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June 2, 2010

TO ALL CLAIMANTS SUBJECT TO THE RECEIVER'S TENTH
CLAIM RECOMMENDATION REPORT AND PETITION FOR APPROVAL
OF PLAN FOR FINALIZATION OF EARLY ACCESS DISTRIBUTIONS FOR
CLASS II GUARANTY ASSOCIATION ADMINISTRATIVE CLAIMS, AND FOR
PARTIAL DISTRIBUTION TO CLASS III ALLOWED POLICY LEVEL CLAIMS

Re: Consumers United Insurance Company in Liquidation
Hearing before the Delaware Court of Chancery
HEARING DATE & TIME: Thursday, July 15, 2010, at 10:00 a.m.
HEARING LOCATION: Court of Chancery of the State of Delaware
500 North King St., Wilmington, DE 19801

**HEARING ON RECEIVER'S RECOMMENDATION CONCERNING CERTAIN
CLAIMS AND CONCERNING CERTAIN CLASS II AND III DISTRIBUTIONS**

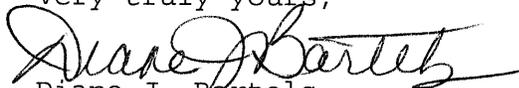
Dear Claimant:

Enclosed please find the May 26, 2010, Order to Show Cause issued by The Honorable J. Travis Laster, Vice-Chancellor, setting the above-referenced hearing on the Receiver's recommendation that your claim against the Consumers United estate should be allowed, disallowed in part, or disallowed in its entirety, and concerning certain distributions to the guaranty associations and certain policyholder claimants. The Receiver's Recommendation Report and Petition and proposed final Order are also enclosed. This Petition does not affect any amounts which policyholder level claimants have received from Unity Mutual Life Insurance Company or a state guaranty association. Your proof of claim number is on the mailing label. Claim recommendations are set forth in the exhibits to the Petition.

PLEASE READ THE ORDER AND ALL ENCLOSED DOCUMENTS CAREFULLY AS THEY AFFECT YOUR RIGHTS. YOU MUST ADVISE THE COURT ON OR BEFORE **TUESDAY, JULY 6, 2010**, IF YOU INTEND TO SEEK A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION. IF YOU DO NOT TIMELY ADVISE THE COURT, THE RECEIVER'S RECOMMENDATION WILL BE ADOPTED. IF YOU DO NOT WISH TO SEEK A REVIEW OF THE RECEIVER'S RECOMMENDATION, YOU DO NOT NEED TO TAKE ANY FURTHER ACTION CONCERNING THIS MATTER.

Please keep the Receiver informed of any change of your address.

Very truly yours,



Diane J. Bartels
Attorney for the Receiver



IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789-VCL
CONSUMERS UNITED INSURANCE COMPANY)

**ORDER TO SHOW CAUSE CONCERNING RECEIVER'S
TENTH CLAIM RECOMMENDATION REPORT AND
PETITION FOR APPROVAL OF PLAN FOR FINALIZATION OF
EARLY ACCESS DISTRIBUTIONS FOR CLASS II GUARANTY
ASSOCIATION ADMINISTRATIVE CLAIMS, AND FOR PARTIAL
DISTRIBUTION TO CLASS III ALLOWED POLICY LEVEL CLAIMS**

PLEASE READ THIS ORDER CAREFULLY AS IT AFFECTS YOUR RIGHTS REGARDING A CLAIM YOU FILED AGAINST CONSUMERS UNITED INSURANCE COMPANY IN LIQUIDATION ("CUIC"). IF YOU DO NOT FILE A TIMELY RESPONSE TO THE RECEIVER'S PETITION FOLLOWING THE INSTRUCTIONS IN THIS ORDER YOUR CLAIM AGAINST THE CUIC ESTATE SHALL BE DETERMINED BY THE COURT TO HAVE THE PRIORITY CLASSIFICATION AND VALUE AS SET FORTH ON EXHIBITS 1 THROUGH 8 TO THE PETITION, AND THE RECEIVER WILL MAKE THE PARTIAL DISTRIBUTION TO THE UNDISPUTED ALLOWED CLASS III CLAIMS AS SET FORTH IN THE PETITION AND THE EXHIBITS THERETO. (If you agree with the recommendation as to your claim's priority classification(s) and dollar value and the Receiver's Partial Distribution Plan, you do not need to take any further action in response to this Order to Show Cause.)

WHEREAS, pursuant to 18 Del. C. § 5917(c), the Receiver of Consumers United Insurance Company filed the "Receiver's Tenth Claim Recommendation Report and

Petition for Approval of Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims” (the “Recommendation Report and Petition”) seeking to have the Court allow, allow in part, or disallow claims against the CUIC estate which have not already been adjudicated by the Court, and seeking approval of a plan to finalize the early access distributions to the Guaranty Associations affected by the CUIC receivership for their Class II (administrative expense) claims, to finalize certain early access distributions to the Guaranty Associations on their Class III (policy level) claims, to make a partial distribution of additional funds to assure that each Guaranty Association listed on Exhibit 2 to the Recommendation Report and Petition has received at least thirty-two percent (32%) of their Allowed Class III claim, and to make a partial distribution to the claimants with undisputed Allowed Uncovered Class III claims listed in Exhibits 3A and 3B to the Petition so that each such claimant will have received thirty-five percent (35%) of their Allowed Uncovered Class III claim;

NOW, THEREFORE, IT IS HEREBY ORDERED THAT:

HEARING

1. A hearing on the Recommendation Report and Petition has been scheduled before this Court for **Thursday, July 15, 2010, at 10:00 a.m.**, at the Court of Chancery, 500 King Street, Wilmington, Delaware.

PURPOSES OF THE INITIAL HEARING

2. The hearing on the date and at the time established in this Order to Show Cause shall be for the purpose of determining whether any Claimant on Exhibits 1

through 8 whose claim has not already been adjudicated by the Court desires to seek the Court's review of the Receiver's recommendation as to the priority classification(s) and amounts set forth on Exhibit 1 through 8 to the Petition. Any Claimant who desires to have the Court review the Receiver's recommendation as to its claim must advise the Court of its objections to the Receiver's recommendation and the general basis for its objection so that such objections are RECEIVED by the Court and the Receiver's counsel on or before Tuesday, July 6, 2010. The hearing shall also be for the purpose of determining whether the Court will approve the Receiver's Plan for the Partial Distribution to certain claimants with undisputed allowed Class III claims as set forth in the Recommendation Report and Petition and the exhibits thereto.

3. ***ANY CLAIMANT WHOSE CLAIM HAS NOT ALREADY BEEN ADJUDICATED BY THE COURT PURSUANT TO A PRIOR RECOMMENDATION REPORT OF THE RECEIVER AND WHO FAILS TO NOTIFY THE COURT OF THEIR INTENT TO SEEK A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION OR ANY CLAIMANT WHO FAILS TO OBJECT TO THE RECEIVER'S PLAN FOR PARTIAL DISTRIBUTION ON OR BEFORE TUESDAY, JULY 6, 2010, WILL HAVE BEEN DEEMED TO HAVE WAIVED ANY RIGHT TO A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION CONCERNING THEIR CLAIM OR ANY OBJECTION TO THE RECEIVER'S PLAN FOR PARTIAL DISTRIBUTION, WILL BE DEEMED TO HAVE ABANDONED ANY OBJECTION TO THE RECEIVER'S RECOMMENDATIONS AND PLAN FOR PARTIAL DISTRIBUTION, WILL HAVE THEIR CLAIM DETERMINED TO***

HAVE THE VALUE(S) IN THE PRIORITY CLASSIFICATION(S) SET FORTH ON EXHIBITS 1 THROUGH 8 TO THE PETITION, AND WILL RECEIVE, IF AT ALL, THE AMOUNT, IF ANY, WHICH THE RECEIVER IS PROPOSING TO DISTRIBUTE AS A PARTIAL DISTRIBUTION ON THE UNDISPUTED ALLOWED CLASS III CLAIMS.

**HEARING ON THE MERITS FOR CLAIMANTS
WHO TIMELY SEEK COURT REVIEW**

4. For any Claimant for which the Court has not already adjudicated their claim in response to a prior recommendation report of the Receiver and which Claimant advises the Court on or before **Tuesday, July 6, 2010**, that they intend to seek a Court review of the Receiver's recommendation concerning their claim, the initial hearing for this Petition shall not be a hearing on the merits of their claim. For such claimants, the Court will schedule a date for the submission of exhibits by the Receiver and the Claimant and a subsequent hearing date on the merits of such claim (the "Hearing on the Merits"). A form of Order scheduling the subsequent hearing date shall be issued at the direction of the Court and shall address any special requirements for the submission of exhibits, such as the filing of confidential health or financial information of the Claimant under seal, and shall also address the evidentiary procedures and other matters pertinent to such hearing, if such a hearing is necessary. Claimants will be required to attend the Hearing on the Merits.

5. The notice of intent to seek a Court review of the Receiver's recommendation or notice of an objection to the Receiver's Plan for Partial Distribution shall be filed in writing by the Claimant with the Court at the Court's address at

Register in Chancery
Court of Chancery of the State
of Delaware
500 North King Street
Wilmington, Delaware 19801

and shall include the following information:

a. The caption of these proceedings:

IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789-VCL
CONSUMERS UNITED INSURANCE)
COMPANY)

b. the nature of the document being filed (i.e., Notice of Intent to Seek Court Review of Receiver's Claim Recommendation and/or Objection to Receiver's Plan for Partial Distribution) and the name of the party on whose behalf such document is being filed;

c. the name, address and telephone number of the person filing the document; and

d. the date the document is being filed.

NOTICE OF THIS ORDER TO SHOW CAUSE

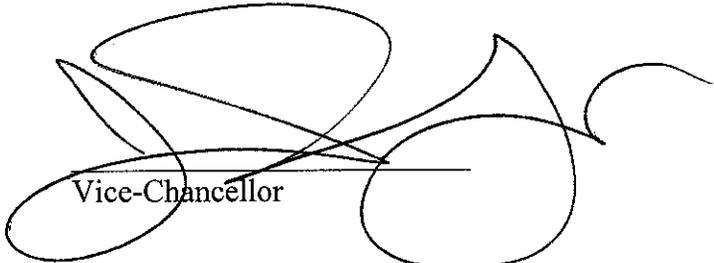
6. Within ten (10) calendar days of receipt of this signed Order to Show Cause, the Receiver shall serve, by U.S. first class mail, with proof of mailing by certified class mail, return receipt requested, or by Form 3606 Certificate of Bulk Mailing, copies of this Order to Show Cause, the Petition, Exhibits 1 through 9 to the Petition, and the

proposed Final Order to each Claimant listed on Exhibits 1 through 8 to Petition with a copy by first class mail to counsel for the National Organization of Life and Health Insurance Guaranty Associations.

7. If no party files a timely objection to the Recommendation Report and Petition, the Court may cancel the scheduled hearing and enter an Order granting the relief sought by the Receiver.

IT IS SO ORDERED.

Dated: *May 25, 2010*


Vice-Chancellor

IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789-VCL
CONSUMERS UNITED INSURANCE COMPANY)

**RECEIVER'S TENTH CLAIM RECOMMENDATION REPORT AND
PETITION FOR APPROVAL OF PLAN FOR FINALIZATION OF
EARLY ACCESS DISTRIBUTIONS FOR CLASS II GUARANTY
ASSOCIATION ADMINISTRATIVE CLAIMS, AND FOR PARTIAL
DISTRIBUTION TO CLASS III ALLOWED POLICY LEVEL CLAIMS**

COMES NOW, the Honorable Karen Weldin Stewart, Insurance Commissioner of the State of Delaware, in her capacity as the Receiver (herein "Receiver") of Consumers United Insurance Company in Liquidation (herein "CUIC"), who presents this Tenth Claim Recommendation Report and Petition for Approval of Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims (the "Petition"), pursuant to 18 DEL. C. §5917(c), and petitions this Honorable Court as follows:

I. Relief Requested

In this application, the Receiver seeks:

1. entry of an Order to Show Cause to the Claimants listed on Exhibits 1 through 8 to the Petition, in the form filed contemporaneously with this Petition, scheduling a hearing and establishing the procedures for such hearing. The Receiver further requests that the hearing on the Claims set forth in Exhibits 1 through 8 hereto be scheduled approximately forty-five (45) days after entry of the Order to Show Cause relating to this Petition. The Receiver believes that any objections by the Claimants have been resolved through negotiation.

Therefore, the Receiver is not seeking a hearing on the merits of any objections to the Receiver's Recommendation at this time. If one or more individual Claimants file an objection to the Receiver's Recommendation, a hearing on the merits of such claim(s) will be scheduled at a later date. Therefore, the procedure for this hearing does not require the Receiver or the Claimants to file substantive arguments, submit exhibits, or submit testimony in support of their positions at this hearing on the merits of these claims;

2. adjudication of the Claims set forth in Exhibits 3 through 8 hereto at the scheduled hearing except for those claims which have already been adjudicated by the Court pursuant to a prior Recommendation Report and except for those claims for which an objection is filed by a Claimant; and

3. a determination and entry of an Order by this Court pursuant to 18 DEL. C. §5917(d):

a) Pursuant to the Stipulation with the Receiver appended hereto as Exhibit 9, allowing the claim of the **CALIFORNIA LIFE AND HEALTH INSURANCE GUARANTEE ASSOCIATION** ("California GA") for direct and indirect administrative expenses as a Class II claim pursuant to 18 DEL. C. §5918(e)(2) (pertaining to guaranty association administrative expenses) in the amount of \$86,219.00, as noted in Column 3 (entitled "Allowed Class II Claims") on Exhibit 1 hereto, finding that the amount listed as paid to the California GA for its Class II claim on Exhibit 1 in Column 4 (entitled "Amount Received to Date"), \$86,219.00, has been paid to the California GA, finding that as a result the Class II claim of the California GA has been fully satisfied, and disallowing any

administrative expense claim amount of the California GA in excess of the amount listed in Column 3 in Exhibit 1. This Petition seeks to finalize the early access distributions made to the Guaranty Associations for their Class II claims. Therefore, if the Receiver's Petition is granted, the early access distributions made to the California GA for their Class II claim will no longer be subject to recall or other adjustment under the Early Access Agreement among the Receiver and the Guaranty Associations;

b) Pursuant to the Stipulation with the Receiver appended hereto as Exhibit 9, allowing the claim of the **California GA** for policy benefits paid for covered claims as a Class III claim pursuant to 18 DEL. C. §5918(e)(3) (pertaining to certain policy claims including claims for coverage provided by the Guaranty Associations) in the amount of \$2,647,488.47, as noted in Column 2 (entitled "Allowed Class III Claims Net of Premium Collected") on Exhibit 2 hereto, and finding that the California GA has received \$839,186.06 to date in early access payments on its Class III claim. Therefore, if the Receiver's Petition is granted, the early access distributions made to the California GA for their Class III claim will no longer be subject to recall or other adjustment under the Early Access Agreement among the Receiver and the Guaranty Associations;

c) Except with respect to the **New Mexico Life Insurance Guaranty Association** ("New Mexico GA") and the **South Carolina Life and Accident and Health Insurance Guaranty Association** ("South Carolina GA") for which the Class II claims were fully satisfied from the statutory deposit, finalizing the early access distributions for the allowed Guaranty Association Class II administrative expense claims listed on Exhibit 1

hereto in Column 4 (entitled “Amount Received to Date”) for each such Guaranty Association in the amount set forth in that column, finding that the amounts paid on Exhibit 1 in Column 4 have been paid to each such Guaranty Association, finding that as a result of the finalization of those early access payments, the Class II administrative expense claim of each such Guaranty Association pursuant to 18 DEL. C. §5918(e)(2) (pertaining to certain guaranty association administrative expenses) has been satisfied in full and the Class II claimants are not entitled to any further distribution of the estate’s assets with respect to their Class II Claims. As a result of this Petition, the early access payments already made for the Guaranty Associations’ early access distributions shall no longer be subject to recall or other adjustment by the Receiver to the extent needed to repay higher priority claims, such Class II claims shall be deemed satisfied in full, and such Guaranty Association Claimants shall receive no further distributions of the estate’s assets or communications from the CUIE estate regarding their Class II administrative expense claims, and the Receiver shall be relieved from any further obligation to the Guaranty Associations concerning their Class II claims;

d) Finding that as to the **ALABAMA LIFE & DISABILITY INSURANCE GUARANTY ASSOCIATION** (“Alabama GA”), which has an Allowed Class III claim of \$59,922.87, while this Petition allows a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Alabama GA has already received early access payments of \$19,372.13, which would equate to a distribution to date of 32.3284%. As to that Guaranty Association’s claim, the Receiver seeks to finalize the early access payments to

the Alabama GA for their Class III claim up to \$19,175.32 (“Alabama GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the Alabama GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Alabama GA did receive an additional \$196.81 in early access distributions (“Alabama GA’s Excess Early Access Payment”) in excess of the Alabama GA’s Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the small amount of the excess payment, the Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the Alabama GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the Alabama GA on its Class III claims. If there are no future distributions to the Class III claims, the Alabama GA shall not be obligated to return the Alabama GA’s Excess Early Access Payment to the CUIC estate and the other Guaranty Association claimants in this estate shall have no claim against the Alabama GA for those funds. As a result of the fact that the Alabama GA has already received at least 32% of their Allowed Class III Claim, the Alabama GA will not be receiving any distribution from the CUIC estate in this Partial Distribution;

e) Finding that as to the **ARKANSAS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION** (“Arkansas GA”), which has an Allowed Class III claim of \$52,598.59, while this Petition allows a partial distribution of 32% to the Guaranty

Associations on their Class III claims, the Arkansas GA has already received early access payments of \$17,090.40, which would equate to a distribution to date of 32.4921%. As to that Guaranty Association's claim, the Receiver seeks to finalize the early access payments to the Arkansas GA for their Class III claim up to \$16,831.55 ("Arkansas GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the Arkansas GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Arkansas GA did receive an additional \$285.85 in early access distributions ("Arkansas GA's Excess Early Access Payment") in excess of the Arkansas GA's Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the small amount of the excess payment, the Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the Arkansas GA's Excess Early Access Payments shall be deducted from future distributions, if any, to the Arkansas GA on its Class III claims. If there are no future distributions to the Class III claims, the Arkansas GA shall not be obligated to return the Arkansas GA's Excess Early Access Payment to the CUIIC estate and the other Guaranty Association claimants in this estate shall have no claim against the Arkansas GA for those funds. As a result of the fact that the Arkansas GA has already received at least 32% of their Allowed Class III Claim, the Arkansas GA will not be receiving any distribution from the CUIIC estate in this Partial Distribution;

f) Finding that as to the **GEORGIA LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** (“Georgia GA”), which has an Allowed Class III claim of \$174,085.55, while this Petition allows a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Georgia GA has already received early access payments of \$59,688.00, which would equate to a distribution to date of 34.2866%. As to that Guaranty Association’s claim, the Receiver seeks to finalize the early access payments to the Georgia GA for their Class III claim up to \$55,707.38 (“Georgia GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the Georgia GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Georgia GA did receive an additional \$3,980.62 in early access distributions (“Georgia GA’s Excess Early Access Payment”) in excess of the Georgia GA’s Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the amount of the excess payment, the Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the Georgia GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the Georgia GA on its Class III claims. If there are no future distributions to the Class III claims, the Georgia GA shall not be obligated to return the Georgia GA’s Excess Early Access Payment to the CUIC

estate and the other Guaranty Association Claimants in this estate shall have no claim against the Georgia GA for those funds. As a result of the fact that the Georgia GA has already received at least 32% of their Allowed Class III Claim, the Georgia GA will not be receiving any distribution from the CUIC estate in this Partial Distribution;

g) Finding that as to the **UTAH LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** (“Utah GA”), which has an Allowed Class III claim of \$12,020.30, while this Petition allows a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Utah GA has already received early access payments of \$3,848.02, which would equate to a distribution to date of 32.0127%. As to that Guaranty Association’s claim, the Receiver seeks to finalize the early access payments to the Utah GA for their Class III claim up to \$3,846.50 (“Utah GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the Utah GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Utah GA did receive an additional \$1.52 in early access distributions (“Utah GA’s Excess Early Access Payment”) in excess of the Utah GA’s Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the very small amount of the excess payment, the Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the Utah GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the Utah

GA on its Class III claims. If there are no future distributions to the Class III claims, the Utah GA shall not be obligated to return the Utah GA's Excess Early Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim against the Utah GA for those funds. As a result of the fact that the Utah GA has already received at least 32% of their Allowed Class III Claim, the Utah GA will not be receiving any distribution from the CUIC estate in this Partial Distribution;

h) Finding that as to the **VERMONT LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** ("Vermont GA"), which has an Allowed Class III claim of \$18,200.81, while this Petition allows a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Vermont GA has already received early access payments of \$6,138.96, which would equate to a distribution to date of 33.7290%. As to that Guaranty Association's claim, the Receiver seeks to finalize the early access payments to the Vermont GA for their Class III claim up to \$5,824.26 ("Vermont GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the Vermont GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Vermont GA did receive an additional \$314.70 in early access distributions ("Vermont GA's Excess Early Access Payment") in excess of the Vermont GA's Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the small amount of the excess payment, the

Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the Vermont GA's Excess Early Access Payment shall be deducted from future distributions, if any, to the Vermont GA on its Class III claims. If there are no future distributions to the Class III claims, the Vermont GA shall not be obligated to return the Vermont GA's Excess Early Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim against the Vermont GA for those funds. As a result of the fact that the Vermont GA has already received at least 32% of their Allowed Class III Claim, the Vermont GA will not be receiving any distribution from the CUIC estate in this Partial Distribution;

i) Finding that as to the **WEST VIRGINIA LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** ("West Virginia GA"), which has an Allowed Class III claim of \$211,014.74, while this Petition allows a partial distribution of 32% to the Guaranty Associations on their Class III claims, the West Virginia GA has already received early access payments of \$68,650.66, which would equate to a distribution to date of 32.5336%. As to that Guaranty Association's claim, the Receiver seeks to finalize the early access payments to the West Virginia GA for their Class III claim up to \$67,524.72 ("West Virginia GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the West Virginia GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the West Virginia GA did receive an additional \$1,125.94 in early access distributions ("West Virginia GA's Excess Early Access Payment") in excess of the West

Virginia GA's Finalized Class III Early Access Payments. To the extent that the early access payments received by such Guaranty Association did not exceed 35% of their claim, which is the proposed partial distribution percentage to be paid to the Allowed Uncovered Class III claims, and due to the amount of the excess payment, the Receiver will not seek to recall those funds to reallocate funds among the Guaranty Associations for their Class III claims. However, the West Virginia GA's Excess Early Access Payment shall be deducted from future distributions, if any, to the West Virginia GA on its Class III claims. If there are no future distributions to the Class III claims, the West Virginia GA shall not be obligated to return the West Virginia GA's Excess Early Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim against the West Virginia GA for those funds. As a result of the fact that the West Virginia GA has already received at least 32% of their Allowed Class III Claim, the West Virginia GA will not be receiving any distribution from the CUIC estate in this Partial Distribution;

j) As to the Other Guaranty Associations (other than the Alabama GA, the Arkansas GA, the Georgia GA, the Utah GA, the Vermont GA, and the West Virginia GA, which six claimants are addressed above, and other than the New Mexico GA and the South Carolina GA, which two claimants had their Class II claims fully satisfied from the statutory deposit in their state), finalizing the early access distributions for the allowed Guaranty Association Class III policy benefit claims listed on Exhibit 2 hereto in Column 3 (entitled "Class III Early Access Payments Received") for each such Guaranty Association in the amount set forth in that column; finding that as a result of the finalization of those early

access payments and the partial distribution authorized by this Petition, the Class III policy benefits claim of each such Guaranty Association pursuant to 18 DEL. C. §5918(e)(3) (pertaining to certain guaranty association administrative expenses) has been partially satisfied in the amount set forth in Column 7 in Exhibit 2, and for the Guaranty Associations which have not yet received 32% of their Class III claim through early access distributions, shall receive the balance due to bring their distribution to date up to 32% of their Class III claim, as set forth in Column 5 (entitled “Amount to be Distributed”) of Exhibit 2. As a result of this Petition, all Class III early access distributions already made to the Guaranty Associations’ up to 32% of their Allowed Class III Claims shall no longer be subject to recall or other adjustment by the Receiver to the extent needed to repay higher priority claims;

k) Allowing the Class III Uncovered Claims on Exhibit 3A hereto in the amount set forth in Exhibit 3A hereto in Column 11 (entitled “Receiver’s Recommended Class III Claim Amount”) for each such Claimant and disallowing any amount in excess of the Receiver’s Recommended Class III Claim Amount for each such claim. The Receiver’s Recommended Class III Claim Amount does not include or affect any amount which such Claimant may have received from the applicable Guaranty Association, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

l) Allowing the Class III Uncovered Claim listed on Exhibit 3B hereto, which amount is jointly owned by the **Delaware Life and Health Insurance Guaranty Association** (“Delaware GA”) and the **Hotel, Restaurant Institutional Employees and Bartenders Union – Local 26** (“Local 26”) pursuant to an Agreement, Release and

Assignment dated November 23, 1999, in the total amount of \$449,520.26 (“Receiver’s Recommended Local 26 Class III Claim Amount”), of which the Delaware GA is entitled to the first \$119,780.00 of distributions on the claim, of which the Delaware GA has already received \$29,844.92 in early access distributions to date relating to this claim, and of which Local 26 is entitled to any distributions in excess of \$119,780.00 on the claim, and disallowing any amount in excess of the Receiver’s Recommended Local 26 Class III Claim Amount for such claim. The Receiver’s Recommended Class III Claim Amount does not include or affect any amount which Local 26 may have received from the Delaware GA, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

m) Disallowing in their entirety the Uncovered Class III claims listed in Exhibit 4 hereto (entitled “Class III Claims Valued at Zero”), and relieving the Receiver from any further obligation to those Claimants concerning their Class III claims. This disallowance does not include or affect any amount which such Claimant may have received from the applicable Guaranty Association, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

n) Assigning the claims listed on Exhibit 5 hereto to the Class VI (general creditor) priority class and assigning each such claim the dollar value in Column 11 (entitled “Receiver’s Recommended Class VI Claim Amount”) on Exhibit 5, except for the claims listed as “TBD,” for which the amount of the Claimant’s Class VI claim is “to be

determined” if and only if funds become available to pay claims in Class VI after all higher priority expenses in Class I and claims in Classes II through V have been satisfied in full;

o) Disallowing in their entirety the Class VI claims listed in Exhibit 6 hereto, and relieving the Receiver from any further obligation to those Claimants concerning their Class VI claim numbers 944 and 1344 (the latter of which the Receiver is recommending be disallowed as a duplicate of claim number 87);

p) Assigning any and all claims of Consumers United Group, Inc., the sole stockholder of CUIC prior to the entry of the receivership orders, which claims are listed on Exhibit 8 hereto, to the Class IX (stockholder) priority class. The value, if any, of such claims cannot be determined until such time as all higher priority expenses in Class I and higher priority claims in Classes II through VIII have been satisfied in full. The Receiver anticipates that the higher priority class claims will not all be fully satisfied and, therefore, the Class IX claim of Consumers United Group, Inc. likely has a value of \$0. However, until that determination can be made, the Receiver is only recommending the assignment of this claim to priority class IX;

q) Approving the Receiver’s Plan for Partial Distribution to the Guaranty Associations for their Class III Claims, offsetting such Partial Distribution for amounts already received by each such Guaranty Association pursuant to the Class III Early Access Payments, so that each Guaranty Association shall receive a Supplemental Partial Distribution, if at all, in the amount set forth in Column 5 (entitled “Amount to be Distributed”) in Exhibit 2, provided, however, that the Receiver shall within the later of

thirty (30) days of the Court's entry of the Final Order approving this Petition or August 31, 2010, issue one check in the aggregate amount of \$83,021.09 to the National Organization of Life and Health Insurance Guaranty Associations ("NOLHGA") as the Supplemental Partial Distribution to all of the Guaranty Associations with Class III claims receiving a distribution as set forth in Column 5 of Exhibit 2 hereto, to bring the distribution amount to date for each Class III Guaranty Association claimant to at least 32% of their Allowed Class III claim. The issuance of the aggregate payment to NOLHGA by the Receiver shall relieve the CUIC Estate, the Receiver, the Deputy Receiver and their representatives of any and all liability to the Guaranty Associations listed on Exhibit 2 with respect to the allocation of those funds, and the Receiver shall be entitled to rely on the allocation of such distributed funds as set forth in Column 5 of Exhibit 2 hereto with respect to this Partial Distribution and any future distributions from the CUIC Estate. It is the Receiver's understanding that the Guaranty Associations listed on Exhibit 2 hereto have agreed or may agree with NOLHGA and/or among themselves on a different allocation of the funds from this Partial Distribution. As long as the Receiver is entitled to rely upon the allocation set forth in Column 5 of Exhibit 2 for the purpose of determining the amounts distributed from the CUIC Estate for the Guaranty Association's Class III claims and to rely upon the aggregate payment to NOLHGA as proof of payment to each individual Guaranty Associations listed on Exhibit 2 of their distributive share set forth in Column 5 of that exhibit, NOLHGA may adjust the funds to be distributed to an individual Guaranty Association provided such individual Guaranty Association consents in writing to such adjustment, which adjustment shall not bind the

Receiver or have any effect on the CUIC estate's rights or obligations, and shall not be offered in evidence against the Receiver or the CUIC Estate. Under this proposed Partial Distribution, this Court would retain jurisdiction to resolve any disputes between or among NOLHGA and the individual Guaranty Associations concerning allocation of the aggregate distribution payment made by the Receiver to NOLHGA, or concerning any alleged failure of NOLHGA to pay an individual Guaranty Association its share of this aggregate Partial Distribution. Under the proposed Order, the Receiver, the Deputy Receiver and the CUIC Estate shall not be liable to NOLHGA and/or any individual Guaranty Association listed on Exhibit 2 for any reallocation by NOLHGA and/or the individual Guaranty Associations of the aggregate amount of this Class III Partial Distribution to the Guaranty Associations, or for any failure by NOLHGA to pay an individual Guaranty Association its share of the aggregate payment;

r) Approving the Receiver's Plan for Partial Distribution to the Allowed Uncovered Class III claims listed on Exhibit 3A hereto in an amount equal to 35% of each such Uncovered Claimant's Class III Allowed Claim (the "Uncovered Partial Distribution"), which distribution amount for each such Claimant is set forth in Column 12 (entitled "Distribution at 35%") of Exhibit 3A hereto. The Receiver shall issue each such Claimant's Uncovered Partial Distribution to such Claimant's last known address in the Receiver's records within the later of thirty (30) days after the Court's entry of the Final Order approving this Petition or August 31, 2010. All such checks will be payable for a period of ninety (90) days, after which a Claimant which has not cashed the check shall be required to

return the uncashed check and request reissuance of their Uncovered Partial Distribution by the Receiver. The Receiver further seeks permission to deposit with the Court any Uncovered Partial Distributions which remain unclaimed after a reasonable period of time but no later than the closure of the CUIC receivership proceedings; and

s) Approving the Receiver's Plan for Partial Distribution to the Allowed Uncovered Local 26 Class III Claim listed on Exhibit 3B hereto in an amount equal to 35% of each such Uncovered Claimant's Class III Allowed Claim less early access payments received to date by the Delaware GA on such claim (the "Uncovered Local 26 Partial Distribution"), which distribution amount shall be allocated as set forth on Exhibit 3B as follows: within the later of thirty (30) days after the Court's entry of the Final Order approving this Petition or August 31, 2010, the Receiver shall distribute the amount of \$89,936.00 to the Delaware GA, and shall distribute the amount of \$37,551.17 to Local 26 at its last known address in the Receiver's records. The checks will be payable for a period of ninety (90) days, after which a Claimant which has not cashed the check shall be required to return the uncashed check and request reissuance of their Uncovered Partial Distribution by the Receiver. The Receiver further seeks permission to deposit with the Court any such distribution which remains unclaimed after a reasonable period of time but no later than the closure of the CUIC receivership proceedings.

. II. Background of the Liquidation Proceedings

Prior to receivership CUIC, a Delaware domiciled insurance company, was licensed to issue life and health insurance policies in forty (40) states and the District of Columbia.

This Court determined that CUIC was in hazardous financial condition and placed CUIC in rehabilitation proceedings by Stipulated Rehabilitation and Injunction Order dated February 9, 1993 ("Rehabilitation Order"; Dkt. No. 18). The Court appointed the Delaware Insurance Commissioner as the statutory receiver of CUIC. By Liquidation and Injunction Order dated May 5, 1994 ("Liquidation Order"; Dkt. No. 74), the Court declared CUIC insolvent and ordered that the Delaware Insurance Commissioner continue as Receiver and liquidate CUIC.

By Order dated December 15, 1994 (Dkt. No. 124), the Court approved the Proposed Plan of Liquidation which provided for, among other things, notice to CUIC's creditors and other interested parties of the liquidation proceedings and the claims process. The Court also established a Creditor Bar Date of March 1, 1995 (which was subsequently extended to December 1, 1995).

III. Guaranty Association Coverage

The entry of the Liquidation Order terminated insurance coverage from CUIC and, at the same time, triggered certain coverage for many of CUIC's policyholders from life and health insurance guaranty associations in the states in which CUIC had been licensed to issue insurance. Each such state has enacted a statute establishing a life and health insurance guaranty association (the "Guaranty Association Claimant" or "Guaranty Association") to provide continuing coverage to resident policyholders of insolvent insurers, such as CUIC, subject to certain statutory limitations (the "Covered Obligations"). The portion of a policyholder, beneficiary or other non-Guaranty Association claimant's claim which is not

covered by a Guaranty Association as a “Covered Obligation” is referred to as that claimant’s “Uncovered Claim” against the CUIC estate.

IV. Early Access Distributions

Pursuant to the provisions of 18 DEL. C. §5911(c), the Receiver entered into an Early Access Agreement with the Guaranty Association Claimants to provide them with provisional access to the estate’s funds in order to minimize the impact of the insolvency on the sources of the Guaranty Association funding. Generally, the Guaranty Associations assess their member insurers in their state and the costs of those assessments are passed along to either the insurers’ policyholders or taxpayers in that state. CUIC received this Court’s approval of its Early Access Agreement with the Guaranty Association Claimants by Order dated on or about November 26, 1996. All of the Guaranty Association Claimants with allowable claims elected to participate in that agreement and executed similar Participation Certificates.

V. Priority of Claims

The claimants have the burden of proving their claims against the estate. Pursuant to 18 DEL. C. §5917(d), after affording a claimant an opportunity for a hearing, the Court determines whether a claim should be allowed, allowed in part, or disallowed. Such Order is deemed to be an appealable Order pursuant to that section.

Section 5918 of the Liquidation Act provides that the distribution of claims from CUIC's general assets shall be in accordance with statutorily specified classes of claims.

Every claim in each class shares pro rata in assets available to pay that class. All claims in a higher priority class must be paid in full before the members of the next class receive any payment. 18 DEL. C. § 5918(e). For purposes of this Petition, the relevant classes of claims under Section 5918(e) of the Liquidation Act are:

Class I – costs and expenses of administration expressly approved by the Receiver;

Class II – reasonable and necessary administrative expenses of the life and health insurance guaranty associations;

Class III – certain policyholder and guaranty association claims for policy benefits;

Class VI - certain general creditor claims;

Class VII – claims not filed by the proof of claim bar date;

Class IX – shareholder claims.

See, 18 DEL. C. §5918, as amended by 72 DEL. LAWS, c. 400.

VI. RECEIVER’S RECOMMENDATIONS BY PRIORITY CLASS

A. CLASS I ESTATE ADMINISTRATIVE EXPENSES

The Receiver has determined that sufficient funds exist to satisfy outstanding and future administrative expenses, including the estate’s post-liquidation petition tax liabilities. After the distribution being requested in this Recommendation Report and Petition, the estate will have approximately \$400,000.00 in liquid assets. While a specific reserve amount for payment and reserving of administrative expenses will likely need to be established before

making any further distribution to the Class III claims, for the purposes of making the Partial Distribution proposed in this Petition, the Receiver does not believe that the establishment of a specific reserve amount for the Class I expenses is necessary.

B. CLASS II CLAIMS (GUARANTY ASSOCIATION EXPENSES)

After payment of and reserving for the estate's administrative expenses, the next priority class, Class II, addresses the administrative expenses of the affected Guaranty Associations. Pursuant to 18 DEL. C. §5918(e)(2), claims against the CUIC estate which qualify as Class II claims are defined as follows:

(2) Class II. -- The reasonable and necessary administrative expenses of the Delaware Insurance Guaranty Association or the Delaware Life and Health Insurance Guaranty Association or as the case may be, and any similar organization in another state. If the receiver determines that the assets of the estate will be sufficient to pay all Class I claims in full, Class II claims shall be paid currently, provided that the receiver shall secure from each of the associations receiving disbursements pursuant to this section an agreement to return to the receiver such disbursement, together with investment income actually earned on such disbursement, as may be required to pay Class I claims.

18 DEL. C. §5918(e)(2).

The Guaranty Associations' Class II claims were allowed by the Court in response to the Receiver's Seventh Claim Recommendation Report (EFiling Nos. 24537349 and 25377718), except for the claim of the **California GA**, which was resolved by Stipulation (see Exhibit 9 hereto). As noted herein, the Guaranty Associations' Allowed Class II claims have been fully satisfied by the early access distributions being finalized pursuant to this Petition.

The Receiver's recommended values for each of the Class II claims of each of the Guaranty Associations with allowed Class II claims are set forth in Column 3 of Exhibit 1 to this Recommendation Report and Petition. The Receiver respectfully requests that the Court allow as the total Class II claim of the **California GA** the amount set forth in Column 3 in Exhibit 1, \$86,219.00, and find that the claim of the **California GA** has been fully satisfied. In the aggregate, the total amount of the Class II claims of the guaranty associations, excluding the claims of the **New Mexico GA** and the **South Carolina GA** which were fully satisfied from the statutory deposits in their states, is \$993,062.37, all of which will be fully satisfied as a result of the finalization of the early access payments to those Associations in the same amount.

C. UNDISPUTED CLASS III CLAIMS (CERTAIN POLICY CLAIMS)

After payment of and reserving for the Class I estate administrative expenses and satisfaction in full of the Class II guaranty association administrative expenses, the next priority class, Class III, to receive distributions of available assets of the estate consists of the claims which arise out of the policy obligations of CUIC, including the Covered Obligations of the Guaranty Associations.

Pursuant to 18 DEL. C. §5918(e)(3), claims against the CUIC estate which qualify as Class III claims are defined as follows:

(3) Class III. -- Claims by policyholders, beneficiaries and insureds, including the federal or any state or local government if such government is a named policyholder, beneficiary or insured under the policy, arising from and within the coverage of and not in excess of the applicable limits of insurance policies and insurance contracts issued by the company; liability claims, including liability claims of the

federal or any state or local government, against insureds which claims are within the coverage of and not in excess of the applicable limits of insurance policies and insurance contracts issued by the company, including claims for reasonable attorneys' fees incurred by the policyholder to defend against the liability claim if such attorneys' fees are covered under the policy, but only to the extent covered; policyholder's claims for refunds of unearned premium; and claims of the Delaware Insurance Guaranty Association or the Delaware Life and Health Insurance Guaranty Association, as the case may be, and any similar organization in another state for coverage of policy benefits as required by statute; provided, however, that this paragraph shall not apply to the following claims:

a. Claims arising under reinsurance contracts, including any claims for reinsurance premium due;

b. Claims of insurers, insurance pools or underwriting associations for contribution, indemnity or subrogation, equitable or otherwise.

Interest shall not be allowed or paid on Class III claims, except that the value assigned to Class III claims arising from valid preliquidation judgments, other than judgments by default or collusion, may include prejudgment and postjudgment interest up to the date of liquidation if such interest is required by law or contract.

18 DEL. C. §5918(e)(3). For the purposes of this estate, the policyholder level claims were originally designated as Class IV. The policyholder level claims are now reclassified as Class III pursuant to the amendments to the priority statute in 72 DEL. LAWS, c. 400.

Generally, the policyholder level claims against CUIC may be characterized in one of two categories: "Covered Obligations" and "Uncovered Obligations." The Covered Obligations are comprised of benefits provided by the Guaranty Association Claimants under their enabling acts for CUIC's policyholders. The Uncovered Obligations are comprised of benefits under CUIC policies which are not covered by a Guaranty Association Claimant. The Uncovered Obligations are claims of individual policyholders.

The Covered Obligations of the Guaranty Association Claimants are limited by statute. For instance, many of CUIC's policy obligations arose from life insurance policies or annuity contracts it had issued to its policyholders. The enabling statute of the Delaware Life and Health Insurance Guaranty Association ("Delaware GA"), one of the Guaranty Association Claimants, limits benefits that the Delaware GA may provide to \$100,000.00 in net cash values for life insurance and \$100,000.00 in the present value of annuity benefits. *See*, 18 DEL. C. § 4403(c)(2).¹

Applying those statutory limitations, the claim against the CUIC estate generally would be the Covered Obligation (\$100,000.00 in cash value or annuity benefits), subject to other limits in the guaranty statutes, and the Uncovered Obligation, which would be claim amounts in excess of the \$100,000.00 coverage limit or otherwise not covered by a guaranty association.

This Class includes not only certain claims of policyholders, beneficiaries and other claimants against those policyholders' policies, but also the claims of the affected Guaranty Associations to the extent of the claims which those Guaranty Associations paid to or on behalf of policyholders pursuant to the terms of the policies, subject to the coverage limitations and other requirements and conditions in each Guaranty Association's enabling

¹ The enabling statutes of other Affected Associations contain generally similar coverage limitations though the maximum benefits may vary.

statute. As is noted above, a portion of the early access distributions to the Guaranty Associations was paid toward the Guaranty Associations' Class III claims.

The Receiver has evaluated all of the Class III claimants and notified the Class III claimants concerning the Receiver's recommendation as to the priority classification and value of their claims.

With the exception of the Class III claim of the **California GA**, the Class III claims of the Guaranty Associations were adjudicated in the Order concerning the Receiver's Seventh Claim Recommendation Report (EFiling No. 25377718). Certain of the other Class III claimants' claims were also submitted to the Court in prior Recommendation Reports. This Petition submits the Receiver's Recommendation as to any Class III claim which was not already subject to a prior Recommendation Report for allowance, disallowance in part, or disallowance in its entirety.

The Receiver respectfully requests that the Court allow as the total Class III claim of the **California GA** for policy benefits paid for covered claims pursuant to 18 DEL. C. §5918(e)(3) in the amount of \$2,647,488.47, as noted in Column 2 (entitled "Allowed Class III Claims Net of Premium Collected") on Exhibit 2 hereto, and finding that the California GA has received \$839,186.06 to date in early access payments on its Class III claim.

In the aggregate, the total amount of the allowed Class III Guaranty Association claims is \$15,646,493.60, excluding the claims of the **New Mexico GA** and the **South Carolina GA** which were fully satisfied from the statutory deposits in their states. (See Exhibit 2 hereto).

