

STATE OF MICHIGAN
CIRCUIT COURT FOR THE 30TH JUDICIAL CIRCUIT
INGHAM COUNTY

KEN ROSS, COMMISSIONER OF THE OFFICE
OF FINANCIAL AND INSURANCE
REGULATION,

Petitioner,

No. 10-397-CR

v

HON. WILLIAM E. COLLETTE

AMERICAN COMMUNITY MUTUAL
INSURANCE COMPANY,

Respondent.

MIKE BRYANTON
CLERK OF THE 30TH
JUDICIAL CIRCUIT COURT
INGHAM COUNTY CLERK

2010 JUN 30 A 10:51

FILED

**EX PARTE ORDER APPROVING THE REHABILITATOR'S PLAN TO
ENTER INTO A REINSURANCE AGREEMENT WITH
SECURITY LIFE INSURANCE COMPANY OF AMERICA
RELATIVE TO AMERICAN COMMUNITY MUTUAL INSURANCE COMPANY'S
GROUP LIFE, DISABILITY, AND VOLUNTARY AD&D INSURANCE POLICIES**

At a session of said Court held in the
Circuit Courtrooms for the
County of Ingham, State of Michigan
on the 30th day of June, 2010

PRESENT: HONORABLE WILLIAM E. COLLETTE, CIRCUIT COURT JUDGE

WHEREAS, Ken Ross, the Commissioner of the Michigan Office of Financial and Insurance Regulation and duly appointed Rehabilitator of American Community Mutual Insurance Company (the "Rehabilitator") has filed an Ex Parte Petition for Approval of the Rehabilitator's Plan to Enter into a Reinsurance Agreement with Security Life Insurance Company of America Relative to American Community Mutual Insurance Company's Group Life, Disability, and Voluntary AD&D Insurance Policies (the "Ex Parte Petition"); and

WHEREAS, MCL 500.8114(4) authorizes the Rehabilitator, upon making a determination that reinsurance is appropriate, to prepare a plan to effect a reinsurance agreement involving American Community with the approval of the Court; and

WHEREAS, by Ex Parte Order dated May 21, 2010, the Court approved the Rehabilitator's plan to enter a reinsurance agreement with Security Life Insurance Company of America ("Security Life") relative to American Community's group dental and group vision insurance policies; and

WHEREAS, the Rehabilitator has determined that entering into an additional reinsurance agreement with Security Life relative to American Community's group life, disability (except for Illinois, Missouri and Nebraska), and voluntary AD&D insurance policies (the "Reinsurance Agreement") is necessary and appropriate for the effective and efficient administration of this rehabilitation proceeding and will assist in providing the maximum protection to American Community's creditors, policyholders, and the public; and

WHEREAS, the Rehabilitator has determined that consistent with the Rehabilitation Order, the Reinsurance Agreement will also maintain, to the greatest extent possible, a continuity of services for American Community's group life, disability, and voluntary AD&D insurance policyholders;

NOW, THEREFORE, IT IS HEREBY ORDERED that the Court APPROVES the Rehabilitator's plan to enter into the Reinsurance Agreement with Security Life, as amended, in the form attached as Exhibits A and B to the Ex Parte Petition;

IT IS FURTHER ORDERED that because time is of the essence in securing Court approval of the Reinsurance Agreement, and because the Rehabilitator has determined that the Reinsurance Agreement represents the best available offer relative to American Community's

group life, disability, and voluntary AD&D insurance business, the Court waives any hearing on the Ex Parte Petition and approves the Rehabilitator's plan to enter into the Amendment to the Reinsurance Agreement on an ex parte basis;

IT IS FURTHER ORDERED that due to the difficulty and prohibitive cost associated with providing personalized notice of the Ex Parte Petition and this Order to all parties with a general interest in the American Community rehabilitation, the Court authorizes, approves, and/or ratifies the Rehabilitator's service of the Ex Parte Petition and this Order by posting electronic copies on the OFIR website, www.michigan.gov/ofir, under the section "Who We Regulate," and the subsection "American Community." The Court finds that service in this manner is reasonably calculated to give interested parties actual notice of these proceedings and is otherwise reasonable under the circumstances.

IT IS SO ORDERED.



Circuit Court Judge