

SUPREME COURT OF THE STATE OF NEW YORK — NEW YORK COUNTY

PRESENT: EDMEAD
Justice

PART 35

GALAXY INSURANCE COMPANY

INDEX NO. 407611/94

MOTION DATE _____

MOTION SEQ. NO. 37

MOTION CAL. NO. _____

- v -

RE:

The following papers, numbered 1 to _____ were read on this motion to/for _____

Notice of Motion/ Order to Show Cause — Affidavits — Exhibits ...

Answering Affidavits — Exhibits _____

Replying Affidavits _____

| PAPERS NUMBERED |
|-----------------|
| _____ |
| _____ |
| _____ |

Cross-Motion: Yes No

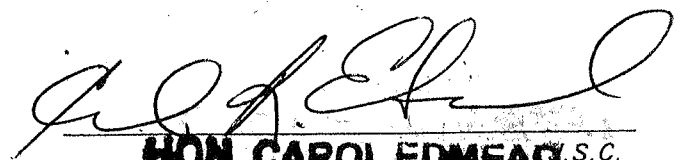
Upon the foregoing papers, it is ordered that this motion

It is hereby

ORDERED that motion sequence 037 is granted and decided in accordance with the annexed Order.

FILED
SEP 11 2014
NEW YORK
COUNTY CLERK'S OFFICE

Dated: 9.11.2014


HON. CAROL EDMOAD S.C.

Check one: FINAL DISPOSITION NON-FINAL DISPOSITION

Check if appropriate: DO NOT POST REFERENCE

MOTION/CASE IS RESPECTFULLY REFERRED TO JUSTICE FOR THE FOLLOWING REASON(S):

FILED

SEP. 11 2014

PRESENT:

HON. CAROL EDMEAD, J.S.C.

NEW YORK
COUNTY CLERKS OFFICE

At IAS Part 35 of the Supreme Court of the State of New York, County of New York, at the courthouse, 60 Centre Street, in the County, City and State of New York, on the 11th day of September 2014.

HON. CAROL EDMEAD

In the Matter of

Index No.: 407611/94

the Liquidation of

ORDER

GALAXY INSURANCE COMPANY.

-----X

Mary Jo Marchisello, Assistant Special Deputy Superintendent and agent of the Superintendent of Financial Services of the State of New York as liquidator ("Liquidator") of Galaxy Insurance Company ("Galaxy"), having moved this Court for an order: (i) approving the Liquidator's report ("Closing Report") on the status of and request to close the Galaxy liquidation proceeding ("Liquidation Proceeding") and the financial transactions delineated therein; (ii) authorizing the continued payment of administrative expenses, including such expenses pertaining to the closing of the Liquidation Proceeding; (iii) terminating and closing the Liquidation Proceeding; (iv) authorizing the Liquidator, without further application to this Court, to continue, after the termination of the Liquidation Proceeding, to receive and disburse assets, pursuant to Insurance Law Article 74, to those creditors of Galaxy with allowed claims who are eligible to share in a *pro-rata* distribution, and to pay administrative expenses incurred in connection with the collection and disbursement of such assets; (v) releasing and discharging the Liquidator, his predecessors and successors in office, and their agents, attorneys and employees, from any and all liability arising from their acts or omissions in connection with the Liquidation

Proceeding; (vi) authorizing and directing the Liquidator, in his discretion, to destroy or otherwise dispose of any and all of the books, files, records and other property of Galaxy without further order of this Court; and (vii) providing for such other and further relief as this Court deems appropriate and just.

NOW, upon reading the Verified Petition, dated August 1, 2014, due proof of service thereof upon all parties interested in Galaxy, and due deliberation having been had thereon, and upon the decision of this Court;

NOW, on application of John Pearson Kelly, attorney for the Liquidator, it is

ORDERED, that the application is granted; and it is further

ORDERED, that the Closing Report and financial transactions delineated therein are approved; and it is further

ORDERED, that the Liquidator is granted the continued authority to pay administrative expenses, including such expenses pertaining to the closing of the Liquidation Proceeding; and it is further

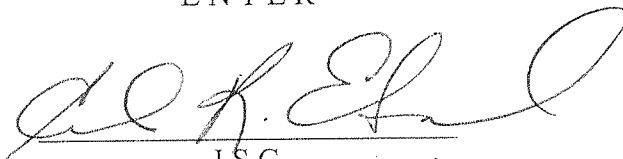
ORDERED, that the Liquidation Proceeding is terminated and closed; and it is further

ORDERED, that the Liquidator is authorized, without further application to this Court, to continue, after the termination of the Liquidation Proceeding, to receive and disburse assets, pursuant to Insurance Law Article 74, to those creditors of Galaxy with allowed claims who are eligible to share in a *pro-rata* distribution, and to pay administrative expenses incurred in connection with the collection and disbursement of such assets; and it is further

ORDERED, that the Liquidator, his predecessors and successors in office, and their agents, attorneys and employees, are released and discharged from any and all liability arising from their acts or omissions in connection with the Liquidation Proceeding; and it is further

ORDERED, that the Liquidator, in his discretion, is authorized and directed to destroy or otherwise dispose of any and all of the books, files, records and other property of Galaxy without further order of this Court.

ENTER



J.S.C.

HON. CAROL E. LUND

9/11/2014

FILED

SEP 11 2014

NEW YORK
COUNTY CLERKS OFFICE

ms # 37
other

EX PARTE MOTION OFFICE

APPROVED
FOR THE PAYMENT
OF MOTION FEE
ONLY

At IAS Part 35 of the Supreme Court
of the State of New York, County of
New York, at the courthouse, 60
Centre Street, in the County, City
and State of New York, on the 5th
day of August, 2014.