In addition, there are 515 Uncovered Class III claims, with a total Recommended Allowed Amount of \$1,332,488.41 (\$449,520.26 for the Local 26 Class III claim and \$882,968.15 for the other Allowed Uncovered Class III Claims. (See Exhibits 3A and 3B hereto).

The Class III claims listed on Exhibit 4 hereto were either already paid or otherwise afforded full coverage by a Guaranty Association, or are otherwise invalid. Therefore, the Receiver respectfully requests that the Court assign the claims listed on Exhibit 4 hereto to priority Class III, but assign a value of \$0 to such claims, thereby disallowing such claims in their entirety.

D. DEPOSIT OF FUNDS FOR CERTAIN CLASS III CLAIMS

The Receiver has been unable to locate some of the Claimants in past communications. It is anticipated that some of the funds to be distributed will ultimately have to be escheated. Therefore, the Receiver is also seeking permission to deposit such funds with the Court for Claimants to whom a distribution was undeliverable after a reasonable time and reasonable efforts to locate such Claimants from readily available sources.

E. RESERVE FOR DISPUTED CLASS III CLAIMS

While the Receiver has determined or negotiated the recommended priority class and claim value for most of the Class III claims, if any Class III claimant disputes the value of his or her claim, the Receiver seeks permission to reserve the proposed distribution amount until such time as the value of such claim has been adjudicated by the Court.

F. CLASS IV CLAIMS (CERTAIN UNITED STATES CLAIMS)

Claims against the CUIC estate which qualify as Class IV claims are defined in 18

DEL. C. §5918(e)(4) as follows:

(4) Class IV. -- Taxes owed to the United States and other debts owed to the United States which by the laws of the United States are entitled to priority over the claims in Classes V through IX below and which claims of the United States are not already included in Class III above.

18 DEL. C. §5918(e)(4). The Receiver has negotiated a Release Agreement with the United States. The United States has not identified or filed proofs of claim for, and the Receiver is not aware of the existence of, any Class IV claims against the CUIC estate.

G. CLASS V CLAIMS (CERTAIN WAGE CLAIMS)

Pursuant to 18 DEL. C. §5918(e)(5), claims against the CUIC estate which qualify as Class V claims are defined in as follows:

(5) Class V. -- Claims of employees, other than officers or directors, of the insurer for compensation actually owing to such employees for services rendered to the insurer within 3 months prior to the commencement of a proceeding against the insurer under this chapter but not exceeding \$1,000 for each employee. Such priority shall be in lieu of any other similar priority which may be authorized by law as to wages or compensation of such employees.

18 DEL. C. §5918(e)(5).

The Receiver is not aware of the existence of any Class V claims against the estate and no proofs of claim were filed for any such claims.

H. CLASS VI CLAIMS (CERTAIN GENERAL CREDITOR CLAIMS)

After payment of and reserving for the Class I estate administrative expenses and satisfaction in full of the Class II, Class III, and any Class IV and Class V claims, the next

priority class, Class VI, to receive distributions of available assets of the estate consists of the timely-filed general creditor claims.

Claims against the CUIC estate which qualify as Class VI claims are defined in 18

DEL. C. §5918(e)(6) as follows:

(6) Class VI. -- Claims of general creditors including, but not limited to, claims of ceding and assuming insurers in their capacity as such, and claims of insurers, insurance pools or underwriting associations for contribution, indemnity or subrogation, equitable or otherwise. This class shall include any claims of the guaranty associations, federal or any state or local government to the extent such claims are not otherwise included in Class II, Class III, Class IV or Class V in paragraphs (e)(2) through (5) of this section.

18 DEL. C. §5918(e)(6).

The Receiver has evaluated all of the general creditor claims and notified all of the general creditors concerning the Receiver's recommendation as to the priority classification and the value of their claims. Certain of the general creditors objected to the value assigned to their claim. As the Receiver does not anticipate that funds will be available to pay the general creditor claims, certain of those claims have been assigned a value "to be determined" later if funds become available to pay that class of claims.

The Receiver respectfully requests that the claims listed on Exhibit 5 hereto be assigned to the priority Class VI and assigned the value listed in Column 11 on Exhibit 5, except for the claims listed in that Column as "TBD," for which the value of such claim will be determined later if and only if funds become available to pay Class VI general creditor claims.

The Class VI claims listed on Exhibit 6 hereto were either already paid prior to the liquidation proceedings or are otherwise invalid. Therefore, the Receiver respectfully requests that the Court assign the claims listed on Exhibit 6 hereto to priority Class VI, but assign a value of \$0 to such claims, thereby disallowing such claims in their entirety.

I. CLASS VII CLAIMS (LATE-FILED CLAIMS)

Pursuant to 18 DEL. C. §5918(e)(7), claims against the CUIC estate which qualify as Class VII claims are defined as follows:

(7) Class VII. -- Claims which would otherwise qualify for classification under the classes enumerated above, but which are not filed with the receiver on or before the bar date and which are not excused from such bar date by the liquidation court.

18 DEL. C. §5918(e)(7).

The Court established a bar date of March 1, 1995, which was subsequently extended to December 1, 1995. As was noted in the Receiver's Seventh Recommendation Report (EFiling No. 24537349), the **District of Columbia Life and Health Insurance Guaranty Association** ("District of Columbia GA") did not file a proof of claim on or before that date with the Receiver. Therefore, pursuant to the Court's Order concerning the Seventh Recommendation Report and Petition (EFiling No. 25377718), the entire claim of the District of Columbia GA was assigned to Class VII. This Petition does not alter the Receiver's recommendation for the claim of the District of Columbia GA or affect the premium collection offset addressed in that Order. The Receiver is not currently seeking to

establish a subsequent date for the filing of late claims as the Receiver does not anticipate that funds will be available to pay claims in that class.

J. CLASS VIII CLAIMS (SURPLUS/CONTRIBUTION NOTES)

The next priority class, Class VIII, is defined as follows:

(8) Class VIII. -- Surplus or contribution notes, or similar obligations.

18 DEL. C. §5918(e)(8).

No claims which would qualify as Class VIII claims were filed in the CUIC estate. Even if any such claims were filed, the Receiver does not anticipate that funds will become available to pay this class of claims.

K. CLASS IX CLAIMS (SHAREHOLDERS/OWNERS)

The next priority class, Class IX, is defined as follows:

(9) Class IX. -- The claims of shareholders or other owners arising out of such capacity.

18 DEL. C. §5918(e)(9).

At the time the Liquidation Order was entered, CUIC's sole stockholder was its parent company, Consumers United Group, Inc., which is believed to be an inactive corporation. As funds are not likely to be available for this class, the inactive status of that company is not likely to be an issue.

The Receiver respectfully requests that the Court assign any and all claims which Consumers United Group, Inc., has or may have as a result of its ownership of the stock of CUIC to priority Class IX. The value of such stock ownership, if any, cannot be determined until all other higher priority classes have been resolved. This claim will only have value if

all higher priority claims have been satisfied in full and residual assets of the CUIC estate were available, which is highly unlikely in this estate. Therefore, the Receiver does not believe that a value for this claim needs to be established at this time.

VII. RELEASE AS TO DISALLOWED CLAIMS

The Receiver further requests a provision in the Order with respect to claims in Exhibits 4 and 6 which are valued at \$0 or denied pursuant to this Recommendation Report and Petition, that upon entry of the Court's Final Order adopting the Receiver's Recommendation Report and Petition, the claimant for each such claim shall be deemed to have released the CUIC estate, the Receiver, the Deputy Receiver, their agents and representatives from any and all liability arising out of these receivership proceedings, shall have no further interest in these proceedings, and shall not receive subsequent communications from the Court or the CUIC estate or Receiver.

VIII. CLASS II AND CLASS III DISTRIBUTION PLAN

A. FINALIZATION OF DISTRIBUTION TO CLASS II CLAIMS

As the Class II early access payments as listed on Exhibit 1 hereto to the Guaranty Associations are sufficient to fully satisfy the guaranty associations' Class II claims, the Receiver respectfully requests that the Court Order that the Class II early access distributions in the amounts set forth on Exhibit 1 in Column 4 be determined to be final distributions to the guaranty associations on their Class II claims, and that as a result of the early access distributions being finalized, the Class II claims of all of the Guaranty Associations listed in Exhibit 1 have been fully satisfied. As the funds necessary to satisfy the Class II claims have

already been paid to these Claimants, no additional funds will actually be distributed to the Guaranty Associations for their Class II claims. As a result of the finalization of these claims, the Receiver seeks a finding by the Court that the early access distributions set forth in Column 4 of Exhibit 1 are no longer subject to recall or other adjustment by the Receiver.

B. PROVISIONS RELATING TO ALL CLAIMANTS RECEIVING A DISTRIBUTION; RELEASE OF RECEIVERSHIP REPRESENTATIVES

The Receiver respectfully requests that she be granted the authority to require, if she deems it necessary, a tax identification number or any other lawfully required information from any claimant receiving a distribution in order to permit the Receiver to comply with applicable Federal, state or local laws, including but not limited to the Internal Revenue Code, concerning receipt of such distributions.

The Receiver further requests a provision in the Order with respect to claims in Exhibit 1 pursuant to the Recommendation Report and Petition, that upon entry of the Court's Final Order adopting the Receiver's Recommendation Report and Petition, the Guaranty Association Claimants listed on Exhibit 1 shall be deemed to have released the CUIC estate, the Receiver, the Deputy Receiver, their agents and representatives from any and all liability arising out of such Guaranty Associations' Class II claims.

As to any claimants receiving a distribution, if any such claimants can no longer be located, after a reasonable search by the Receiver's staff of readily available information, for the purpose of paying such claimants their distributive share, the Receiver seeks permission to deposit such claimants' distributive share with the Court, which deposit shall discharge the Receiver's obligation to make payment to such claimants which could not be located.

The release of the CUIC estate, the Receiver, the Deputy Receiver, their agents and representatives with respect to claims for which the distributed funds are deposited with the Court shall be effective upon deposit of the funds with the Court, provided that until the estate is closed and the Receiver is discharged, the Receiver shall continue to assist the Court to the extent practicable in preparing to escheat the funds, if necessary, or otherwise resolve the disposition of such funds.

In order to permit an orderly distribution, the Receiver requests that the Order adopting this Distribution Plan permit the Receiver until the later of thirty (30) days after entry of the final Order or August 31, 2010, to issue the distribution checks to the Class III claimants.

C. DISTRIBUTION TO UNDISPUTED CLASS III CLAIMS

1. Distribution to Guaranty Association Claimants

As noted above, the Receiver seeks approval to distribute on or before the later of thirty (30) days after entry of the Final Order or August 31, 2010, an aggregate amount of \$83,021.09 to NOLHGA for distribution to the Guaranty Associations, as allocated in Column 5 of Exhibit 2, not including those Guaranty Association claimants which have already received at least 32% of their Allowed Class III Claims, so that each Guaranty Association Claimant shall have received at least 32% of their Allowed Class III Claim. NOLHGA shall allocate the funds to the Guaranty Associations in the amounts set forth in Column 5 of Exhibit 2 unless an individual Guaranty Association agrees in writing to a

different allocation of the funds being distributed to the Guaranty Associations for their Class III claims.

The requested Order would provide that upon payment by the Receiver of the aggregate amount of \$83,021.09 to NOLHGA, the CUIC Estate, the Receiver, the Deputy Receiver and their agents and representatives shall not be liable and shall be held harmless for any failure by NOLHGA to allocate or distribute the funds and as to any dispute between or among NOLHGA and one or more of the Guaranty Associations concerning such distribution or allocation.

2. Distribution to Other Undisputed Class III Claimants

Excluding the Guaranty Association Class III claims, which are all addressed above, the Receiver seeks the Court's approval to distribute on or before the later of thirty (30) days after entry of the final Order or August 31, 2010, to all other claimants with an allowed Class III claim as listed in Column 11 in Exhibit 3A hereto an amount equal to 35% of the allowed claim amount for such claimant, which distributive share is listed in Column 12 of Exhibit 3A for such claimant; to distribute the amount of \$89,936.00 to the Delaware GA on Local 26 claim number 1159 as set forth on Exhibit 3B; and to distribute the amount of \$37,551.17 to Local 26 on Local 26 claim number 1159 as set forth on Exhibit 3B.

3. Guaranty Association Consent to Distribution Percentages

The Deputy Receiver has conferred with the Guaranty Associations with Class III claims through the NOLHGA Task Force on the CUIC insolvency. NOLHGA representatives have advised the Deputy Receiver that the Guaranty Associations with Class

III claims consent to the Uncovered Allowed Class III claims receiving the slightly higher distribution percentage for this partial distribution than the distribution percentages for the the Allowed Class III claims of the Guaranty Associations. The compromise by the Guaranty Associations would only apply to this Recommendation Report and Petition and to the Partial Distribution plan proposed therein.

IX. Receiver's Reservation of Rights

The Receiver's recommendations concerning the claims listed on Exhibits 1 through 8 hereto represent compromises of the claims submitted. The Receiver reserves her right to raise other issues or defenses to such claims if a claimant objects to the Receiver's Recommendation or submits additional evidence concerning the claims.

The Receiver also reserves her rights pursuant to the Early Access Agreement if necessary to assure that claimants in a particular class are paid in accordance with the statutory priorities at the correct pro rata share, except as set forth herein.

X. Hearing Procedure

The Receiver requests that the following procedure apply to the hearing on the Guaranty Association Claims:

1. Within ten (10) calendar days of receipt of the signed Order to Show Cause, the Receiver would serve, by U.S. first class mail, with proof of mailing which may be Certified Mail, Return Receipt Requested, and/or a Form 3606 Certificate of Bulk Mailing, a copy of the Order to Show Cause, the Recommendation Report and Petition with the Exhibits thereto, and the proposed form of Final Order accompanying the Recommendation Report

and Petition to each Claimant listed on Exhibits 1 through 8 hereto. The Order to Show Cause shall advise the Claimants of the date and time for the hearing on the Petition, the deadline to object to the Petition, and the procedure to object. The Order to Show Cause shall advise the parties that the Court may elect to cancel the hearing if no objections are filed by the objection deadline.

2. The hearing on the date and at the time established in the Order to Show Cause shall be for the purpose of determining whether any Claimant desires to seek the Court's review of the Receiver's recommendation of the priority classification and amount assigned to their claim(s), and to determine whether the Court will approve the Receiver's proposed Class II finalization and Class III partial distributions. IF THE PRIORITY CLASS AND/OR VALUE OF A CLAIMANT'S CLAIM HAS ALREADY BEEN DETERMINED BY A PRIOR COURT ORDER IN THIS CASE, THIS RECOMMENDATION REPORT AND PETITION IS NOT INTENDED TO AFFORD SUCH CLAIMANT AN ADDITIONAL OPPORTUNITY TO OBJECT TO THE RECEIVER'S RECOMMENDATION. Any Claimant for whom the Court has not already determined the priority class and value of their claim and which desires to have the Court review the Receiver's recommendation as to their claim must advise the Court of their objections to the Receiver's recommendation and the general basis for their objections at least ten (10) calendar days before the scheduled hearing date.

ANY CLAIMANT ENTITLED TO A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION WHO FAILS TO NOTIFY THE COURT OF THEIR INTENT TO

SEEK A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION ON OR BEFORE TEN (10) CALENDAR DAYS BEFORE THE SCHEDULED HEARING DATE WILL HAVE BEEN DEEMED TO HAVE WAIVED ANY RIGHT TO A COURT REVIEW OF THE RECEIVER'S RECOMMENDATION CONCERNING THEIR CLAIM, WILL BE DEEMED TO HAVE ABANDONED ANY OBJECTION TO THE RECEIVER'S RECOMMENDATION, AND WILL HAVE THEIR CLAIM DETERMINED TO BE IN THE PRIORITY CLASS AND AT THE VALUE REQUESTED BY THE RECEIVER IN THE PETITION AND THE SUPPORTING EXHIBITS.

3. For any Claimant entitled to a Court review of their claim's priority classification and/or valuation who advises the Court at least ten (10) calendar days before the scheduled hearing date that they intend to seek a Court review of the Receiver's recommendation concerning their claim, the initial hearing for this Petition shall not be a hearing on the merits of their claim. For such claimants, the Court will schedule a date for the submission of substantive arguments and exhibits by the Receiver and the Claimant and a subsequent hearing date on the merits of such claim. A form of Order scheduling the subsequent hearing date shall be issued at the direction of the Court and shall address any special requirements for the submission of exhibits, such as the filing of confidential health or financial information of the Claimant under seal, and shall also address the evidentiary procedures and other matters pertinent to such hearing, if such a hearing is necessary. Claimants who seek a Court review of the Receiver's recommendation concerning their claim shall be required to attend the subsequent hearing on the merits. Until such objection

is resolved, such Claimant shall not be entitled to any distribution of the estate's assets, unless the Court orders otherwise.

This Tenth Claim Recommendation Report is filed pursuant to the claim notice and hearing requirements of 18 DEL. C. § 5917 pertaining to the allowance or disallowance of claims in the liquidation proceedings.

XI. CONCLUSION

WHEREFORE, the Receiver of Consumers United Insurance Company in Liquidation respectfully requests that this Honorable Court grant the relief sought herein and such other and further relief as the Court deems just.

Respectfully Submitted,



Diane J. Bartels

Del. Bar No. 2530

Brandywine Village

1807 North Market Street

Wilmington, DE 19802-4810

(302) 656-7207

Attorney for The Honorable
Karen Weldin Stewart,
Insurance Commissioner of
the State of Delaware, in
her capacity as Receiver of
Consumers United Insurance
Company in Liquidation

Dated: May 24, 2010

EXHIBIT 1

EXHIBIT 2

EXHIBIT 2
Consumers United Insurance Company
Guaranty Association Class III Claims

Association Name	Allowed Class III Claims Net of Premium Collected	Class III		Dividend Paid To Date	Amount to be Distributed	Excess Distribution	Total Dividend After Distribution	Percentage Paid After Distribution
		Early Access Payments Received	Net of Premium Collected					
ALABAMA LIFE & DISABILITY INS	59,922.87	19,372.13	32.3284%	0.00	(196.81)	19,372.13	32.3%	
ALASKA LIFE & HEALTH INSURANCE GUAR ASSN	35,561.42	11,149.58	31.3530%	230.07		11,379.65	32.0%	
ARIZONA LIFE & DISABILITY INS	431,605.60	104,241.84	24.1521%	33,871.95	(285.85)	138,113.79	32.0%	
ARKANSAS LIFE & DISABILITY INS	52,598.59	17,090.40	32.4921%	0.00		17,090.40	32.5%	
CALIFORNIA LIFE & HEALTH INSURANCE GUAR ASSN	2,647,488.47	839,186.06	31.6974%	8,010.25		847,196.31	32.0%	
COLORADO LIFE & HEALTH INSURANCE GUAR ASSN	173,500.49	55,028.56	31.7167%	491.60		55,520.16	32.0%	
DELAWARE LIFE & HEALTH INSURANCE GUAR ASSN	3,121,770.00	994,769.44	31.8656%	4,196.96		998,966.40	32.0%	
FLORIDA LIFE & HEALTH INSURANCE GUAR ASSN	1,640,072.63	520,854.93	31.7580%	3,968.31		524,823.24	32.0%	
GEORGIA LIFE & HEALTH INSURANCE GUAR ASSN	174,085.55	59,688.00	34.2866%	0.00	(3,980.62)	59,688.00	34.3%	
IDAHO LIFE & HEALTH INSURANCE GUAR ASSN	87,880.49	25,047.76	28.5021%	3,074.00		28,121.76	32.0%	
ILLINOIS LIFE & HEALTH INSURANCE GUAR ASSN	427,363.74	134,276.71	31.4198%	2,479.69		136,756.40	32.0%	
INDIANA LIFE & HEALTH INSURANCE GUAR ASSN	167,299.41	52,651.26	31.4713%	884.55		53,535.81	32.0%	
IOWA LIFE & HEALTH INSURANCE GUAR ASSN	84,390.09	26,301.74	31.1669%	703.09		27,004.83	32.0%	
KENTUCKY LIFE & HEALTH INSURANCE GUAR ASSN	135,478.49	42,650.17	31.4811%	702.95		43,353.12	32.0%	
LOUISIANA LIFE & HEALTH INSURANCE GUAR ASSN	104,974.84	32,933.41	31.3727%	658.54		33,591.95	32.0%	
MICHIGAN LIFE & HEALTH INSURANCE GUAR ASSN	719,549.20	228,836.42	31.8027%	1,419.32		230,255.74	32.0%	
MINNESOTA LIFE & HEALTH INSURANCE GUAR ASSN	245,051.89	77,209.17	31.5073%	1,207.43		78,416.60	32.0%	
MISSISSIPPI LIFE & HEALTH INSURANCE GUAR ASSN	121,607.93	38,001.58	31.2493%	912.96		38,914.54	32.0%	
MISSOURI LIFE & HEALTH INSURANCE GUAR ASSN	250,002.15	79,527.27	31.8106%	473.42		80,000.69	32.0%	
MONTANA LIFE & HEALTH INSURANCE GUAR ASSN	26,064.46	8,277.93	31.7595%	62.70		8,340.63	32.0%	
NEBRASKA LIFE & HEALTH INSURANCE GUAR ASSN	53,766.66	16,808.59	31.2621%	396.74		17,205.33	32.0%	
NEVADA LIFE & HEALTH INSURANCE GUAR ASSN	116,489.99	36,413.31	31.2587%	863.49		37,276.80	32.0%	
NORTH DAKOTA LIFE & HEALTH INSURANCE GUAR ASSN	1,813.46	565.04	31.1581%	15.27		580.31	32.0%	
OHIO LIFE & HEALTH INSURANCE GUAR ASSN	186,858.80	59,783.80	31.9941%	11.02		59,794.82	32.0%	
OKLAHOMA LIFE & HEALTH INSURANCE GUAR ASSN	282,434.25	88,165.26	31.2162%	2,213.70		90,378.96	32.0%	
OREGON LIFE & HEALTH INSURANCE GUAR ASSN	187,244.79	59,727.07	31.8979%	191.26		59,918.33	32.0%	
PENNA LIFE & HEALTH INSURANCE GUAR ASSN	738,003.97	232,487.54	31.5022%	3,673.73		236,161.27	32.0%	
RHODE ISLAND LIFE & HEALTH INSURANCE GUAR ASSN	47,251.71	15,037.99	31.8253%	82.56		15,120.55	32.0%	
SOUTH DAKOTA LIFE AND HEALTH INSURANCE GUAR ASSN	77,623.04	24,185.98	31.1582%	653.39		24,839.37	32.0%	
TEXAS LIFE ACCIDENT HEALTH & HOSPITAL SERVICE INS GUAR	1,366,276.35	429,062.51	31.4038%	8,145.92	(1.52)	437,208.43	32.0%	
UTAH LIFE & HEALTH INSURANCE GUAR ASSN	12,020.30	3,848.02	32.0127%	0.00	(314.70)	3,848.02	32.0%	
VERMONT LIFE AND HEALTH INSURANCE GUAR ASSN	18,200.81	6,138.96	33.7290%	0.00		6,138.96	33.7%	
VIRGINIA GUARANTY ASSOCIATION	846,599.42	269,425.36	31.8244%	1,486.45		270,911.81	32.0%	
WASHINGTON LIFE AND DISABILITY	431,597.76	137,735.35	31.9129%	375.93		138,111.28	32.0%	
WEST VIRGINIA LIFE & HEALTH INSURANCE GUAR ASSN	211,014.74	68,650.66	32.5326%	0.00	(1,125.94)	68,650.66	32.5%	
WISCONSIN INSURANCE SECURITY	326,324.09	103,168.82	31.6154%	1,254.89		104,423.71	32.0%	
WYOMING LIFE & HEALTH INSURANCE GUAR ASSN	36,705.15	11,436.70	31.1583%	308.95		11,745.65	32.0%	
Total	15,646,493.60	4,929,735.32		83,021.09	(5,905.44)			

