Pisapia Aff; (ii) terminating and closing the ancillary receivership proceeding; (iii) authorizing the NYLB, after termination of the ancillary receivership proceeding and without further order of this Court, to destroy or otherwise dispose of any and all of the books, files, records (paper or electronic) and other property of the Highlands estate; (iv) releasing and discharging the Ancillary Receiver, her predecessors and successors in office, the NYLB, and their agents, attorneys and employees, from any liability arising from their acts or omissions in connection with the ancillary receivership proceeding; and (v) for such other and further relief that this Court deems just and proper;

AND, sufficient cause having been alleged therefor, and this Court having found the form and method of service of notice specified herein to be reasonable and appropriate under the circumstances, it is hereby

ORDERED, that service of this Order to Show Cause and its supporting papers shall be deemed good and proper service if served by posting the Order to Show Cause and its supporting papers on the NYLB Internet web page at <https://www.nylb.org/home.htm>, under Legal and Estate Notices, within five (5) days of the Ancillary Receiver's receipt of a signed copy of the Order to Show Cause; and it is further

ORDERED, that answering papers, either in support of or opposition to the relief sought herein ("Answering Papers"), shall be served on the Ancillary Receiver via email to legal@nylb.org so as to be received at least seven (7) days before the Return Date, and that any Answering Papers, together with an affidavit of service, shall be e-filed with the Court on the New York State Courts Electronic Filing system on or before the Return Date.

ENTER:



J.S.C.

HON. LYLE E. FRANK
J.S.C.