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**IN THE SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA  
IN AND FOR THE COUNTY OF WASHOE**

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10 STATE OF NEVADA, ex rel.  
11 COMMISSIONER OF INSURANCE, in his  
12 Official Capacity as Statutory  
Receiver for Delinquent Domestic Insurer,

Case No. CV14-00807

Dept. No. B13

13 Plaintiff,

14 vs.

15 NATIONAL GUARANTY INSURANCE  
16 COMPANY, a Nevada Domiciled Property and  
Casualty Company,

17 Defendant.

**ORDER GRANTING MOTION TO MODIFY CLAIMS PROCESS PER RECOMMENDATION  
OF RECEIVER PURSUANT TO NRS 696B.330(4)**

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20 This Court reviewed Plaintiff's Motion To Modify Claims Process Per Recommendation  
21 of Receiver Pursuant to NRS 696B.330(4), submitted October 22, 2014, and Plaintiff's  
22 Supplement to Motion to Modify Claims Process Per Recommendation of Receiver Pursuant  
23 to NRS 696B.330(4) submitted on January 7, 2015. A hearing was held on January 26, 2015,  
24 to consider Plaintiff's Motion, and this Court requested additional information. In response,  
25 Plaintiff submitted the Second Supplement to Motion to Modify Claims Process Per  
26 Recommendation of Receiver Pursuant to NRS 696B.330(4), on January 26, 2015, containing  
27 the names of all prior policyholders, claimants, creditors, and interested parties of the NGIC  
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1 liquidation, to which the notice of the Motion to Modify Claims Process was sent. The Court  
2 now finds and orders as follows:

- 3 1. Plaintiff states the available assets of NGIC are not sufficient to pay claims beyond  
4 the administrative class, and therefore, the obligation of the Receiver to execute  
5 and administer a proof of claim process for claimants and vendors (who will never  
6 receive a distribution) is costly and will not benefit the receivership estate.
- 7 2. Plaintiff noticed all prior policyholders, claimants, creditors, and interested parties of  
8 the National Guaranty Insurance Company ("NGIC") liquidation and of a court-  
9 ordered hearing on the modification of the claims process. Plaintiff notified all of the  
10 above-mentioned persons by mail and by publication in the two newspapers of  
11 largest circulation in the state of Nevada as well as on the NGIC web site and  
12 Regulatory Services Group ("Receivership Manager") web site. No opposition was  
13 filed with the Court.
- 14 3. Plaintiff's Motion to Modify Claims Process Per Recommendation of Receiver  
15 Pursuant to NRS 696B.330(4), filed October 23, 2014, no opposition having been  
16 filed, having been submitted to the Court, and the Court being fully informed in the  
17 premises and good cause appearing,

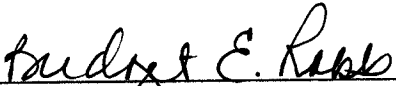
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IT IS HEREBY ORDERED that pursuant to NRS 696B.330(4), the Receiver is not required to process any claims below the "Administration" class defined in NRS 696B.420(1)(a). Plaintiff's Motion to Modify Claims Process Per Recommendation of Receiver Pursuant to NRS 696B.330(4) is granted.

**IT IS SO ORDERED.**

DATED this 28 day of Jan. 2015.

  
DISTRICT JUDGE

Respectfully submitted by:

ADAM PAUL LAXALT  
Attorney General

By: /s/ Richard Paili Yien  
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