EXHIBIT 3A

EXHIBIT 3A
Consumers United Insurance Company
Allowed Class III Claims to Receive Partial Distribution @35%
NOTE: Claim # 1159 of Delaware GA and Local 26 Hotel/Rest. is on Exhibit 3B

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
27	NICK BARISKI		217 KNIGHT DR	SAN RAFAEL	CA	94901	1	3A	75.00	5.59	1.96
28	NICK BARISKI		217 KNIGHT DR	SAN RAFAEL	CA	94901	2	3A	75.00	5.21	1.82
32	MORRIS L SUMMEY		4262 BERT CT	SAN DIEGO	CA	92117	3	3A	2,000.00	191.81	67.13
33	MORRIS L SUMMEY		4262 BERT CT	SAN DIEGO	CA	92117	4	3A	2,000.00	5.92	2.07
44	DEREK E LUBICH		1921 SUFFOLK WAY	LOS ALTOS	CA	94024	5	3A	75.00	6.51	2.28
64	DAVID A GRAYSON	LINCOLN B GRAYSON	3805 EASTWOOD CIR	SANTA CLARA	CA	95054	6	3A	75.00	5.21	1.82
65	THERESA A STEPP	LINCOLN B GRAYSON	308 GROVE ST	SANTA CLARA	CA	95054	7	3A	75.00	4.78	1.67
77	ANN L GAHAN	MATTHEW C GAHAN	792 DALE RD	MEADOWBROOK	PA	19046	9	3A	5,079.30	4.30	1.51
91	SELMA LETIZI		1625 PEBBLE BEACH DR	HOFFMAN ESTATES	IL	60194	10	3A	8,099.28	144.86	50.70
92	RUTH J JONEN		41 RANDOLPH LN	SICKLERVILLE	NJ	08081	11	3A	12,242.55	155.82	54.54
93	ROBERT W FRENZLEY		PO BOX 4342	SAN RAFAEL	CA	94913	12	3A	254.83	3,855.80	1,349.53
94	NORMAN L CLARK		1705 HOPE CT	PEKIN	IL	61554	13	3A	6,584.75	195.68	67.79
95	LAURA LEE ZIEGLE		5227 MACAW WAY	SAN JOSE	CA	95123	14	3A	4,351.24	3,940.12	1,379.04
96	JANE M HAVILLA		9100 INDIAN RIDGE RD	FORT COLLINS	CO	80524	15	3A	5,578.67	49.64	17.37
97	JOHN E MANN		1124 ELIZABETH AVE	NAPERVILLE	IL	60540	16	3A	1,006.49	396.28	138.70
98	ELIZABETH J SANDELL		1 A SYCAMORE ST	NORWALK	VT	04853	17	3A	4,088.73	77.71	27.20
102	MARY A GRANT		5864 OLD DOMINION CT	WARRENTON	OR	97146	18	3A	613.46	269.43	94.30
103	WILLIAM W SCALES		6 DOGWOOD LN	RICHLAND	NJ	08350	19	3A	904.57	80.38	28.13
104	FRANCES M LAWRENCE		6321 GLEN ABBEY	BRADENTON	FL	34491	20	3A	19,534.92	6,669.97	2,334.49
105	FORREST R PONTENBERG		8640 AL CT	SAN DIEGO	CA	92123	21	3A	6,535.86	2,212.55	774.39
108	CHARLES R FORBES		1905 S COLLEGE ST	SPRINGFIELD	IL	62704	22	3A	40.99	18.02	6.31
112	LINDA G DAVIDSON		2709 PENKEA DR	OCEANSIDE	CA	92054	23	3A	11,583.63	10,874.05	3,805.92
114	THELMA L PANSIKA		10205 GREEN HOLLY TERR	SILVER SPRINGS	MD	20902	24	3A	79.39	79.39	27.79
115	JOYCE E LATHAM		1 KELLY DR	DEPTFORD	NJ	08096	25	3A	2,209.93	22.03	7.71
118	JOHN THOMAS MARGIE		4205 SLIDE MOUNTAIN DR	RENO	NV	89511	26	3A	13,493.24	72.51	25.16
119	BETTY-JO STUMPF		7844 STONE FARM RD	HARBOR SPRINGS	MI	49740	27	3A	2,974.18	55.69	19.49
120	MARGARET TVEDTIN		2512 DOUGLAS AVE	IRVING	TX	75062	28	3A	19,160.91	310.25	108.59
121	JAMES H HUTCHISON		745 N FAIRWAY LN	CANBY	OR	97013	29	3A	27,850.51	2,485.57	869.88
122	GLENDAL L TRIEBWASSER		10 SHELDON RD	PEMBERTON	NJ	08068	30	3A	1,205.46	529.44	185.30
123	VIRGINIA C DETRICK		67 SANTA MARIA AVE	PORTOLA VALLEY	CA	94028	31	3A	11,902.16	3,518.23	1,231.38
124	SUSAN K BROWNE		403 WHITNEY AVE APT # 6	NEW HAVEN	CT	06511	32	3A	456.00	456.00	159.60
125	RANDAL BEACH		2047 CASTILLIAN DR	LOS ANGELES	CA	90068	33	3A	3,110.42	192.68	67.44
141	TESS AYERS		294 TONDA VISTA RD	PORT ANGELES	WA	98362	34	3A	67.95	67.95	23.78
169	MADELAINE A BADER		#1 N IOLA	WEBSTER GROVES	MO	63119	35	3A	139.77	139.77	48.92
174	MARY K WAGNER		1231 KIPLING AVE	LOS ANGELES	CA	90441	36	3A	551.32	163.92	57.37
175	WENDY F WANG		4 N 10TH ST	PATERSON	NJ	07522	37	3A	355.70	88.93	31.13
176	HUDSON B AMORY		6703 COCKERILLE AVE	TAKOMA PK	MD	20912	38	3A	829.73	829.72	290.40
177	NANCY LINCOLN WELCH		PO BOX 116	EVERY	VA	23221	39	3A	18.80	18.80	6.58
178	WADE E BILBREY		6045 N CHRISTIANA AVE	CHICAGO	IL	60659	40	3A	160.94	160.94	56.33
179	JOI A JOHNSON		2301 RIVERSIDE DR	SIDNEY	OH	45365	41	3A	282.92	287.78	100.72
180	LORIE A LARSEN		814 N TILDEN ST	RICHMOND	VA	23221	42	3A	178.83	178.83	62.59
182	MARGARET J TINSLEY		2510 RIVER RD	GRAND RAPIDS	MI	55744	43	3A	133.76	133.76	46.82
183	PAMELA J KNIGHT		PO BOX 384	FREELAND	WA	98249	44	3A	208.45	208.45	72.96
184	SARA L RIVERS		1912 RUNNING BRANCH	TUSTIN	CA	92680	45	3A	1,070.00	240.74	84.26
189	CHARLES B MASSEY		25 FAIRMOUNT AVE C-11	HACKENSACK	NJ	07601-4717	46	3A	86.64	45.30	15.86
194	ROSALYN WALCUTT		RR 2 BOX 944	FOUNTAIN VALLEY	CA	92708	47	3A	11,083.64	3,359.67	1,175.88
204	VICTOR O ODLAND		1609 W ALPINE AVE	LOS ANGELES	CA	90039	48	3A	1,098.44	1,020.75	357.26
205	PETER BODLAENDER		13124 NW SUE ST	LOS ANGELES	CA	92004	49	3A	4,058.22	1,346.15	471.15
209	JOHN L JOST		18226 CLARK ST	STOCKTON	OR	97229	50	3A	776.26	602.84	210.99
211	DORIS R THEON		1317 BESSIE AVE	TARZANA	CA	91356	51	3A	1,012.08	287.24	100.53
212	JUDITH E THOMAS		900 JESSIE ST	LAWTON	OK	73507	52	3A	136.82	2.14	0.75
215	CONNIE SUE WATERS		400 SEABURY DR # 5164	AHOSKIE	NC	27910	53	3A	1,578.71	665.25	232.84
216	JOHN E WAGNER		6460 CONVOY CT SP 101	BLOOMFIELD	CA	92117	54	3A	25,998.85	20,019.60	7,006.86
218	JEAN O PETTY		4570 LIBERTY RD	DALLAS	OR	97338	55	3A	8,312.98	6,555.24	2,294.33
221	ARTHUR MANSOLF		251 S WALNUT AVE APT 159	SAN DIMAS	CA	91773	56	3A	3,184.02	2,957.17	1,035.01
225	CHARLES E SMITH		366 E CLARION DR	CARBON	CA	90745	57	3A	11,623.29	3,870.69	1,354.74
226	ELIZABETH MARIE DIXON		1342 FOXWOOD DR	MONROEVILLE	PA	15146	58	3A	1,653.75	709.95	248.48
227	SOLOMON D SALOMON		1303 PARKHILL CT	CAMARILLO	CA	93010	59	3A	5,170.00	1,597.56	558.15
229	MARGARET HINES BROWN		750 WEYMOUTH RD	MEDINA	OH	44256	60	3A	5,951.07	113.08	38.58
230	NANCY L SWANSON		1666 1/2 ELECTRIC AVE	VENICE	CA	90291	61	3A	4,286.53	3,954.10	1,383.94
231	GERTRUDE ANN MATTHEWS						62	3A			
232	EDWARD MEDLESON										

EXHIBIT 3A
Consumers United Insurance Company
Allowed Class III Claims to Receive Partial Distribution @35%
NOTE: Claim # 1159 of Delaware GA and Local 26 Hotel/Rest. is on Exhibit 3B

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
237	RONALD D NELSON		W195 S7836 OVERLOOK BAY RD 8B	MUSKEGO	WI	53150	63	3A	186.44	74.58	26.10
238	CAROLYN S GOODCASE		1170 NORTHWOOD AVE	BREA	CA	92621	64	3A	4,550.28	4,219.76	1,476.92
240	RIKKA O STYVE		301 BEAVER CREEK DR #9	AZLE	TX	76020	65	3A	1,078.50	456.19	159.67
241	RIKKA A NUTT		10800 ST ANTHONY	FT SMITH	AR	72903	66	3A	57.74	9.87	3.45
242	FERNE P MAUMGARDNER		44 W HURD RD	FRENCH CAMP	CA	95231	67	3A	10,046.06	3,299.38	1,154.78
243	THOMAS J WILHELM		PO BOX 13388	MEXICO BEACH	FL	32410	68	3A	20,615.50	229.47	80.31
244	WANDA S MYERS		5103 CAREW ST	HOUSTON	TX	77096	69	3A	2,947.23	10.71	3.75
246	JANE E ODLAND		9293 LA CORTINILLA AVE	FOUNTAIN VALLEY	CA	92708	70	3A	11,083.62	3,359.67	1,175.88
248	DELLA L BURMEISTER		5855 NOBLE ST.	GRATIOT	WI	53541	71	3A	142.84	33.23	11.63
249	NEWMAN LEE SMITH		434 WHISPERING PINE DR	OCEAN SPRINGS	MS	39564	72	3A	1,297.73	22.09	7.73
254	FRED A NOLLER		507 E SAUNDERS ST	TRENTON	TX	75490	73	3A		52.32	18.31
256	BETTY J BURGNER		371 ARLINGTON AVE	ELMHURST	IL	60126	74	3A	4,156.19	87.80	30.73
259	VAL EDWARD SARFF		4450 OJIBWA PARK RD N	BUTTE	MT	59701	75	3A	7,511.28	136.61	47.81
264	SUSAN R CLARK	CO JAMES F CLARK ESQ	PO BOX 21211	JUNEAU	AK	99802	76	3A	519.54	85.03	29.76
265	RUBY C MCCALL		513 RIDGEWOOD DR	VACAVILLE	CA	95688	77	3A	9,346.30	3,016.85	1,055.90
274	BARBARA LIESE	MICHAEL J LIESE	1428 FERNVIEW DR	MODESTO	CA	95355	78	3A	200.00	5.21	1.82
275	BARBARA LIESE	JEFFREY E LIESE	1428 FERNVIEW DR	MODESTO	CA	95355	79	3A	175.00	5.59	1.96
278	ESTATE OF JOHN J HARNED	PETE HARNED	900 G ST STE 300	SACRAMENTO	CA	95814	80	3A	9,148.31	3,183.49	1,114.22
279	ALPHA A WETENKAMP		3642 MEMONONEE RIVER PKY	WALUATOSA	WI	53222	81	3A	53.74	10.70	3.75
280	BENNY P FONTILLAS		2820 PLAZA BLVD	NATIONAL CITY	CA	91950	82	3A	26,964.03	8,697.56	3,044.15
281	MURIEL J KATSKHER		22 STACY DR	NORTH ANDOVER	MA	01845	83	3A	416.56	59.50	20.83
287	RICHARD A MORGAN		PO BOX 41675	BAKERSFIELD	CA	93384	84	3A	1,878.93	607.28	212.55
288	ANNA ZBITNOFF		PO BOX 832	REDWOOD VALLEY	CA	95470	85	3A	7,421.90	6,414.96	2,245.24
290	THELMA WALTON		17 E OLEANDER DR	MOUNT LAUREL	NJ	80543	86	3A	300.80	120.47	42.16
292	MARUJEL JACKSON		777 85TH ST	AMERY	WI	54001	87	3A	63,806.92	310.53	108.69
293	NANCY BLACK BERGQUIST		PO BOX 273	DELAWARE CITY	PA	17104	88	3A	226.41	676.54	236.79
298	STARLENE BAKER		70 CLAUSING CT	NOVATO	CA	94945	89	3A		0.96	0.34
301	MARY M MOORE		1201 JACKSON ST	ALBION	NY	49224	90	3A	35,609.12	6,070.00	2,124.50
303	GEORGE HUCKINS		3912 LINNICKI ST	NORTH LAS VEGAS	NV	89030	92	3A	11,656.58	64.43	22.55
304	INGRID D COSTALDI		1208 W PLEASANT GROVE RD	LOWELL	MA	02745	93	3A	779.30	375.18	131.31
329	FOCUS: FAMILY ORIENTED COUNSELING SERVICE	ATTN: MERRIE MILLER	PO BOX 921 1455 HAUCK DR	ROLLA	MO	65401	94	3A	2,571.55	2,571.55	900.04
330	JANET BICKER		3201 MARBLE CANYON PL	SAN RAMON	CA	94583	95	3A	186.20	186.20	65.17
331	ROBIN SHULTZ		46 BRUSHY HILL RD	NEWTON	CT	06470	96	3A	350.75	350.75	122.76
332	MARCY S KNIFFIN		728 FAIRVIEW LN	FORKED RIVER	NJ	08731	97	3A	21.94	74.58	26.10
333	SAMUEL L POLSTON		PO BOX 334	CRESTLINE	CA	92325	98	3A	152.00	260.71	91.25
334	CHRISTINE E REINTJES		ROUTE 6 BOX 85	MOREHEAD CITY	NC	28557	99	3A	72.55	72.55	25.39
344	GLORIA F PHELPS		20410 RONSDALE DR	FRANKLIN	MI	48025	100	3A	14,308.68	297.12	103.99
347	WARD F GAUTHER		203 NOTTINGHAM RD	JACKSONVILLE	NC	28546	101	3A	18,236.75	526.96	184.44
348	ROSEMARY J WATERS		2268Q VIA PUERTA	LAGUNA HILLS	CA	92653	102	3A	12,171.88	3,946.47	1,381.26
349	PATRICIA L RATCLIFF		177H ASG CM - UNIT 45013	APO	AP	96388	103	3A	21,645.40	449.42	157.30
350	JAMES C EDGERTON		7115 W CALLA RD	CANFIELD	OH	44406	104	3A	5,191.82	240.00	84.00
352	NICHOLA G CHAPEKIS		810 FOXBORO CT	SALINE	MI	48176	105	3A	18,965.82	280.00	98.00
354	HELEN FRANZONE		28 CREEK VIEW DR #804	EDMOND	OK	73003	106	3A	17,032.00	5,498.51	1,924.58
358	PATRICIA A FELDHHAUS		310 LEGION AVE	CHICO	CA	95927	107	3A	4,464.17	1,391.41	486.99
359	DORIS A BROWN		145 STONEGATE VLG	QUAKERTOWN	PA	18951	108	3A	449.24	180.75	63.26
360	PETER L EHRMAN	EHRMAN	1619 DELAWARE AVE	SANTA CRUZ	CA	95060	109	3A	3,821.42	3,541.11	1,238.39
362	THEODORE TROFF		2214 MOUNT CURVE ST	SAINTE JOSEPH	MI	49085	110	3A	1,063.72	467.20	163.52
368	ELIZABETH NAUGLE		1113 WESTOVER ST	COLLEGE STATION	TX	77840	111	3A	94,772.21	4,569.67	1,598.38
372	LARRY W SHULZE		9130 GLENCREST DR	SAINTE LOUIS	MO	63126	112	3A	1,039.11	687.35	240.57
374	DONALD A ALBERTS		3309 PERU CENTER RD	MONROEVILLE	OH	44847	113	3A	715.63	229.34	80.27
375	ANTONETTE S THORTON		2907 COLLIN ST	INDEPENDENCE	MO	64052	114	3A	834.55	555.46	194.41
376	FRED H GEBBELS		1100 N TAFT AVE	LOVELAND	CO	80537	115	3A	495.23	377.04	131.96
377	JOHN L ROGERS		2900 23RD AVE	SACRAMENTO	CA	95820	116	3A	1,492.25	1,385.92	485.07
381	LYNNE B SHOOP		1401 EL NORTE PKY SFC 306	SAN MARCOS	CA	92069	117	3A	1,330.24	1,858.85	650.60
382	JULIUS V CARTER		5426 RIVERGATE DR	SPRING	TX	77373	118	3A	283.27	119.29	41.75
383	MARGARET RILLEY PETRONE		2819 AMELIA ST	NEW ORLEANS	LA	70115	119	3A	6,428.92	101.06	35.37
385	ELEANORE L SNARE		575 GROVE ST	CLIFTON	NJ	07013	120	3A	1,931.45	16.91	5.92
388	MARGARET M SCHUMANN		PO BOX 407139	FT LAUDERDALE	FL	33340	121	3A	3,153.15	3,153.15	1,103.60
397	MICHAEL J DUNBAR		51 INDIAN LAKE DR	LITTLE PERRY	NC	07643	122	3A	522.72	522.72	182.95
406	MORTON WALKER		2305 ILLION ST	SAN DIEGO	CA	92110	123	3A	5,320.00	307.40	107.59
430	FREDERICK EUGENE WALSH JR		484 HIGH RIDGE RD	STAMFORD	CT	06905	124	3A	3,106.75	1,064.00	372.40
			115 PAINTBRUSH ST.	LAKE JACKSON	TX	77566	125	3A	216.69	0.79	0.28

EXHIBIT 3A

**Consumers United Insurance Company
Allowed Class III Claims to Receive Partial Distribution @35%
NOTE: Claim # 1159 of Delaware GA and Local 26 Hotel/Rest. is on Exhibit 3B**