P R E S E N T :

HON. CAROL EDMEAD, J.S.C.

In the Matter of

the Liquidation of

GALAXY INSURANCE COMPANY.

RECEIVED
AUG 04 2014
NEW YORK
COUNTY CLERK'S OFFICE

14M11058

Index No.: 407611/94

ORDER TO SHOW CAUSE

Based on the verified petition ("Verified Petition") of Mary Jo Marchisello, Assistant Special Deputy Superintendent and Agent of Benjamin M. Lawsky, Superintendent of Financial Services of the State of New York as liquidator ("Liquidator") of Galaxy Insurance Company ("Galaxy"), duly verified the 1st day of August 2014 and exhibits attached thereto, upon all other papers previously submitted and all proceedings heretofore had herein, and it appearing that the relief sought be granted;

FILED
SEP 11 2014

NOW, on motion of John Pearson Kelly, attorney for the Liquidator, and after due deliberation having been had thereon,

LET all claimants and parties interested in the affairs of Galaxy show cause before this Court at IAS Part 35, Room 438, thereof, at the Courthouse located at 60 Centre Street, New York, New York, on the 9th day of Sept, 2014 ("Return Date") at 11:30 o'clock

or counsel appear and

...m., or as soon thereafter as counsel can be heard, why an order should not be made, pursuant

HON. CAROL EDMEAD


NO FEE

HON. CAROL EDMEAD

to Article 74 of the New York Insurance Law (“Insurance Law”), *inter alia*: (i) approving the Liquidator’s report on the status of and request to close the Galaxy liquidation proceeding (“Liquidation Proceeding”) and the financial transactions delineated therein; (ii) authorizing the continued payment of administrative expenses, including such expenses pertaining to the closing of the Liquidation Proceeding; (iii) terminating and closing the Liquidation Proceeding; (iv) authorizing the Liquidator, without further application to this Court, to continue, after the termination of the Liquidation Proceeding, to receive and disburse assets, pursuant to Insurance Law Article 74, to those creditors of Galaxy with allowed claims who are eligible to share in a *pro-rata* distribution, and to pay administrative expenses incurred in connection with the collection and disbursement of such assets; (v) releasing and discharging the Liquidator, his predecessors and successors in office, and their agents, attorneys and employees, from any and all liability arising from their acts or omissions in connection with the Liquidation Proceeding; (vi) authorizing and directing the Liquidator, in his discretion, to destroy or otherwise dispose of any and all of the books, files, records and other property of Galaxy without further order of this Court; and (vii) providing for such other and further relief as this Court deems appropriate and just.

AND, sufficient cause having been alleged therefor, and this Court having found the form and method of notice specified herein to be the best notice practicable, it is hereby

ORDERED, that notice of the Verified Petition and this Order to Show Cause shall be substantially in the form attached as Exhibit 1 to the Verified Petition and service shall be made by: (i) posting on the Internet web page maintained by the New York Liquidation Bureau at <http://www.nylb.org> at least fifteen (15) days before the Return Date; and (ii) publication in *The*


CAROL EDMOND

New York Times, National Edition, or a publication of similar circulation, such publication to occur once a week for two consecutive weeks and *Journal of Commerce* or a publication of similar circulation, such publication to occur in two consecutive publications commencing within the thirty (30) days following entry of this Order to Show Cause; and it is further

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HON. CAROL EDMOND

ORDERED, that the form and methods of service of notice specified herein are hereby approved as in accordance with the law and as the best notice practicable and shall therefore constitute due and sufficient notice of this Order to Show Cause and scheduled Return Date herein and the Verified Petition and the relief sought therein to all persons and entities entitled to receive such notice; and it is further

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5-20-
HON. CAROL EDMOND

ORDERED, that the approved form of notice shall direct that all answering papers and supporting documentation ("Answering Papers") be served on the Liquidator so as to be received at least seven (7) business days prior to the Return Date, and that service on the Liquidator shall be made by first class mail at the following address:

Superintendent of Financial Services of the State of New York
as Liquidator of Galaxy Insurance Company
110 William Street
New York, New York 10038
Attention: John Pearson Kelly
General Counsel

and by submitting copies of the Answering Papers, with affidavit of service on the Liquidator as above, to this Court at IAS Part 35 at the Courthouse located at 60 Centre Street, New York, New York, seven (7) business days before the Return Date; and it is further

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HON. CAROL EDMOND

ORDERED, that in the absence of Answering Papers filed pursuant to the previous paragraph on or prior to the date specified, the Court may enter relief without hearing and no party shall be entitled to be heard thereon; and it is further

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CAROL EDMOND

ORDERED, that any person or entity that fails to serve Answering Papers as provided herein shall be deemed to have waived any objections to the relief sought in the Verified Petition and shall be barred from raising objections in this or any other proceeding concerning the matters set forth herein; and it is further

ORDERED, that any person or entity that has served Answering Papers as provided herein shall be deemed to have waived any objections that are not set forth in the Answering Papers.

ENTER:

[Handwritten Signature]

J.S.C.

HON. CAROL EDMOND

FILED

SEP 11 2014

NEW YORK
COUNTY CLERK'S OFFICE

[Handwritten notes and stamps]
J.S.C.
HON. CAROL EDMOND
Oral Argument Directed
JSC