

**NO. D-1-GN-06-002366**

STATE OF TEXAS AND THE	§	IN THE DISTRICT COURT OF
TEXAS DEPARTMENT OF INSURANCE	§	
	§	
v.	§	TRAVIS COUNTY, TEXAS
	§	
VESTA FIRE INSURANCE CORPORATION,	§	
SHELBY CASUALTY INSURANCE	§	
COMPANY, THE SHELBY INSURANCE	§	
COMPANY, TEXAS SELECT LLOYDS	§	
INSURANCE COMPANY, and SELECT	§	
INSURANCE SERVICES, INC.	§	126 <sup>TH</sup> JUDICIAL DISTRICT

**ORDER APPROVING FIRST AMENDED VERIFIED FINAL ACCOUNTING AND APPLICATION TO TERMINATE RECEIVERSHIP AND DISCHARGE RECEIVER AND SPECIAL DEPUTY RECEIVER AS TO THE SHELBY INSURANCE COMPANY ONLY**

On this date, the Court considered the *First Amended Verified Final Accounting and Application to Terminate Receivership and Discharge Receiver and Special Deputy Receiver as to the Shelby Insurance Company Only* (Application) filed by Prime Tempus, Inc., Special Deputy Receiver (SDR) of The Shelby Insurance Company (SIC).

The Application requests an order under Texas Insurance Code §§ 443.153, 443.352, and 443.354, which terminates the receivership, discharges the Receiver and the SDR, approves certain asset transfers, dissolves the charter of SIC, and other related relief. The Application was submitted to the Special Master appointed in this cause (Master) under the Supplemental Order of Reference to Master entered on November 8, 2006, which provides that motions filed under Texas Insurance Code §§ 443.258 and 443.352 are referred to the Master. The Master issued a report under Rule 171 of the Texas Rules of Civil Procedure, finding and recommending as follows:

1. Notice of the Application was provided under Texas Insurance Code § 443.007(d);
2. No objections to the Application were filed;
3. The Court has jurisdiction over the Application and the parties; and

4. The Application should be granted in all respects.

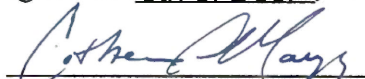
Having considered the pleadings, the evidence submitted, and the recommendation of the Master, the Court accepts the Master's report, and grants the Application.


IT IS, THEREFORE, ORDERED, ADJUDGED AND DECREED as follows:

1. The Application is granted in all respects;
2. The Court admits into evidence the Affidavit and Verification of Craig A. Koenig and Exhibits A-1 through A-5 to that Affidavit and Verification;
3. The transfer of unclaimed distributions shown on Exhibit A-5 to the Commissioner is approved. The Commissioner may take reasonably necessary steps to complete the closing and termination in this application, including the transfer of any further assets belonging to SIC collected by the Commissioner after termination to Vesta Fire Insurance Corporation, without the need for re-opening SIC;
4. The Commissioner or Vesta Fire Insurance Corporation may destroy the remaining records at the Commissioner's or Vesta Fire Insurance Corporation's discretion. Each Guaranty Association may destroy claims records of SIC in its possession.
5. This order dissolves the corporate charter of SIC;
6. The Receiver and the SDR are discharged;
7. Vesta Fire Insurance Corporation will bear any expenses greater than the closing budget previously approved by this Court;
8. This proceeding is terminated;
9. The SDR may sign any final tax documents and closing documents; and
10. This order constitutes a final judgment fully resolving all issues relating to the

Application as to SIC.

Signed this 5th of Dec., 2023.

  
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Judge of the District Court

PROPER NOTICE GIVEN  
ACKNOWLEDGMENT OF NOTICE AND WAIVER  
OF OBJECTION PRESENTED  
SUBMITTED  
RECOMMENDED  
SIGNED ON 30<sup>th</sup> DAY OF Nov. 2023  
  
\_\_\_\_\_  
TOM COLLINS, RECEIVERSHIP SPECIAL MASTER