POC #	NAME	NAMEZ	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
442	EVELYN I RUNCCK		PALM COAST	FL	32137	126	3A	253.16	116.16	40.66
445	CHARLES A TOBIAS		MIDLAND	TX	79705	127	3A	5,432.70	95.80	32.83
447	DAWN C TANIS		CHICAGO	IL	60611	128	3A	7,126.16	125.84	44.04
448	CARLA BAZIN		BURLINGTON	CT	06013	129	3A	4,000.00	2.10	0.74
449	ESTATE OF ROBERT L GODWIN	WILLIAM GODWIN	JUSTIN	TX	76247-5804	130	3A	51,345.22	47,560.78	16,646.27
451	BILLY B TRAWBEK		CORPUS CHRISTI	TX	78418	131	3A	1,157.70	508.50	177.98
454	LEILA A LOVERCHECK		ERIE	PA	16505	132	3A	6,890.32	145.55	50.94
456	CLAUDETTE NEWHALL		BRAINTREE	MA	02184	133	3A	7,814.82	147.68	51.69
457	RON R LINS		DRAPER	UT	08402	134	3A	118.98	32.73	11.46
458	FREDRICK LE PAINTER		HEPPER	OR	97836	135	3A	2,451.48	776.75	271.86
459	DR CAROL GRENER		ALLEN TOWN	PA	18104	136	3A	9,547.68	189.11	66.19
460	TED D WALTON		WY	82009	137	3A	454.15	88.68	31.04	
461	MARIE ANDERSON		PRINCETON	IL	61356	138	3A	465.77	193.32	67.66
462	ANDELLE FLINT		FRESNO	CA	93704	139	3A	4,151.57	3,849.02	1,347.16
463	SUSAN E ROBERTS		SPRINGFIELD	IL	62707	140	3A	19,909.28	214.79	75.18
464	COLVIN A PETERSON		OVERLAND PARK	KS	66213	141	3A	4,145.07	1,802.73	630.96
465	ELOISE A ROMERO		MOUNTAIN VIEW	CA	94043	142	3A	2,332.57	449.39	157.29
466	LILA M PALMITER		TOLEDO	OH	45613	143	3A	2,132.17	45.06	15.77
468	EARL J RIDDLE		MORTON GROVE	IL	60053	144	3A	3,492.08	73.97	25.89
469	NINA K MACKAY		GARDEN GROVE	CA	92644	145	3A	100.00	2,639.60	923.86
470	BARBARA H SWAIN		CHAMPAIGN	IL	61820	146	3A	47,203.07	720.68	252.24
473	JANICE KULP		EVANSTON	IL	60202	147	3A	9,121.91	192.72	67.45
475	WAUNITA A ESKEW		ATLANTIC	IA	50022	148	3A	1,758.57	37.16	13.01
478	SUSAN G GIBSON		DALLAS	TX	75224	149	3A	1,581.72	75.00	26.25
481	WALTER BOUFFARD		COMPTON	CA	90220	150	3A	1,725.67	33.14	11.60
484	JANICE FOX VALDER		CHARLOTTE	NC	28203	151	3A	2,625.80	279.13	279.13
485	GLORIA H DANIEL		LOS ANGELES	CA	90034	152	3A	89.46	29.42	10.30
493	VALERIA A METZLER		WOODBURY	PA	16695	153	3A	383.45	383.45	134.91
497	PENELOPE A BEMIS		HOUSTON	TX	77007	154	3A	191.17	191.17	66.91
504	MAY KESLER		CHEVY CHASE	MD	20815	155	3A	15,028.46	9,954.50	3,484.08
513	ASSOCIATES IN PHYSICAL MEDICINE & REHABILITATION PC		YPSILANTI	MI	48197	156	3A	1,575.00	1,575.00	551.25
516	SILVIA SALINAS		MIAMI	FL	33140	157	3A	813.25	140.00	49.00
521	JOY DAN GRAVES PHD		OCEANSIDE	CA	92056	158	3A	275.00	275.00	96.25
540	NANCY VAN DOVER AC		DURANGO	CO	81301	159	3A	180.00	144.00	50.40
542	ROBERT J PHELPS		POMPANO BEACH	FL	33060	160	3A	18,246.50	378.85	132.60
543	ANNA M CHAPERIS		SALINE	MI	48176	161	3A	20,115.97	304.30	106.51
545	COLTIN J CREMO		SAN DIEGO	CA	92120	162	3A	3,190.00	460.31	161.11
554	LEONARD F PARKS	KEVIN PARKS	REDDING	CA	96002	163	3A	2,000.00	4.78	1.67
555	LEONARD F PARKS	KEITH A PARKS	REDDING	CA	96002	164	3A	2,000.00	5.92	2.07
556	LEONARD F PARKS	ALLISON F PARKS	REDDING	CA	96002	165	3A	2,000.00	5.59	1.96
557	LEONARD F PARKS	MICHEL F PARKS	REDDING	CA	96002	166	3A	2,000.00	6.42	2.25
558	WILLIAM F STATON	DEVLIN L WEST	LONG BEACH	CA	90815	167	3A	1,000.00	6.87	2.40
559	WILLIAM F STATON	CARRIE S STATON	LONG BEACH	CA	90815	168	3A	1,000.00	3.75	1.31
580	DENNIS P SHEEHY		WALLOWA	OR	97885	169	3A	1,912.38	130.48	45.67
582	JAKE L FUNDS		BLOOMFIELD	MO	63825	170	3A	14,389.37	815.22	285.53
583	JOAN B GENETTA		PRINCETON	NJ	08540	171	3A	19,274.77	318.67	111.53
584	PATRICIA A HENDERSON		PINEVILLE	MO	64856	172	3A	4,323.79	123.28	43.15
585	JAMES E HENDERSON		PINEVILLE	MO	64958	173	3A	4,331.93	127.94	44.78
586	GERTRUDE P HOLLAND		MS STATE UNIV	MS	39762	174	3A	256.46	112.66	39.43
587	ELINOR D BROWN		OAK RIDGE	TN	37830	175	3A	10,990.15	198.38	69.43
588	JAY W DISBROW		HARPER'S FERRY	WV	25425	176	3A	3,457.54	1,483.45	519.21
589	ANNA M PETROLONARDO		AMBOY	IL	61310	177	3A	9,040.62	173.84	60.84
590	NANCY S RAY		7113 PANAMA DR	TN	37923	178	3A	56,474.79	909.38	318.28
591	JANE S MARTIN		9400 E NORTHSHORE BLVD LAKES MARBLEHEAD	OH	43440	179	3A	13,218.56	189.86	66.45
594	TERRY E MULLER		SHAWNEE	OK	74801	180	3A	7,860.98	445.37	155.88
596	MONICA PRENDERGAST		PITTSBURGH	PA	15204	181	3A	2,226.26	43.47	15.21
597	ANN MEGAN ROYERE		SAN FRANCISCO	CA	94131	182	3A	2,873.66	840.33	294.12
598	ELMER & PATRICIA HAM TRUST		ZAVALLA	TX	75980	183	3A	46,018.67	463.82	163.04
599	LUCY A BANNISTER		WILMINGTON	DE	19803	184	3A	5,526.22	105.40	36.89
602	DONALD C COUGHLIN		PERRIS	CA	92570	185	3A	5,013.28	1,475.30	516.36
603	JUDITH L GEHMAN		MORGAN HILL	CA	95037	186	3A	3,100.89	2,876.30	1,006.71
609	ANNE A PURSLEY		BEAVER FALLS	PA	15010	187	3A	3,140.38	65.19	22.82
610	BARBARA C CORTEZ		PLEASANT HILL	CA	94523	188	3A	9,203.88	2,950.20	1,032.57

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POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
611	BRIAN & PATSY BURROUGHS		5342 E 127TH DR	THORNTON	CO	80241	189	3A	711.62	104.06	36.42
613	ROBERT J THOMAS		3 SWARTHMORE RD	WELLESLEY	MA	02181	190	3A	35,810.29	582.93	204.03
615	THOMAS A GRAY		16650 BENTWOOD PALMS DR	FL Myers	FL	33908	191	3A	215.47	68.41	23.94
616	EDWARD LEE ROBERTS		PO BOX 433	PIKEVILLE	TN	37367	192	3A	121.01	2.55	0.89
617	NADDIE A MISIASZEK		3738 NASSAU DR	SAN DIEGO	CA	92115	193	3A	8,417.21	2,580.38	903.13
621	RALPH & IRENE KOHN		3627 ALAMEDA DE LAS POLGAS	MENLO PARK	CA	94025	194	3A	26,326.58	6,926.12	2,424.14
624	JAMES JOHN STOTZ		7452 FERRY RD PO BOX 143	POINT PLEASANT	PA	18950	195	3A	22,845.49	361.57	126.55
625	SARAH A PHILLIPS		173 PEAKHAM RD	SUDBURY	MA	01776	196	3A	43,818.85	874.56	306.10
627	KATHLEEN GENEVA MILLER		735 CATHEDRAL DR	AFTON	CA	95003	197	3A	4,842.49	1,444.67	505.63
631	MARY H WEBER		11517 ALPINE AVE	PALOS PARK	IL	60464	198	3A	9,364.55	196.11	68.64
632	ANN ELIZABETH BARTRAM		2808 CANTERBURY RD	ANN ARBOR	MI	48104	199	3A	117.41	51.57	18.05
634	CAROL C BUDDS		1945 THROCKMORTON AVE	MILL VALLEY	CA	95403	200	3A	1,929.94	1,792.45	627.36
635	MARIAN C DIAMOND		2583 VIRGINIA ST	BERKELEY	CA	94709	201	3A	2,043.95	1,898.30	664.41
636	SUSAN S HAWTHORNE		1948 PLEASANT HILL LN	LISLE	IL	60532	202	3A	7,820.41	142.62	49.92
637	JANE D GIBBS		222 E 15TH ST	DOVER	OH	44622	203	3A	5,068.21	104.18	36.46
639	MARGARET A CURRY		4590 BUCKHORN DR	TRAVERSE CITY	MI	49684	204	3A	7,716.58	161.62	56.57
664	KRISTIN MCMILLIAN	CLAY R MCMILLIAN	712 HACIENDO AVE	DAVIS	CA	95616	205	3A	2,500.00	6.12	2.14
682	JOYCE WALLACE		376 MEADOW ST	CARVER	MA	02330	206	3A	118.81	118.81	41.58
684	HEART OF THE HILLS HOSFICE	ATTN: JAMES MOLBERG	1121 BROADWAY	KERRVILLE	TX	78028	207	3A	18,274.64	18,274.64	6,396.12
689	HANNAH'S HEADLINE	ATTN: THERESA CANCELLAR	3 FREEMAN ST	PROVINCETOWN	MA	02657	208	3A	679.26	679.26	237.74
690	MARK L BUCHLY MD		6000 NEW HAMPSHIRE AVE	WASHINGTON	DC	20011	209	3A	1,810.00	1,496.00	523.60
694	FOX HALL SURGICAL ASSOCIATES		3301 NEW MEXICO AVE NW	WASHINGTON	DC	20016	210	3A	3,175.00	2,540.00	889.00
697	LAINIE SHAPIRO		15515 W SUNSET BLVD APT 115	PACIFIC PLSDS	CA	90272	211	3A	7,580.30	2,424.00	848.40
699	ELAINE S STOCKER		4242 N SHERIDAN RD	CHICAGO	IL	60613	212	3A	963.35	963.35	337.17
710	LOIS C SHULTZ		5 WENDY RD	READING	PA	19601	213	3A	192.68	69.70	24.40
711	SYLVIA ROBINSON		40 THISSSELL ST	DRACUT	MA	01826	214	3A	3,144.18	68.50	23.98
712	RALPH J BUTLER		10265 FRANK TIPPETT RD	CHELLENHAM	MD	20623	215	3A	7,709.20	699.94	244.98
715	F PHYLLIS HEFFNER		2354 PLEASANT AVE	GLENSIDE	PA	19038	216	3A	34,932.85	732.03	256.21
716	BLANCHE B SCHULTZ		2354 PLEASANT AVE	GLENSIDE	PA	19038	217	3A	33,904.26	707.80	247.73
718	MARY H WEIGHTMAN		STAR RT 1 HWY 4	ANGELS CAMP	CA	95222	218	3A	58,667.41	18,836.69	6,592.84
720	LENORE R RUTSCHKY		1016 TAYLOR ST	STATE COLLEGE	PA	16803	219	3A	9,050.65	169.67	59.38
723	SUE A HOLMEN		786 SOLANA DR	LAFAYETTE	CA	94549	220	3A	24,016.39	7,898.44	2,764.45
725	SHERYL A RICHMAN		430 WELLESLEY RD	PHILADELPHIA	PA	19119	221	3A	2,000.00	74.59	26.11
726	FRANCIS P STEWART		142 CARLISLE COURT	BENICIA	CA	94510	222	3A	39,583.38	12,670.53	4,434.69
727	ROBERT G STEINHAUSER		17754 VALLE DE LOBO DR	POWAY	CA	92064	223	3A	11,211.25	3,417.21	1,196.02
728	CHERRY A FROTSCHER		1265 THREE SQUARE HOLLOW RD	NEWBURG	PA	17340	224	3A	8,645.00	162.61	56.91
729	STANLEY L HEBBELN		1401 N WHATLEY RD	WHITE OAK	TX	75693	225	3A	10,032.43	105.56	36.95
730	HELEN H DAVISON		17425 VINTAGE ST	NORTHRIDGE	CA	91325	226	3A	19,443.96	162.99	57.05
745	LISA A QUIGG	LISA A QUIGG	3210 TALLMON ST	MARINA	CA	93933	227	3A	6,637.23	2,163.99	757.40
753	DEBBIE SHOSS		1105 CHNOE RD	LEXINGTON	KY	40502	229	3A	98.74	3.15	1.10
754	JUDITH SCHIMINSKY		1700 HARVARD ST NW APT 210	WASHINGTON	DC	20009	230	3A	228.50	98.74	34.56
758	MAXINE FAIRBANKS		11790 CHANEY DR	RAPID CITY	SD	57701	231	3A	1,952.57	228.50	79.98
761	MICHAEL DROHAN		5135 DEARBORN ST	PITTSBURGH	PA	15224	232	3A	5,472.78	1,362.06	468.72
764	RENEE A OLIVER		655 S FAIROAKS AVE APT P214	SUNNYVALE	CA	94086	233	3A	451.83	256.06	89.62
765	ELLA STUDER		310 S STEWART AVE	LIBERTYVILLE	IL	60048	234	3A	9,094.29	149.05	52.17
767	ELIZABETH C HAUGEN		33 BADEAU AVE	SUMMIT	NJ	07901	235	3A	3,731.73	78.13	27.35
768	ROBERT JOSEPH CROMWELL		1200 1/2 W GRAND AVE	HAYSVILLE	KS	67060	236	3A	3,494.65	46.68	16.34
770	MARLAN MAPES BOUCK		3720 MAINE AVE	LONG BEACH	CA	90806	237	3A	4,234.47	1,282.36	448.83
771	NOELENE P MARTIN		1 SEA VIEW RD	IPSWICH	MA	01938-1452	238	3A	18,616.09	339.65	118.88
772	BARBARA J BURKE ANKROM		RR 1 BOX 234A	CLARKSVILLE	PA	15322	239	3A	2,143.00	39.77	13.92
776	ELINOR ANNE MANUEL		120 FOUNTAINHEAD CT	MARTINEZ	CA	94553	240	3A	52,304.00	16,803.01	5,881.05
777	ALDORA N DR YDEN		525 PROSPECT AVE	NEPTUNE	NJ	07753	241	3A	252.79	202.08	70.97
779	MARY L BROOKS		PO BOX 458	HUNTER	OK	74640	242	3A	1,268.60	13.91	4.87
780	MERRILL A WALZ		9707 N LOCUST DR	KANSAS CITY	MO	64155	243	3A	12,299.10	13.60	4.76
790	DARIAN DARIES	DENA DARIES	5955 CLARIDGE DR	RIVERSIDE	CA	92506	244	3A	75.00	5.92	2.07
791	MARYME LOCKLIN	TRACY RHODES	6125 DOROTHY DR	SAN DIEGO	CA	92115	245	3A	75.00	3.15	1.10
804	BINAH POLAY		229 BUTTE DR	LOS OSOS	CA	95402	246	3A	319.88	305.98	107.09
808	SARAH B SMITH		267 PUTNAM AVE	CAMBRIDGE	MA	21393	247	3A	1,464.25	1,464.25	512.49
809	CYPRIA K DIONESE	GLEN J WOOD	2897 MONTIE VERDE DR	SANTA MARIA	CA	95455	248	3A	1,850.00	4.78	1.67
812	CAROL S BREUCH		815 NILES ST	MAQUOKETA	IA	52060	249	3A	150.81	48.29	16.90
815	PATRICIA L WEAVER		2818 34TH ST	TWO RIVERS	WI	54241	250	3A	3,269.90	760.84	266.29
816	JACK D GODDARD		8681 SOMERSET AVE	SAN DIEGO	CA	92123	251	3A	33,676.85	11,051.36	3,867.98

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817	BETTY JONES BYRAM		1018 PINE NEEDLES	SOUR LAKE	TX	77659	252	3A	3,336.55	1,465.51	512.93
820	MARY H LEHAM		PO BOX 2661	FLORENCE	OR	97459	253	3A	2,600.00	250.00	87.50
824	RYAN J SELLS		6125 DOROTHY DR	SAN DIEGO	CA	92115	254	3A	75.00	4.78	1.67
825	LAWRENCE E ESTAVILLE	MAYME W LOCKLIN	20526 LEADWELL ST	WINNETKA	CA	91306	255	3A	1,900.00	4.78	1.67
826	LAWRENCE E ESTAVILLE	FRANCIS ESTAVILLE	20526 LEADWELL ST	WINNETKA	CA	91306	256	3A	1,750.00	5.92	2.07
827	LAWRENCE E ESTAVILLE	ALEATHA ROSE GILLEY	20526 LEADWELL ST	WINNETKA	CA	91306	257	3A	1,700.00	6.19	2.17
830	CRAIG HORANGIC	RALPH GILLEY	9258 ULTRA CT	ORANGEVALE	CA	96662	258	3A	348.00	5.92	2.07
845	BARBARA MURRAY	CHRISTOPHER HORNANGIC	4595 FAIRWAY DR	SOQUEL	CA	95073	259	3A	8,803.18	4,900.00	1,575.00
846	SARA GARSON		1202 SUNRISE CT	HERNDON	VA	22070	260	3A	302.78	302.78	105.97
848	BARBARA R WOLF		11172 GREEN LAKES DR	BOYNTON BEACH	FL	33437	261	3A	697.00	30.00	10.50
854	MARILEE CROCKER		58 STEPPING STONES RD	CHATHAM	MA	26331	262	3A	148.92	148.92	52.12
867	GAIL BUONO		238 GARDEN ST	HOBOKEN	CO	81621	263	3A	213.90	213.90	74.87
868	GERALYN GOLD		PO BOX 285	BASALT	NJ	70303	264	3A	60.37	116.61	40.81
879	DONALD I FINCH		4543 CRAIGMONT DR	KENSINGTON	MD	20895	265	3A	18,144.51	383.30	134.16
880	VIRGINIA C WHITE		631 PARK ST APT 106	ACTON	MA	01720	266	3A	3,194.73	170.08	59.53
881	BARBARA J HEARN		20 ETHAN ALLEN DR	MORTON GROVE	IL	60053	267	3A	3,424.32	5,080.00	1,778.00
883	ANNA P KLEIN		5710 CHURCH ST	OCEANSIDE	CA	92057	270	3A	30,586.77	592.97	207.54
885	EARL J RIDDLE		4322 DOWITCHER WAY	MEADVILLE	PA	16335	271	3A	8,848.37	2,861.78	1,001.62
895	VERNON FRAZER		375 N MAIN ST	UPLAND	CA	91784	272	3A	1,867.46	29.22	10.23
897	BETTY J MICCLAIN		1941 COOLCREST AVE	W KEANSBURG	NJ	07734	273	3A	49.83	49.83	17.44
904	THOMAS F EARLY		11 AVE C PO BOX 261	ASHEVILLE	NC	28803	274	3A	9,346.74	195.76	68.52
905	RUTH WHITE		700 BILTMORE AVE	SOUTHFIELD	MI	48075	275	3A	10,380.52	169.46	59.31
911	DONNA D ALEXANDER		191 PARKVIEW TERR	ORANGE	NJ	07050	276	3A	750.00	121.77	42.62
914	DOROTHY LEE RUFF		814 JUPITER AVE	EAL CLAIRE	WI	54703	277	3A	4,414.70	38.50	13.48
918	ALBERT J PETERSON		108 VARNUM ST	ARLINGTON	MA	21748	279	3A	196.71	196.71	68.85
919	ARLEEN B HAYES		1120 LARGO WAY	E MCKEESPORT	PA	15085	280	3A	551.71	324.80	113.68
924	CHRISTINE A SCHOONMAKER		9810 SW HIALEAH PL	BEAVERTON	OR	97008	281	3A	735.06	1,798.70	629.55
926	KIMBERLY ANN BROWN		1305 CAPE MAY AVE	CAPE MAY	NJ	08204	282	3A	4,095.12	59.50	20.83
928	ELEANOR M HARTMANN		1026 DAISY LN	E LANSING	MI	48823	283	3A	178.49	366.47	128.26
929	KATHLEEN S EDSELL		301 STAGCOACH RD	TRINIDAD	CA	95570	284	3A	402.48	172.25	60.37
930	FELICIA OLDFATHER		3145 SW VISTA DR	PORTLAND	OR	97225	285	3A	1,708.79	854.40	299.04
936	SHIRLEY M HESS		5522 N COMMERCIAL	PORTLAND	OR	97217	286	3A	2,533.28	9.52	3.33
946	KETZEL LEVINE		110 SPRING ST	STOCKHOLM	WI	54769	287	3A	109.05	46.49	16.27
951	PAULA S WESTERLUND		10 BOWDOIN ST APT 3	CAMBRIDGE	MA	02138	288	3A	4,326.76	4,326.76	1,514.37
953	CATHERINE HAMMOND		612 N W 89TH ST	OKLAHOMA CITY	OK	73114	289	3A	13,163.14	12,204.79	4,271.68
956	HERACLEO F BACAREZA		2966 MOORPARK AVE APT 39	SAN JOSE	CA	95128	290	3A	1,656.62	540.14	189.05
957	MARGARET J WALLACE		226 GRAND	WINONA	MN	55987	291	3A	17,701.98	384.08	134.43
958	MARGARET S LEATHERMAN		11305 S FAIRFIELD AVE	CHICAGO	IL	60655	292	3A	1,896.77	761.32	266.48
961	ROSEMARY L ECKERT		64 HALBE LN WEST	CAPE MAY C H	NJ	08210	293	3A	1,896.77	761.32	266.48
966	FRANK A DI CRISPINO		3624 N GREENMEADOW DR	FULLERTON	CA	92635	294	3A	6,460.84	6,000.42	2,100.15
968	WILLIAM C STOOKEY		3871 NEWARK ST NW	SACRAMENTO	CA	95831	295	3A	251.48	249.05	87.17
969	CONSTANCE G RIDGWAY		6419 GRAINGER DIARY DR	NEW YORK	NY	10033	296	3A	2,000.00	5.59	1.96
980	TEO PRIM	LAURA L PRIM	PO BOX 211	LAS VEGAS	NV	89117	298	3A	61,267.99	1,086.25	380.19
983	CALLIE JEANETTA SPADY		2270 S PIONEER WAY	SACRAMENTO	CA	95831	299	3A	2,000.00	5.92	2.07
987	DONALD R SCHMIDT	AUSTIN J PRIM	6419 GRAINGER DIARY DR	SACRAMENTO	CA	95831	299	3A	2,000.00	1,086.25	380.19
988	TEO PRIM		7553 AHERN AVE	ST LOUIS	MO	63130	300	3A	6,734.05	220.70	77.25
989	MARGARET KATHERINE JOHNSON		125 W 9TH ST	HINSDALE	IL	60521	301	3A	323.25	136.06	47.62
991	MARIETTA M LONG		2285 LUTHER LN APT 4638	ARLINGTON HTS	IL	60004	302	3A	147.18	64.64	22.62
994	CELIA O PALMATTER		238 LANSING ST	COLUMBUS	OH	43206	303	3A	1,000.00	1,000.00	350.00
995	SUZANNE M COSTELLO		7 SPRINGSIDE DR	HENDERSONVILLE	NC	28792	304	3A	153.24	55.87	19.55
1003	RUTH M SUSAN		10514 BENBROOK DR	DALLAS	TX	75228	305	3A	1,260.02	26.17	9.16
1004	RUTH E ALLEN		10434 GODDARD ST APT 252	OVERLAND PARK	KS	66214	306	3A	1,576.00	14.12	4.94
1005	JUNE L COHEN		W33N423 PARK CIR	CEDARBURG	WI	53012	307	3A	9,963.88	75.66	26.48
1006	MARY N MACFARLANE		5000 N 90TH # 204	MILWAUKEE	WI	53225	308	3A	1,993.89	87.10	30.49
1007	ALTHEA MILLER		PO BOX 796	CRESWELL	OR	97426	309	3A	88.41	14.00	4.90
1010	ALLEN C RAINS		514 NOVA WAY	MADISON	WI	53704	310	3A	253.58	111.36	38.98
1011	LOY KAY NELSON		1013 FIELDSTONE RD	MOORESVILLE	NC	28115	311	3A	221.40	0.58	0.20
1012	SANDRA J WHITLOW		913 FOWLER CT	WALDORF	MD	20602	312	3A	2,617.08	2,426.75	849.36
1013	HARRY J BLACKER		849 NAVARONNE WAY	CONCORD	CA	94518	313	3A	2,617.08	914.59	320.11
1016	CAROLYNN M BARCKLAY		PO BOX 752	ARNOLD	CA	95223	314	3A	2,879.78		
1017	MARGIE KOLTER										

