

**IN THE MATTER OF THE ANCILLARY RECEIVERSHIP OF  
SHELBY CASUALTY INSURANCE COMPANY  
Supreme Court County of New York  
Index No.: 403171/06**

**NOTICE**

Pursuant to an order of the Supreme Court of the State of New York, County of New York (“Court”), entered September 19, 2006 (“Ancillary Receivership Order”), the then-Superintendent of Insurance of the State of New York, and his successors in office, were appointed as Ancillary Receiver (“Ancillary Receiver”) of Shelby Casualty Insurance Company (“Shelby”) and, as such, has been directed to take possession of Shelby’s property in New York State and deal with said property pursuant to Article 74 of the New York Insurance Law (“Insurance Law”). The Superintendent of Financial Services of the State of New York has now succeeded the Superintendent of Insurance as Ancillary Receiver of Shelby. The Ancillary Receiver has, pursuant to Insurance Law Article 74, appointed an Acting Special Deputy Superintendent (“Acting Special Deputy”), as his agent to liquidate the business of Shelby. The Acting Special Deputy carries out his duties through the New York Liquidation Bureau (“NYLB”), 110 William Street, New York, New York 10038. The Ancillary Receiver has submitted to the Court a verified petition (“Verified Petition”) seeking an order: (1) approving the Ancillary Receiver’s report on the status of and request to close Shelby’s ancillary receivership (“Ancillary Receivership Proceeding”) and the financial transactions delineated in such report; (2) authorizing the continued payment of administrative expenses, including such expenses pertaining to the closing of the Ancillary Receivership Proceeding; (3) terminating and closing the Ancillary Receivership Proceeding; (4) releasing and discharging the Ancillary Receiver, 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 Ancillary Receivership Proceeding; (5) authorizing the NYLB to receive and disburse to the Property/Casualty Insurance Security Fund (“P/C Fund”), established pursuant to Insurance Law Article 76, any future distributions from the Commissioner of Insurance of the State of Texas as domiciliary receiver of Shelby in payment of amounts owed to the P/C Fund, as applicable, in each case (a) without further application to this Court and (b) after deducting all administrative expenses incurred in connection with such receipt and disbursement; (6) authorizing and directing the Ancillary Receiver, in his discretion, to destroy or otherwise dispose of any and all of the books, files, records and other property of Shelby, including transferring them to the Liquidator, without further order of this Court; and (7) providing for such other and further relief as this Court deems appropriate and just.

A hearing is scheduled on the Verified Petition on the 7<sup>th</sup> day of October, 2014, at 9:45 a.m., before the Court at the Courthouse, IAS Part 11, 60 Centre Street, Room 351, New York, New York. If you wish to object to the Verified Petition, you must serve a written statement setting forth your objections and all supporting documentation upon the Ancillary Receiver and on the Clerk of the Court at least seven (7) business days prior to the hearing.

Service on the Ancillary Receiver shall be made by first class mail at the following address:

Superintendent of Financial Services of the State of New York as  
Ancillary Receiver of Shelby Casualty Insurance Company  
110 William Street  
New York, New York 10038  
Attention: John Pearson Kelly  
General Counsel

The Verified Petition and Closing Report on the status of and request to close the Ancillary Receivership Proceeding are available for inspection at the above address. In the event of any discrepancy between this notice and the documents submitted to Court, the documents control.

Requests for further information should be directed to the New York Liquidation Bureau, Creditor and Ancillary Operations Division, at (212) 341-6809.

Dated: August 29, 2014

Superintendent of Financial Services of the  
State of New York as Ancillary Receiver  
of Shelby Casualty Insurance Company