EXHIBIT 3A
Consumers United Insurance Company
Allowed Class III Claims to Receive Partial Distribution @35%
NOTE: Claim # 1169 of Delaware GA and Local 26 Hotel/Rest is on Exhibit 3B

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
1018	C A MITCHELL		2894 E HIGHLAND HILLS RD	SALT LAKE CITY	UT	84109	315	3A	370.77	156.75	54.86
1020	LJUDMILA T MURSEC		5511 W JERELYN PL	MILWAUKEE	WI	53219	316	3A	189.65	20.12	7.04
1021	ANNE B MARRON		1176 WALES PL	CARDIFF	CA	92007	317	3A	7,824.35	2,547.44	891.60
1022	JONATHAN G SWIFT		23 GUILFORD RD	DURHAM	CT	06442	318	3A	246.28	44.39	15.54
1023	ROGER REDFEARN		539 MARSHALL AVE	EVANS DALE	LA	50707	319	3A	3,852.52	2,288.24	800.88
1024	JOAN S MASON		8324 GALLOWAY A CT	STOCKTON	CA	95210	320	3A	10,522.94	3,318.68	1,161.54
1025	ARTHUR F BESHEARS		1801 NORTH MIDLAND DR APT 134	MIDLAND	TX	79707	321	3A	210,688.64	203,245.67	71,135.28
1027	DOROTHY E ORSZULA		555 FOXWORTH BLVD APT 308	LOMBARDI	IL	60148	322	3A	8,785.39	164.92	57.72
1028	VIRGINIA L SINGLETON		22 SKYLAND PLACE	THE WOODLANDS	TX	77381	323	3A	197.30	133.74	46.81
1033	THOMAS R SIANI		196 REIDER RD	ROBESONIA	PA	19551	324	3A	920.00	312.47	109.36
1037	EILEEN DRAPER		10564 AKAPOHOE RD	LAFAYETTE	CO	80026	325	3A	216.66	27.94	9.78
1040	FRANCIS C YOUNGER		7476 MOESER LN	EL CERRITO	CA	94530	326	3A	389.23	361.51	126.53
1041	RUTH C YOUNGER		7476 MOESER LN	EL CERRITO	CA	94530	327	3A	62.20	58.67	20.53
1043	SARAH S WEBER		320 BRITT RD	NORTH WALES	PA	19454	328	3A	569.67	250.21	87.57
1045	NAOMI G CARAS		19 INDIAN DAWN	WAYLAND	MA	01778	329	3A	1,730.24	36.25	12.69
1047	GAIL CLIFTON		560 BROADWAY	LONGBOAT KEY	FL	34228	330	3A	188.29	57.19	20.02
1048	GAIL CLIFTON		560 BROADWAY	LONGBOAT KEY	FL	34228	331	3A	148.38	29.40	10.29
1051	MARK C HOWARD		5820 CHRISTA CT A	LA MESA	CA	91941	332	3A	75.00	5.92	2.07
1055	BETTY ADAMS		11971 BLACKMER ST	GARDEN GROVE	CA	92645	333	3A	100.00	3,026.00	1,058.10
1057	DANIEL E KALB	TERESA L HOWARD	1775 9TH AVE	SAN FRANCISCO	CA	94122	334	3A	1,364.95	313.85	108.85
1058	SUSAN H FIRESTONE		4 N CIR	YARDLEY	PA	19067	335	3A	33.54	23.51	8.23
1059	NANCY R HUBIAK		3201 SESSIONS DR	BATON ROUGE	LA	70816	336	3A	756.87	262.00	91.70
1060	PHYLLIS O MARKLEY		1802 W MOSS AVE	PEORIA	IL	61606	337	3A	200.91	88.26	30.89
1061	PATRICIA J SNODGRASS		308 REYNOLDS RD	EDMOND	OK	75013	338	3A	33,712.58	699.96	244.99
1062	MARVEL C GILLESPIE		6923 SW 11TH DR	PORTLAND	OR	97219	339	3A	2,383.93	2,004.12	701.44
1063	CONSTANCE L HOWELL		317 S WALNUT ST	MILFORD	DE	19963	340	3A	4,658.54	96.71	33.85
1064	MYRTLE R KUHNS		6576 SCHANTZ RD	ALLEN TOWN	PA	18104	341	3A	32.17	36.10	12.64
1065	EUGENIA F ZEITLIN		20124 PHAETON DR	WOODLAND HILLS	CA	91364	342	3A	455.82	423.34	148.17
1066	ROBERTA S SEIBOLD		2820 MARSHALL CT APT 6	MADISON	WI	53705	343	3A	452.96	703.30	24.61
1067	GEORGE STENZ		361 N HICKORY ST	N MASSAQUEUA	NY	11758	344	3A	31.29	13.74	4.81
1068	CHRISTINE S CONE		15 B STANLEY ST	PETALUMA	CA	94952	345	3A	408.72	363.03	127.06
1069	PAULINE G LACEY		9633 VISTA VIEW DR	AUSTIN	TX	78750	346	3A	712.66	300.31	105.11
1071	GAIL T TOMITA		40556 DOLORES PL	FREMONT	CA	94539	347	3A	5,524.48	1,785.65	624.98
1072	MARLYN KAY BRICKNER		1826 WEST AVE L-8	LANCASTER	CA	93534	348	3A	10,595.34	3,367.75	1,178.71
1074	SUSAN SCHNEIDER		1501 BARNINGHAM CT	SILVER SPRING	MD	20916	349	3A	8,442.80	162.13	56.75
1075	DORIS W MCINTYRE		13445 RAWHIDE PKY	FARMERS BRANCH	TX	75234	350	3A	9,388.43	380.00	133.00
1076	MARY M BROWN		1413 LANDDOWNE AVE	DARBY	PA	19023	351	3A	42,150.87	38,475.71	13,466.50
1077	EVELYN H MARKER		180 ASHLEY RD	SINKING SPRING	PA	19608	352	3A	413.51	169.59	59.36
1078	FRANK R PARCHEN JR		28 WHITTAIL DR	CHADDS FORD	PA	19317	353	3A	885.10	388.77	136.07
1079	HELEN P BECKER		PO BOX 694	HARPERS FERRY	WV	95425	354	3A	183.24	80.49	28.17
1080	IRENE LUTTMANN		PO BOX 561	PETOSKEY	MI	49770	355	3A	61.77	27.14	9.50
1081	IRENE LUTTMANN		1117 VALLEY VIEW AVE # 564	PETOSKEY	MI	49770	356	3A	61.77	27.14	9.50
1082	KEVIN J WEIDENBAUM		99 S CEDAR ST	OVERLIN	OH	44074	357	3A	95.74	29.02	10.16
1083	SUSAN WEIDENBAUM		99 S CEDAR ST	OVERLIN	OH	44074	358	3A	798.47	242.51	84.88
1085	MARY ELLEN HASBROUCK		1301B SAN DOMAR DR	MOUNTAIN VIEW	CA	94043	359	3A	5,124.88	4,759.69	1,665.89
1087	SANDRA A ADAMS		4405 SEDGEWICK ST NW	WASHINGTON	DC	20016	360	3A	499.54	207.33	72.57
1088	JANICE C BUYS		1705 CEDAR PARK RD	ANNAPOLIS	MD	21401	361	3A	2,871.69	59.61	20.86
1089	MARY DONOVAN		46 CLIPPER ST	SAN FRANCISCO	CA	94114	362	3A	3,438.08	1,120.29	392.10
1090	PATRICIA A HAENSLEY		1015 WALTON DR	COLLEGE STATION	TX	77840	363	3A	524.59	10.93	3.83
1091	CARLANN F LUTZOW		4004 CALLE SONORA APT 1G	LAGUNA HILLS	CA	92663	364	3A	13,095.13	4,232.64	1,481.42
1094	KIRBY J TARDY		4919 KIMBALL AVE SE	KENTWOOD	MI	49508	365	3A	234.60	4.66	1.63
1095	WILLIAM A SCARING		52 TIMBER RIDGE DR	BECKLEY	WV	25801	366	3A	10,193.42	190.04	66.51
1096	MARY E RUSSELL		4415 NE WYGANST ST	PORTLAND	OR	97218	367	3A	242.51	131.74	46.11
1097	MICHAEL J DALY		733 GRANDON AVE	BEXLEY	OH	43209	368	3A	103.11	19.71	6.90
1098	BERTRAM N WALSH		20 NASON RD	SAULUS	MA	01906	369	3A	953.17	353.39	123.69
1099	JEWELL C CASTLE		395 REDDING RD	LEXINGTON	KY	40517	370	3A	1,183.10	40.25	14.09
1100	MAURICE J MASCARENHAS		457 MAPLE LN	EDGESWORTH	PA	15143	371	3A	21.18	9.29	3.25
1101	CECELIA M MASCARENHAS		457 MAPLE LN	EDGESWORTH	PA	15143	372	3A	21.18	9.29	3.25
1102	DONALD L MARKLEY		1802 W MOSS AVE	PEORIA	IL	61606	373	3A	200.91	88.26	30.89
1105	VALARIE L NEEL		1505 GRISSOM ST	THOUSAND OAKS	CA	91362	374	3A	4,025.59	3,738.70	1,308.55
1106	RILEY C NEEL		1505 GRISSOM ST	THOUSAND OAKS	CA	91362	375	3A	4,025.59	3,738.70	1,308.55
1107	JUHANA F NAJM		5704 CERRITOS AVE	LONG BEACH	CA	90805	376	3A	308.94	265.34	92.87
1108	CECELIA STAUDT		#4 DOWNEY LN	SAINT LOUIS	MO	63132	377	3A	793.35	539.95	188.98

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POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
1109	CHARLENE H RYAN		42 W 927 SMITH RD	ELBURN	IL	60119	378	3A	370.26	161.44	56.50
1110	MARY E COLZENS		N5676 HWY M35	MENOMINEE	MI	49838	379	3A	53,665.50	946.07	331.12
1111	MRS WINSTON HACKBARTH		1419 BREWSTER AVE	RUSTON	LA	71270	380	3A	827.79	341.77	119.62
1113	MANUEL CRESAY		3115 HENDERSON RD	SARDIS	TN	38371	381	3A	1,309.04	24.33	8.52
1114	MRS LOUISE SHIPMAN		1029 AKRON AVE	DURHAM	NC	27713	382	3A	201.20	88.36	30.93
1115	KIMBERLEY B SUTTON		4155 OAK HOLLOW RD	CLAREMONT	CA	91711	383	3A	3,063.27	2,841.99	984.70
1116	RAY COCKERILLE		1708 MOOSE TRIAL	FAIRBANKS	AK	99709	384	3A	1,515.18	10.82	3.79
1117	RUTH D GILLIES		3134 PLUM ISLAND DR	NORTHBROOK	CO	80526	385	3A	6,779.61	140.80	49.28
1118	PATRICIA S MOORE		3806 ROYAL DR	FORT COLLINS	CO	80526	386	3A	3,583.82	75.07	26.27
1119	JANET L RIDDIOUGH		2805 MOUNT VERNON AVE APT 1	BAKERSFIELD	CA	93306	387	3A	1,672.78	1,576.92	551.92
1120	MARY LYNN SLOOS		2723 SHERRILL PARK DR	RICHARDSON	TX	75082	388	3A	474.87	474.87	166.20
1122	MICHAEL O FRANZKE		1026 HAVEN AVE	REDWOOD CITY	CA	94062	389	3A	484.84	484.84	169.69
1123	JEANNETTE BAUST		2364 CLERMONT ST	DENVER	CO	80207	390	3A	620.99	103.10	36.09
1126	BARBARA M ANDREWS	BARBARA M ANDREWS BENSON	4653 154TH AVE	MARATHON	WI	54448	391	3A	536.64	87.72	30.70
1127	SARAFRANCES S WOOD		1833 RANGWOOD CT	PLAINFIELD	NJ	07060	392	3A	199.68	87.72	1,037.15
1128	MARILYN MAY HWAN		75 ADAM CT	SAN CARLOS	CA	94070	393	3A	9,088.76	2,963.29	1,037.15
1129	DARWIN G MAINWARING		2531 CRAZY HORSE RD	CHEYENNE	WY	82009	394	3A	268.18	117.80	41.23
1130	BETTY JO MAINWARING		2531 CRAZY HORSE RD	CHEYENNE	WY	82009	395	3A	273.92	120.32	42.11
1131	VIRGINIA C TAYLOR		1051 SEVEN LAKES N.	WEST END	NC	27376	396	3A	779.26	342.28	119.80
1132	DR F SHIPMAN		1029 AKRON AVE	DURHAM	NC	27713	397	3A	253.29	111.27	38.94
1133	TIFFANY BOLLISELOUB		4219 ORANGE GROVE AVE	SACRAMENTO	CA	95608	398	3A	1,173.09	1,089.30	381.26
1134	M ELLEN DAVIES		440 WENDRIAR SQUARE	ADDISON	IL	60101	399	3A	316.11	127.21	44.52
1135	RUTH H SEALANDER		PO BOX 680	CRANBERRY LAKE	NY	12927	400	3A	207.96	87.82	30.74
1136	CAROL V PALMER		6413 SHENANDOAH WAY	MADISON	WI	53705	401	3A	245.69	57.17	20.01
1137	PAMELA HOOK		44 BAYVIEW AVE	LOS GATOS	CA	95030	402	3A	2,356.54	2,186.82	765.39
1138	EDWARD DUNN	M ELLEN DAVIES DAMELS	291 SANTA ROSA AVE	SANTA RITA GUAM	GU	96915	403	3A	25,277.87	24,927.71	8,724.70
1140	JODI-ANN SAGER SELENE		PO BOX 382	SEBASTOPOL	CA	95473	404	3A	1,878.00	1,660.04	581.01
1142	JACOB A GUTER		217 W RIDGE ST	MARQUETTE	MI	49855	405	3A	280.00	13.52	4.73
1143	PETER C EMERSON		94-111 HOKUALI CT APT 115	MILLANI	HI	96789	406	3A	739.19	8.61	3.01
1144	ALAN WESTY MUCHMORE		1651 LARKIN ST APT 4	SAN FRANCISCO	CA	94109	407	3A	2,060.46	757.27	265.04
1154	GROOVER CHRISTIE & MERRITT	RANDOLPH GARVER	PO BOX 986	SILVER SPRING	MD	20910	408	3A	819.80	655.20	229.32
1155	LISA ANN GOHDE		407 IVES AVE	CARNEYS POINT	NJ	08069	409	3A	9,475.88	1,000.00	350.00
1156	BRYAN DAVID GINTER		USS FIFE DD-991	PPO	AP	96665	410	3A	502.05	6.13	2.15
1157	RICHARD T MOORE		2707 JUDSON PL	ANNAPOLIS	MD	21401	411	3A	438.85	172.41	60.34
1166	AMY JACKSON		435 FAWN LN	HENDERSONVILLE	NC	28739	412	3A	852.91	24.43	8.55
1170	ROCHELLE H BALLARD & PRIVATE DIAGNOSTIC CLINIC JOINTLY		718 RUTHERFORD ST	DURHAM	NC	27705	413	3A	24,111.67	24,111.67	8,439.08
1172	DEBORAH J FREDERICKS		503 N ASHLEY	ANN ARBOR	MI	48103	414	3A	1,855.57	525.30	183.86
1174	RICHARD B BAILEY		361 FURNACE ST	MARSHFIELD	MA	20502	415	3A	792.41	792.41	277.34
1175	JANINE BAKER		6110 PLEASANT RIDGE RD	ARLINGTON	TX	76016	416	3A	880.19	586.78	205.37
1177	SUSAN STIFFELMAN	DAVID ANDERSEN	PO BOX 4246	MALIBU	CA	90265	417	3A	3,090.00	1,000.00	350.00
1182	CYNTHIA L WALLACE	RE- JANE GRONHOLM	PO BOX 14884	SEATTLE	WA	98114	418	3A	1,465.71	1,465.71	513.00
1184	HOMEOWNERS REHAB		678 MASS AVE # 303	CAMBRIDGE	MA	21390	419	3A	829.33	829.33	290.27
1186	WILLIAM W HARRIS		1301 TAL PHILLIPS RD	NICHOLSON	GA	30565	420	3A	45.00	45.00	15.75
1188	SYDNEY MUSUMECI		375 COLON AVE	SAN FRANCISCO	CA	94127	421	3A	20,403.40	465.57	162.95
1192	LINDA J ZALLEN		3124 KINGSLAND AVE	OAKLAND	CA	94619	422	3A	1,609.51	227.52	79.63
1205	MURIEL WOLF		PO BOX 2443	BRATTLEBORO	VT	53032	423	3A	1,863.00	1,848.82	647.09
1206	WOLFGANG REITZ		65 KNOLLWOOD DR	NEW HAVEN	CT	65152	424	3A	309.87	309.87	108.45
1216	ANTHONY J GOMEZ	CARL G HART	5211 VERNER DR	LA PALMA	CA	90623	426	3A	75.00	6.42	2.25
1244	MICHAEL P FOX	MARY STEWART	25115 KIRBY ST SPC 219	HENET	CA	92545	427	3A	75.00	5.92	2.07
1250	LYNDON L LAMPE	CLEO POWELL	1625 LEWISTON DR	SUNNYVALE	CA	94087	428	3A	75.00	4.29	1.50
1251	LEYTON L LAMPE	CLEO M POWELL	1625 LEWISTON DR	SUNNYVALE	CA	94087	429	3A	75.00	5.92	2.07
1266	MRS JOHN E KELLEY SR	MICHAEL S KELLEY	1142 RUTLAND RD 1	NEWPORT BEACH	CA	92660	430	3A	75.00	5.92	1.96
1274	MANUEL F ZEREMEMO	RONALD C HEREDIA	1111 LYNDON DR	COLTON	CA	92324	431	3A	1,000.00	5.59	1.96
1276	HEATHER M LEWIS	HEATHER LEWIS	1035 VICTORIA AVE	SAN LEANARDO	CA	94577	432	3A	230.00	5.21	1.82
1289	PAUL A LEGG	JASON M TAYLOR	2631 LAS CASAS WAY	RANCHO CORDOVA	CA	95670	433	3A	75.00	5.59	1.96
1297	JOSIE J MARCUM	KATHLEEN R BRUGGER	320 N PARK VISTA ST # 114	ANAHEIM	CA	92806	434	3A	1,700.00	5.21	1.82
1298	JOSIE J MARCUM	KATHLEEN R BRUGGER	320 N PARK VISTA ST # 114	ANAHEIM	CA	92806	435	3A	1,700.00	5.92	2.07
1313	KENNETH KRUSE	KATHLEEN R BRUGGER	1688 SMILEY HEIGHTS DR	REDLANDS	CA	92373	436	3A	1,000.00	5.92	2.07
1320	KATHLEEN R BRUGGER	JOHN F BRUGGER	1026 WEST 5TH ST	ONTARIO	CA	91762	437	3A	2,923.14	2,714.81	950.18
1323	KATHLEEN R BRUGGER	JOHN F BRUGGER	1026 WEST 5TH ST	ONTARIO	CA	91762	438	3A	2,923.14	2,714.81	950.18
1328	GEORGE M RHODES DC	RE: PATRICIA PELLICCIOTTI	1830 SPRUCE ST	PHILADELPHIA	PA	19103	439	3A	1,335.00	800.00	280.00
1334	DAVID M HUDSON		6622 ARACENA DR	HUNTINGTON BH	CA	92647	440	3A	1,335.00	102.31	35.81

EXHIBIT 3A
Consumers United Insurance Company
Allowed Class III Claims to Receive Partial Distribution @35%
NOTE: Claim # 1159 of Delaware GA and Local 26 Hotel/Rest. is on Exhibit 3B

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
1339	CHARLES J CARBONE		5368 CLIFF POINT CIR W	COLORADO SPGS	CO	80919	441	3A	8,000.00	155.30	54.36
1340	JILL WOODLUMS		PO BOX 11223	OAKLAND	CA	94611	442	3A	1,091.61	1,012.75	354.46
1341	REBECCA R HOLLAND		5710 80TH ST	PITTSBURGH	PA	15208	443	3A	512.46	604.21	211.47
1346	EAST END FOOD CORP	ATTN: LYNN S OCHS	7516 MEADE ST	LEAGUE CITY	TX	77573	444	3A	1,602.21	1,602.21	560.77
1351	JOAN SHORT		2106 ROYAL OAKS DR	SUNNYMEAD	CA	92388	445	3A	84.14	233.81	81.63
1356	DEBRA M LONG		11585 STEEPLCHASE	PALM	HI	96779	446	3A	75.00	2.51	0.88
1358	SARAH GOODAN		PO BOX 1376	MENLO PARK	CA	94025	447	3A	412.63	412.63	144.42
1361	JARED HESS		503 POPE ST	CANOGA PARK	CA	94123	448	3A	338.09	338.09	118.33
1362	ROBERT E LIVRNOIS		8115 VARIEL AVE	SAN FRANCISCO	CA	94123	449	3A	4,000.00	587.86	205.75
1364	CAROLE PRIVEN		2195 BEACH ST	SAN DIEGO	CA	92154	450	3A	75.00	6.42	2.25
1367	RAFAEL MENDEZ	NICOLE RAE MENDEZ	2853 FLAX DR	LOS ANGELES	CA	90048	451	3A	1,194.50	120.00	42.00
1368	WILSHIRE-FAIRFAX CHIRO OFFICES	RE: SHIRLEY QUAT	6134 WILSHIRE BLVD	FAIR LAWN	CA	90048	452	3A	894.43	894.43	313.05
1371	ROBIN ABRETT		34-02 LENOX DR	GOSHON	MA	01032	453	3A	57.54	57.54	20.14
1372	SUSAN M IELLAMO		120 SEARS RD	VALLEJO	CA	94591	454	3A	100.00	100.00	65.03
1379	ANTHONY D JENSCHKE		108 MEADOWBROOK CT	MILWAUKEE	WI	53212	455	3A	100.00	100.00	65.03
1380	J S MILLER		1303 E MEINCKE AVE	SAN DIEGO	CA	92131	456	3A	720.49	720.49	252.17
1389	CAROLYN KEITH-STEINHART		10054 CAMINITO VISTA PACIFICA	JAMAICA PLAIN	MA	02130	457	3A	546.32	546.32	191.21
1392	HOLLOW REED INC		93 SEDGWICK ST	SUNNYMEAD	CA	92388	458	3A	75.00	75.00	1.67
1393	LINDSAY P GIPE	HARRY F LONG	11585 STEEPLCHASE	SUNNYMEAD	CA	92388	459	3A	75.00	75.00	1.31
1394	CHRISTINA M GIPE	HARRY F LONG	11585 STEEPLCHASE	NEWARK	CA	94560	460	3A	1,500.00	1,500.00	1.10
1396	CARMEN NARVAEZ	NEIL A NARVAEZ	35953 RUSCHIN DR	NEWARK	CA	94560	461	3A	4.78	4.78	1.67
1397	CARMEN NARVAEZ	JANICE A NARVAEZ	819 MOUNTAIN VIEW DR	LAFAYETTE	CA	94549	462	3A	19,416.38	18,032.73	6,311.46
1398	RICHARD L NEWACHECK		2126 J6-An Drive	Sarasota	FL	34231	463	3A	1,580.00	1,034.40	362.04
1400	ROBERT L FRITZ DC	RE: PATRICIA SABLE	1 JEFFERSON PKY APT 87	LAKE OSWEGO	OR	97035	464	3A	215.00	56.28	19.70
1403	ANNETTE U SELMER		621 W AVE J12	LANCASTER	CA	93334	465	3A	34.20	102.31	35.81
1405	KIMBERLY M (JARVIS) MOORE		PO BOX 560855	ROCKEDGE	FL	32956	466	3A	209.75	34.20	11.97
1414	ACC B		60 PALM WAY	MILL VALLEY	CA	94941	467	3A	2,097.50	209.75	73.41
1419	LONNIE BARBACH		1040 ERICA RD	MILL VALLEY	CA	94941	468	3A	1,262.00	1,467.00	513.45
1422	ARNOLD ROGOFF		18765 FLORIDA ST APT 1013	HUNTINGTON BH	CA	92684	469	3A	100.00	1,910.40	668.64
1423	BARBARA PRYOR		5611 SW HAWICK LN	TOPEKA	KS	66614	470	3A	36.79	36.79	12.88
1425	LINDA J FOCKELE		RT 2 BOX 2613	MURCHISON	TX	75778	471	3A	158.41	69.58	24.35
1437	JOHN WILLIAM SHAFER	TOBY J MAXEY	1195 LA MORE RD SPC 117	SAN MARCOS	CA	92069	472	3A	200.00	5.92	2.07
1439	BARBARA TONEY		9255 SHORE DR	MILFORD	DE	19963	473	3A	115.35	115.35	40.37
1449	MARY BENYO		98 VILLAGE POST RD	DANVERS	MA	01923	474	3A	314.34	128.74	45.06
1453	DOROTHY COOLEY		2431 OREGON ST APT 1	BERKELEY	CA	94705	475	3A	180.00	180.00	63.00
1457	ELIZABETH A LEGER		3942 ROYAL ARCH DR	CONCORD	CA	94519	476	3A	392.43	364.47	127.56
1459	ANNA E LOUCKS		PO BOX 3056	FULLERTON	CA	92634	477	3A	4,000.00	483.83	169.34
1469	NANCY J WALISZEK		4-74 48TH AVE #18 G	LONG ISLAND CITY	NY	11109	478	3A	1,114.21	704.95	246.73
1473	MARGARET CODORI		2229 CARLETON ST	BERKELEY	CA	94704	479	3A	2,281.75	2,281.75	798.61
1477	BEATRICE T OSHIKA		9658 BLOOMFIELD AVE	CYPRESS	CA	90630	480	3A	2,456.85	266.52	93.28
1479	SUELLEN G FRATELLO		224 TURF VIEW DR	SOLANA BEACH	CA	92075	481	3A	710.00	568.00	198.80
1480	LYNNE LEVINE		8521 E 25TH ST APT 2	TULSA	OK	74129	482	3A	205.26	80.98	28.34
1484	HARRY PALLICK		3137 RIVERSA ST	BATON ROUGE	LA	70810	483	3A	27,243.10	27,243.10	9,535.09
1491	TERRIL CANNON-LEGAL ASSISTANCE PROVIDER RECOVERY NETWORK INC		12646 PERKINS RD STE 451	SAN FRANCISCO	CA	94116	484	3A	317.11	317.11	110.99
1500	FRANS H MUNNICH		625 BERMUDA DR	REDLANDS	CA	92374	485	3A	75.00	3.75	1.31
1501	PATRICIA STEINBRUGER	DANIEL HANNAH	2828 D ST	HAYWARD	CA	94541	486	3A	180.00	2,898.00	1,014.30
1501	KRISTEN N HANNAH	GEORGE L CONNOR	6105 ENCINITA AVE	TEMPLE CITY	CA	91780	487	3A	75.00	4.78	1.67
1502	SACHIKO BLACK		260 S LAKE AVE # 142	PASADENA	CA	91101	488	3A	711.37	217.34	76.07
1504	CHARLES MCNAMARA		137 DOWNNEY DR	PASADENA	CA	91101	489	3A	355.68	355.68	124.49
1507	MARIA E MATTIOLI		736 AVE C	REDONDO BEACH	CA	90272	490	3A	261.91	261.91	91.67
1508	MARIA E MATTIOLI		504 S 1ST ST	BUSHTON	KS	67427	491	3A	659.22	659.22	230.73
1510	MELODY ELAINE SUNSHINE		140 CARMEL RIVIERA DR	CARMEL	CA	92923	492	3A	815.00	492.00	172.20
1520	NORTON J KIRITZ		415 CLOVERDALE DR	TALLAHASSEE	FL	32312	493	3A	1,490.30	200.93	70.33
1524	MARGIE L JOHN		6131 GLEN OAK ST	LOS ANGELES	CA	90068	494	3A	472.64	316.80	110.88
1532	BONNI M WEINSTEIN		1301 E 49TH ST	KANSAS CITY	MO	64110	495	3A	74.55	74.55	26.09
1536	KRISTINE E KNAB		948 IROQUOIS AVE	LIVERMORE	CA	94550	496	3A	965.25	965.25	337.84
1533	VALERIE A GRANT		440 DAVIS CT APT 621	SAN FRANCISCO	CA	94111	497	3A	4.78	4.78	1.67
1535	REBECCA R KAISER		5801 MASTERS CT	CHARLOTTE	NC	28226	498	3A	1,639.40	1,639.40	573.79
1555	ALYSSA K OLDENBURG	ALYSSA K OLDENBURG	11 CHESLEY RD	NEWTON	MA	21591	500	3A	403.81	403.81	143.81
1541	ANN B LEWIS		RR 1 BOX 344B	ELVERSON	PA	19520	501	3A	940.00	940.00	330.71
1543	CARRIE C WINTER						502	3A			
1551	HENRY E HIGHFIELD						503	3A			
1556	CHERYL A HERTZOG										

EXHIBIT 3A

Consumers United Insurance Company

Allowed Class III Claims to Receive Partial Distribution @35%
 NOTE: Claim # 1159 of Delaware GA and Local 26 Hotel/Rest. is on Exhibit 3B

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class III Claim Amount	Distribution at 35%
1574	JOSE J APODACA		168 WOODLAND CIR	CHINA SPRING	TX	76633	504	3A	54.85	23.57	8.25
1575	LAURIE E AUDE		624 MOKTON AVE	AURORA	IL	60506	505	3A	101.46	8.42	2.95
1576	ROBERT T SPENCER		644 WOODSIDE SIERRA APT 5	SACRAMENTO	CA	95825	506	3A		223.67	76.28
1577	PATRICIA S SEMLER		23201 WILDERNESS WALK CT	GAITHERSBURG	MD	20882	507	3A	163.95	74.10	25.94
1579	WILLIAM E JORDAN		6134 WAYNE AVE APT 3	PHILADELPHIA	PA	19144	508	3A	311.51	311.51	109.03
1580	ARLENE STANTON		6409 FITZHENRY CT	NEW ORLEANS	LA	70126	509	3A	8,102.86	4,604.95	1,611.73
1582	ANNE T EFROS		500 SABAL WAY	FORT LAUDERDALE	FL	33326	510	3A	658.40	658.40	230.44
1589	LU-ANNE M BORDONARO		2001 ALBANY AVE	W HARTFORD	CT	06117	511	3A	250.00	1,566.40	548.24
1590	WILLIAM J DAVIS		18354 WAKECREST DR	MALIBU	CA	90265	512	3A	6,543.38	1,561.18	545.41
1312A	OMER B TONEY	RE: JASON TONEY	357 CHERRYHILL RD NW	ROANOKE	VA	24017	513	3A	75.00	75.00	26.25
857A	SUSAN SILVER - HEALTH CLAIM		1473 HARVARD ST NW	WASHINGTON	DC	20009	514	3A	72.83	72.83	25.49
									2,932,660.26	882,968.15	309,038.85

EXHIBIT 3B

EXHIBIT 3B

Consumers United Insurance Company
Allowed Class III Claim #1159 of
Delaware GA and Local 26 Hotel/Restaurant
To Receive Partial Distribution at 35% less amounts already received

POC No. 1159

First Payee - Del Life & Health Ins Guar Assn (for first \$119,780 in distributions of which \$29,844.92 has already been paid through early access)
First Payee Address:

Second Payee - Local 26 Hotel/Restaurant (for all distributions in excess of \$119,780)
Second Payee Address:

Class - 3

Receiver's Recommended Class III Claim Amount (Total for Claim): \$449,520.26

Distribution at 35%: \$157,332.09

Less Early Access Paid to Date: \$ 29,844.92

Net Amount to be Distributed: \$127,487.17

Amount Still Due to DLHIGA: \$ 89,936.00

Amount to be Distributed to Del Life & Health Ins Guar Assn: \$89,936.00

Amount to be Distributed to Local 26 Hotel/Restaurant: \$37,551.17

EXHIBIT 4

EXHIBIT 4
 Consumers United Insurance Company
 Class III Claims Valued at Zero

POC #	NAME	NAME2	ADDRESS 1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's
										Recommended
										Class III
										Claim Amount
181	AMY JERUSS		614 SAN JUAN DR	CORAL GABLES	FL	33143	1	3C	1,870.92	0.00
418	VICKIE ZETTLER		104 HANCOCK ST	SAN FRANCISCO	CA	94114	2	3D	54,979.80	0.00
688	MARLEEN COLANGELO		7641 SW 55TH AVE	SOUTH MIAMI	FL	33143	3	3C	22,363.60	0.00
763	JOHN J ZAROLA		PO BOX 1231	ESPANOLA	NM	87532	4	3C	3,286.66	0.00
972	JOANNA DARDEN		RR 1 BOX 3525	BRISTOL	VT	05443	5	3C	1,000.00	0.00
981	ELLEN SOKOLOW		PO BOX 262	TREADWELL	NY	13846	6	3C		0.00
1176	ELEANOR DAMICO		14771 MADISON COURT	UTICA	MI	48315	7	3C	61.41	0.00
1558	DALE D MORRISON	HOWARD C DILLENBACK	QTRS 21 B	SHERMAN	WY	82801	8	3C	1,000.00	0.00
1560	DAWN D MORRISON SORENSON	HOWARD C DILLENBACK	1680 CAMINO OLMO #C	THOUSAND OAKS	CA	91320	9	3C	1,000.00	0.00
									Total	0.00

EXHIBIT 5

EXHIBIT 5
Consumers United Insurance Company
Allowed Class VI (General Creditor) Claims

POC #	NAME	NAME2	ADDRESS 1	CITY	ST	ZIP	Count	Class	POC AMT	Receiver's Recommended Claim Amount	
										Class VI	Claim Amount
80	O.E.D CONSULTING GROUP		107 OLD MILL RD	NEW HOPE	PA	18938	1	6A	9,480.00	9,480.00	9,480.00
81	THE PRINTING NETWORK		11569 EDMONSTON RD	BELTSVILLE	MD	20705	2	6D	47,296.64	TBD	TBD
82	AMERICAN FIRST AID		170 PENROD CT STE D	GLEN BURNIE	MD	21061	3	6A	307.45	307.45	307.45
83	CHARLES D HERAK ESQ		1154 ELDERON DR	WILMINGTON	DE	19808	4	6A	1,560.00	1,560.00	1,560.00
84	SCHWABE WILLIAMSON & WAY		1211 SW 5TH AVE	PORTLAND	OR	97204	5	6A	5,255.88	5,255.88	5,255.88
85	FEDERAL EXPRESS CORP		PO BOX 1140	MEMPHIS	TN	28101	6	6A	7,813.00	7,813.00	7,813.00
86	NILS PUBLISHING CO		21625 PR AIRIE ST	CHATS WORTH	CA	91313	7	6A	6,179.50	6,179.50	6,179.50
87	CITY OF ST LOUIS		TUCKER & MARKET STS	ST LOUIS	MO	63103	8	6A	99.06	99.06	99.06
162	WILSON & WHITE PC		PO BOX 159	MONTPELIER	VT	05601	9	6A	594.88	594.88	594.88
167	SNOHOMISH COUNTY TREASURER		3000 ROCKEFELLER AVE 501	EVERETT	WA	98201	10	6D	130.23	TBD	TBD
326	SPIEGEL & MCDIARMID		1350 NEW YORK AVE NW	WASHINGTON	DC	20005	11	6A	29,524.99	29,524.99	29,524.99
340	NEW MEXICO DEPARTMENT OF		PO BOX 1269	SANTA FE	NM	87504	12	6A	10,000.00	10,000.00	10,000.00
341	NATIONAL HOSPICE ORGANIZATION		1901 N MOORE ST STE 901	ARLINGTON	VA	22209	13	6A	2,045.80	2,045.80	2,045.80
342	COVINGTON & BUR LING		1201 PENNSYLVANIA AVE NW	WASHINGTON	DC	20004	14	6A	48,604.93	48,604.93	48,604.93
343	HEALTH PAK		100 WALLACE AVE STE 100	SARASOTA	FL	34233	15	6A	1,210.52	1,210.52	1,210.52
390	ROLM		4900 IRONSIDES DR MAS 439	SANTA CLARA	CA	95064	16	6A	24,582.48	24,582.48	24,582.48
308	NORTH DAKOTA ADVERTISING		1455 INTERSTATE LOOP	BISMARCK	ND	58501	17	6A	95.82	95.82	95.82
509	BAKER RAKICH SHIPLEY & POLITZER INC		1000 WESTLAKES DR STE 310	BERWYN	PA	19312	18	3A	42,070.57	42,070.57	42,070.57
733	LEXINGTON-FAYETTE URB		200 E MAIN ST	LEXINGTON	KY	40507	19	6A	1,386.61	1,386.61	1,386.61
866	GLENBROOK HOSP & MNTL HLT		2700 COLORADO AVE	SANTA MONICA	CA	90404	20	6D	34,969.50	TBD	TBD
884	BARBISTER INVESTIGATIONS		90 W MONTGOMERY AVE	ROCKVILLE	MD	20850	21	6A	2,154.85	2,154.85	2,154.85
903	CLAIM SERVICES RESOURCE		290 HARBOR DR DEPT 577 8A	STAMFORD	CT	06904	22	6D	135,348.00	TBD	TBD
1158	WILMER CUTLER & PICKERING		PO BOX 802317	DALLAS	TX	75380	23	6A	5,872.50	5,872.50	5,872.50
1318	EMPLOYEES BENEFITS AMERICA ADMINISTRATION		1875 PENNSYLVANIA AVE NW	WASHINGTON	DC	20006	24	6A	126,523.92	126,523.92	126,523.92
1326	THE NOBLESVILLE TIME		700 NEWPORT CENTER DR	NEWPORT BEACH	CA	92638	25	6A	45,277.95	45,277.95	45,277.95
1369	COMSTOCK INC		954 CONNER ST	NOBLESVILLE	IN	46060	26	6A	32.19	32.19	32.19
1385	MANATT PHELPS PHILLIPS		300 IRVING PLACE	NEW YORK	NY	10003	27	6A	1,725.00	1,725.00	1,725.00
1387	DATAVAULT CORPORATION		11355 W OLYMPIC BLVD	LOS ANGELES	CA	90064	28	6A	84,820.46	84,820.46	84,820.46
1407	BERNABEI & KATZ		13860 PARK CENTER RD # A	HERNDON	VA	22071	29	6D	640.00	TBD	TBD
1429	BARBARA COHEN HOBBS		2444C S WALTER REED DR	ARLINGTON	VA	22206	30	6D	48,185.32	48,185.32	48,185.32
1430	CHRISTOPHER A BENNETT		1773 T ST NW	WASHINGTON	DC	20009	31	6A	5,904.48	5,904.48	5,904.48
1451	CITY OF MERRYVILLE		1577 SPRINGRIDGE ROAD	RAYMOND	MS	39154	32	6C	2,901.84	2,901.84	2,901.84
1476	CARDON CORPORATION		122 S STEWART	CHESTNUT HILL	MA	02167	33	6A	390.00	390.00	390.00
1518	FOLEY HOAG & ELIOT		7339 WICKFORD DR	ALEXANDRIA	VA	22315	34	6D	56,700.00	TBD	TBD
1522	SWANKIN & TURNER		5800 COLUMBIA CT 701 5TH AVE	SEATTLE	WA	98104	35	6A	416.55	416.55	416.55
1537	NEW HAMPSHIRE LIFE & HEALTH INSURANCE GUAR ASSN		111 CENTERWAY	GREENBELT	MD	20770	37	6A	4,125.00	4,125.00	4,125.00
1540	BAKER & HOSTETLER		1615 L ST NW # 850	WASHINGTON	DC	20036	38	6A	655,192.09	602,462.97	602,462.97
1568	MICHAELS & WISNER		1424 16TH ST NW # 105	WASHINGTON	DC	20036	39	6A	14,000.00	14,000.00	14,000.00
1569	THE WYATT COMPANY		47 HALL ST STE 2	CONCORD	NH	03301	40	6B	207,242.46	82,740.59	82,740.59
			3200 NATIONAL CITY CENTER	CLEVELAND	OH	44114	41	6A	20,337.31	20,337.31	20,337.31
			1140 CONNECTICUT AVE NW STE 900	WASHINGTON	DC	20036	42	6A	49,239.45	49,239.45	49,239.45
			601 13TH ST NW # 900	WASHINGTON	DC	20005	43	6D	141,691.40	TBD	TBD
							Total		1,164,593.92	1,164,593.92	1,164,593.92

EXHIBIT 6

EXHIBIT 6
 Consumers United Insurance Company
 Class VI Claims to be Disallowed in their Entirety

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC AMT	Receiver's Recommended	
										Class VI	Claim Amount
944	STATE OF ILLINOIS	JAMES SCHACHT	520 WEST WASHINGTON ST	SPRINGFIELD	IL	62767	1	6C		0.00	
1344	CITY OF ST LOUIS	COLLECTOR OF REVENUE COMPLIANCE DEPT	TUCKER & MARKET STS	ST LOUIS	MO	63103	2	6C		0.00	To be disallowed as duplicate of #87
									Total	0.00	

EXHIBIT 7

EXHIBIT 7
 Consumers United Insurance Company
 Class VII (Late Filed) Claims

POC #	NAME	NAME2	ADDRESS 1	CITY	ST	ZIP	Count	Class	FOC_AMT	Receiver's
										Recommended
										Class VII
										Claim Amount
N/A	DISTRICT OF COLUMBIA LIFE & HEALTH INS GUAR ASSN	ROBERT M WILLIS EXEC DIR	1200-G ST NW, STE 800	WASHINGTON	DC	20005	1	7C		TBD
									Total	TBD

EXHIBIT 8

EXHIBIT 8
 Consumers United Insurance Company
 Class IX (Shareholder) Claims

POC #	NAME	NAME2	ADDRESS_1	CITY	ST	ZIP	Count	Class	POC_AMT	Receiver's Recommended Class IX Claim Amount	
N/A	CONSUMERS UNITED GROUP INC		1025 CONNECTICUT AVE NW	WASHINGTON	DC	20036	1	9	TBD	TBD	TBD
									Total		TBD

EXHIBIT 9

IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789-VCL
CONSUMERS UNITED INSURANCE COMPANY)

**STIPULATED ORDER CONCERNING
THE CLAIMS OF THE CALIFORNIA LIFE AND HEALTH
INSURANCE GUARANTEE ASSOCIATION AGAINST THE
CONSUMERS UNITED INSURANCE COMPANY IN LIQUIDATION**

WHEREAS, on April 6, 2009, pursuant to 18 DEL. C. § 5917(c), the Honorable Karen Weldin Stewart, Insurance Commissioner of the State of Delaware, in her capacity as the Receiver of the Consumers United Insurance Company in Liquidation (“CUIC”) filed the Receiver’s Seventh Claim Recommendation Report and Petition Seeking Hearing on Guaranty Association Claims (“the “Petition”; EFile Transaction ID No. 24537349) pertaining to Proofs of Claim filed by the state life and health insurance guaranty associations affected by the CUIC liquidation for their administrative expenses and policy benefit claims paid by them or on their behalf.

WHEREAS, CUIC was licensed to issue insurance policies in forty states and the District of Columbia. Therefore, forty one guaranty associations were affected by the insolvency. The California Life and Health Insurance Guarantee Association (“California GA”) was one of the state life and health insurance guaranty associations affected by the CUIC insolvency;

WHEREAS, the hearing on the Petition was held on May 28, 2009;

WHEREAS, although the claims of the California GA were subject to the Receiver's Petition, due to concerns raised by the California GA prior to that hearing about the value of their Class III claim, the parties hereto deferred a decision on the California GA's claim. The Court issued an Order addressing the claims of the other affected state life and health insurance guaranty associations on May 28, 2009 (EFile Transaction ID No. 25377718). This Stipulated Order is being submitted to address all of the claims of the California GA.

NOW, THEREFORE, the Receiver and the California GA hereby stipulate, subject to the Court's approval, that:

1. (a) The administrative expense claim of the California GA shall be assigned to the guaranty administrative expense priority class (**Class II**) pursuant to 18 DEL. C. §5918(e)(2) and valued as an Allowed Class II claim at \$86,219.00, on which \$86,219.00 has been paid to date through early access distributions, leaving a balance due of \$0. Such administrative expense claim is hereby deemed fully satisfied unless such early access distributions are recalled by the Receiver.

(b) The policy benefits claim of the California GA shall be assigned to the policyholder level priority class (**Class III**) pursuant to 18 DEL. C. §5918(e)(3) and valued as an Allowed Class III Claim of \$2,647,488.47 net of premium collections, on which \$839,186.06 has been paid to date through early access distributions.

(c) These allowed claims are subject to recall under the Early Access Agreement as set forth therein and are further subject to the provisions below.

2. The allowed Class II administrative expense claim of the

California GA has been fully paid and the allowed Class III policy benefits claim of the California GA has been partially paid through early access distributions under the Early Access Agreement, and those Class II and Class III payments remain subject to recall by the Receiver if such funds are needed to pay higher priority claims or to equalize the distribution percentages received by claimants within a specific priority class. If the Receiver recalls any payments from the California GA in order to pay higher priority claims or to assure that all claimants in a particular class receive the same pro rata share in that class, the Receiver shall subsequently adjust the claimant's claim to add the recalled payments to the unpaid claim in the priority class for which the recalled payments were made.

3. Any claim of the California GA in excess of the amounts recommended by the Receiver and stipulated by the parties herein shall be **DISALLOWED** by the Court pursuant to this Stipulation and Order.

4. Each claim allowed in whole or in part pursuant to 18 DEL. C. §5918(e) set forth in this Order is subject to the availability of funds for the assigned priority class pursuant to 18 DEL. C. §5918(e).

5. This Order shall have no effect on the uncovered claims of individual policyholders for whom full or partial coverage has been afforded by the California GA.

6. Within three (3) business days of receipt of this signed Order, the Receiver's counsel shall serve, by United States certified mail, postage prepaid, return receipt requested, to the claimant's last known address in the Receiver's file, a copy of this Order on the California GA.

7. There is no just reason for delay, and this Stipulated Order, pursuant to Chancery Court Rule 54(b), is entered as a final judgment. ANY APPEAL OF THIS ORDER MUST BE FILED WITH (RECEIVED BY) THE CLERK OF THE DELAWARE SUPREME COURT WITHIN THIRTY (30) DAYS OF THE DATE OF THIS ORDER. IF YOU FAIL TO FILE A TIMELY APPEAL, THIS DECISION WILL BECOME FINAL.

IT IS SO STIPULATED as of the 11th day of September, 2009.

THE HONORABLE KAREN
WELDIN STEWART,
Insurance Commissioner of the
State of Delaware, in her capacity
as the Receiver of Consumers United
Insurance Company in Liquidation

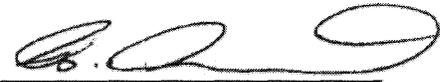
By:



Fredric Marro
Deputy Receiver

THE CALIFORNIA LIFE AND
HEALTH INSURANCE
GUARANTEE ASSOCIATION

By:



Peter C. Leonard, CPA, Esq., LLM
Executive Director

IT IS SO ORDERED as of the date this Order is electronically docketed.

Vice-Chancellor

IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789-VCL
CONSUMERS UNITED INSURANCE COMPANY)

**ORDER APPROVING RECEIVER’S TENTH CLAIM
RECOMMENDATION REPORT AND PLAN FOR FINALIZATION
OF EARLY ACCESS DISTRIBUTIONS FOR CLASS II GUARANTY
ASSOCIATION ADMINISTRATIVE CLAIMS, AND FOR PARTIAL
DISTRIBUTION TO CLASS III ALLOWED POLICY LEVEL CLAIMS**

WHEREAS, pursuant to 18 DEL. C. § 5917(c), the Receiver of Consumers United Insurance Company in Liquidation (“CUIC”) filed the “Receiver’s Tenth Claim Recommendation Report and Petition for Approval of Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims” (the “Recommendation Report and Petition”), seeking to have the Court allow, allow in part or disallow claims not already adjudicated by the Court and seeking approval for a plan to finalize certain early access distributions made to the state life and health insurance guaranty associations affected by the CUIC insolvency, to make a partial distribution to certain guaranty associations so that all affected guaranty associations with Class III claims have received at least thirty-two percent (32%) of their allowed Class III claims, and to make a partial distribution to other Class III claimants with undisputed allowed Class III claims so that such claimants will have received thirty-five percent (35%) of their Class III claims;

WHEREAS, this Court entered an Order to Show Cause which set Thursday, July 15, 2010, at 10:00 a.m., as the date and time for the hearing on the Recommendation Report and Petition. The Order to Show Cause further required the Claimants to notify the Court in writing of their objections to the Recommendation Report and Petition and their intent to appear at the hearing by Tuesday, July 6, 2010, or their objections, if any, would be considered abandoned and the Receiver's recommendations as to their claims would be adopted by the Court;

WHEREAS, the Receiver has filed proof that that Claimants received due notice at their last known addresses of the hearing date and the requirement to timely object and notify the Court of their intent to appear; and

WHEREAS, the Claimants either notified the Court in writing of their intent to appear at the hearing and appeared at the hearing at the hearing and, after having heard from the Claimants, this Court overruled the basis for their objections to the Receiver's Recommendation Report and Petition, or the Claimants failed to timely object and/or appear at the hearing and are deemed to have abandoned their objections, if any, to the Receiver's Recommendation Report and Petition.

NOW, THEREFORE, the Court finds that the Claimants have either abandoned their objections to the Receiver's Recommendation and Petition by failing to timely object and appear at the hearing or have not provided a sufficient basis for the Court to reject the Receiver's Recommendation Report and Petition as to the classification and/or value to be assigned to the claims listed on Exhibits 1 through 8 to the Petition and as to

the Receiver's Plan for Partial Distribution set forth in the Recommendation Report and Petition;

NOW, THEREFORE, IT IS HEREBY ORDERED AND THE COURT HEREBY FINDS THAT:

1. The Stipulation between the Receiver and the **CALIFORNIA LIFE AND HEALTH INSURANCE GUARANTEE ASSOCIATION** ("California GA"), appended to the Recommendation Report and Petition as Exhibit 9 is hereby APPROVED;

2. The claim of the **California GA** for direct and indirect administrative expenses is hereby ALLOWED as a Class II claim pursuant to 18 DEL. C. §5918(e)(2) (pertaining to guaranty association administrative expenses) in the amount of \$86,219.00, as noted in Column 3 (entitled "Allowed Class II Claims") on Exhibit 1 to the Recommendation Report and Petition. The Court finds that the amount listed as paid to the California GA for its Class II claim on Exhibit 1 in Column 4 (entitled "Amount Received to Date"), \$86,219.00, has been paid to the California GA. As a result the Class II claim of the California GA has been fully satisfied. Any administrative expense claim amount of the California GA in excess of the amount listed in Column 3 in Exhibit 1 is hereby disallowed.

3. The claim of the **California GA** for policy benefits paid for covered claims as a Class III claim pursuant to 18 DEL. C. §5918(e)(3) (pertaining to certain policy claims including claims for coverage provided by the Guaranty Associations) is hereby ALLOWED in the amount of \$2,647,488.47, as noted in Column 2 (entitled

“Allowed Class III Claims Net of Premium Collected”) on Exhibit 2 hereto. The Court finds that the California GA has received \$839,186.06 to date in early access payments on its Class III claim.

4. Except with respect to the **New Mexico Life Insurance Guaranty Association** (“New Mexico GA”) and the **South Carolina Life and Accident and Health Insurance Guaranty Association** (“South Carolina GA”) for which the Class II claims were fully satisfied from the statutory deposit, the early access distributions for the allowed **Guaranty Association Class II** administrative expense claims listed on Exhibit 1 to the Recommendation Report and Petition in Column 4 (entitled “Amount Received to Date”) for each such Guaranty Association in the amount set forth in that column are hereby FINALIZED. The Court finds that the amounts paid on Exhibit 1 in Column 4 to the Recommendation Report and Petition have been paid to each such Guaranty Association. As a result of the finalization of those early access payments, the Class II administrative expense claim of each such Guaranty Association pursuant to 18 DEL. C. §5918(e)(2) (pertaining to certain guaranty association administrative expenses) has been satisfied in full and the Class II claimants are not entitled to any further distribution of the estate’s assets with respect to their Class II Claims. Therefore, the early access payments already made for the Guaranty Associations’ early access distributions shall no longer be subject to recall or other adjustment by the Receiver to the extent needed to repay higher priority claims, such Class II claims shall be deemed satisfied in full, and such Guaranty Association Claimants shall receive no further distributions of the estate’s assets or communications from the CUIC estate regarding

their Class II administrative expense claims, and the Receiver shall be relieved of any further obligation to the Guaranty Associations concerning their Class II claims. With respect to such Guaranty Association Class II claims in Exhibit 1 to the Recommendation Report and Petition, upon entry of this Order, the Guaranty Association Claimants listed on Exhibit 1 to the Recommendation Report and Petition shall be deemed to have released the CUIIC estate, the Receiver, the Deputy Receiver, their agents and representatives from any and all liability arising out of such Guaranty Associations' Class II claims.

5. The Court finds that as to the **ALABAMA LIFE & DISABILITY INSURANCE GUARANTY ASSOCIATION** ("Alabama GA"), which has an Allowed Class III claim of \$59,922.87, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Alabama GA has already received early access payments of \$19,372.13, which would equate to a distribution to date of 32.3284%. As to that Guaranty Association's claim, the early access payments to the Alabama GA for their Class III claim are hereby finalized up to \$19,175.32 ("Alabama GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the Alabama GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the Alabama GA did receive an additional \$196.81 in early access distributions ("Alabama GA's Excess Early Access Payment") in excess of the Alabama GA's Finalized Class III Early Access Payments. The Alabama GA's Excess Early Access Payment shall be deducted from future distributions, if any, to

the Alabama GA on its Class III claims. If there are no future distributions to the Class III claims, the Alabama GA shall not be obligated to return the Alabama GA's Excess Early Access Payment to the CUIIC estate and the other Guaranty Association claimants in this estate shall have no claim against the Alabama GA for those funds. As a result of the fact that the Alabama GA has already received at least 32% of their Allowed Class III Claim, the Alabama GA shall not be receiving any distribution from the CUIIC estate in this Partial Distribution;

6. The Court finds that as to the **ARKANSAS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION** ("Arkansas GA"), which has an Allowed Class III claim of \$52,598.59, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Arkansas GA has already received early access payments of \$17,090.40, which would equate to a distribution to date of 32.4921%. As to that Guaranty Association's claim, the early access payments to the Arkansas GA for their Class III claim are hereby finalized up to \$16,831.55 ("Arkansas GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the Arkansas GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the Arkansas GA did receive an additional \$285.85 in early access distributions ("Arkansas GA's Excess Early Access Payment") in excess of the Arkansas GA's Finalized Class III Early Access Payments. The Arkansas GA's Excess Early Access Payment shall be deducted from future distributions, if any, to the Arkansas GA on its Class III claims. If there are no future distributions to the Class

III claims, the Arkansas GA shall not be obligated to return the Arkansas GA's Excess Early Access Payment to the CUIC estate and the other Guaranty Association claimants in this estate shall have no claim against the Arkansas GA for those funds. As a result of the fact that the Arkansas GA has already received at least 32% of their Allowed Class III Claim, the Arkansas GA shall not be receiving any distribution from the CUIC estate in this Partial Distribution;

7. The Court finds that as to the **GEORGIA LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** ("Georgia GA"), which has an Allowed Class III claim of \$174,085.55, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Georgia GA has already received early access payments of \$59,688.00, which would equate to a distribution to date of 34.2866%. As to that Guaranty Association's claim, the early access payments to the Georgia GA for their Class III claim are hereby finalized up to \$55,707.38 ("Georgia GA's Finalized Class III Early Access Payments"), which is 32% of that Guaranty Association's Class III claim, so that the Georgia GA's Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the Georgia GA did receive an additional \$3,980.62 in early access distributions ("Georgia GA's Excess Early Access Payment") in excess of the Georgia GA's Finalized Class III Early Access Payments. The Georgia GA's Excess Early Access Payment shall be deducted from future distributions, if any, to the Georgia GA on its Class III claims. If there are no future distributions to the Class III claims, the Georgia GA shall not be obligated to return the Georgia GA's Excess Early

Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim against the Georgia GA for those funds. As a result of the fact that the Georgia GA has already received at least 32% of their Allowed Class III Claim, the Georgia GA shall not be receiving any distribution from the CUIC estate in this Partial Distribution;

8. The Court finds that as to the **UTAH LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** (“Utah GA”), which has an Allowed Class III claim of \$12,020.30, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Utah GA has already received early access payments of \$3,848.02, which would equate to a distribution to date of 32.0127%. As to that Guaranty Association’s claim, the early access payments to the Utah GA for their Class III claim are hereby finalized up to \$3,846.50 (“Utah GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the Utah GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the Utah GA did receive an additional \$1.52 in early access distributions (“Utah GA’s Excess Early Access Payment”) in excess of the Utah GA’s Finalized Class III Early Access Payments. The Utah GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the Utah GA on its Class III claims. If there are no future distributions to the Class III claims, the Utah GA shall not be obligated to return the Utah GA’s Excess Early Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim

against the Utah GA for those funds. As a result of the fact that the Utah GA has already received at least 32% of their Allowed Class III Claim, the Utah GA shall not be receiving any distribution from the CUIC estate in this Partial Distribution;

9. The Court finds that as to the **VERMONT LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** (“Vermont GA”), which has an Allowed Class III claim of \$18,200.81, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the Vermont GA has already received early access payments of \$6,138.96, which would equate to a distribution to date of 33.7290%. As to that Guaranty Association’s claim, the early access payments to the Vermont GA for their Class III claim are hereby finalized up to \$5,824.26 (“Vermont GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the Vermont GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the Vermont GA did receive an additional \$314.70 in early access distributions (“Vermont GA’s Excess Early Access Payment”) in excess of the Vermont GA’s Finalized Class III Early Access Payments. The Vermont GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the Vermont GA on its Class III claims. If there are no future distributions to the Class III claims, the Vermont GA shall not be obligated to return the Vermont GA’s Excess Early Access Payment to the CUIC estate and the other Guaranty Association Claimants in this estate shall have no claim against the Vermont GA for those funds. As a result of the fact that the Vermont GA has already received at least 32% of their Allowed Class III

Claim, the Vermont GA shall not be receiving any distribution from the CUIE estate in this Partial Distribution;

10. The Court finds that as to the **WEST VIRGINIA LIFE & HEALTH INSURANCE GUARANTY ASSOCIATION** (“West Virginia GA”), which has an Allowed Class III claim of \$211,014.74, while the Recommendation Report and Petition proposes a partial distribution of 32% to the Guaranty Associations on their Class III claims, the West Virginia GA has already received early access payments of \$68,650.66, which would equate to a distribution to date of 32.5336%. As to that Guaranty Association’s claim, the early access payments to the West Virginia GA for their Class III claim are hereby finalized up to \$67,524.72 (“West Virginia GA’s Finalized Class III Early Access Payments”), which is 32% of that Guaranty Association’s Class III claim, so that the West Virginia GA’s Finalized Class III Early Access Payments are no longer subject to recall or other adjustment by the Receiver. However, the Court finds that the West Virginia GA did receive an additional \$1,125.94 in early access distributions (“West Virginia GA’s Excess Early Access Payment”) in excess of the West Virginia GA’s Finalized Class III Early Access Payments. The West Virginia GA’s Excess Early Access Payment shall be deducted from future distributions, if any, to the West Virginia GA on its Class III claims. If there are no future distributions to the Class III claims, the West Virginia GA shall not be obligated to return the West Virginia GA’s Excess Early Access Payment to the CUIE estate and the other Guaranty Association Claimants in this estate shall have no claim against the West Virginia GA for those funds. As a result of the fact that the West Virginia GA has already received at least 32% of their Allowed

Class III Claim, the West Virginia GA shall not be receiving any distribution from the CUIE estate in this Partial Distribution;

11. As to the **Other Guaranty Associations** (other than the Alabama GA, the Arkansas GA, the Georgia GA, the Utah GA, the Vermont GA, and the West Virginia GA, which six claimants are addressed above, and other than the New Mexico GA and the South Carolina GA, which two claimants had their Class II claims fully satisfied from the statutory deposit in their state), the Court hereby FINALIZES the early access distributions for the allowed Guaranty Association Class III policy benefit claims listed on Exhibit 2 to the Recommendation Report and Petition in Column 3 (entitled “Class III Early Access Payments Received”) for each such Guaranty Association in the amount set forth in that column. The Court hereby finds that as a result of the finalization of those early access payments and the partial distribution authorized by this Order, the Class III policy benefits claim of each such Guaranty Association pursuant to 18 DEL. C. §5918(e)(3) (pertaining to certain guaranty association administrative expenses) has been partially satisfied in the amount set forth in Column 7 in Exhibit 2 to the Recommendation Report and Petition, and for the Guaranty Associations which have not yet received 32% of their Class III claim through early access distributions, the Receiver shall DISTRIBUTE to each such Guaranty Association the balance due to bring their distribution to date up to 32% of their Class III claim, as set forth in Column 5 (entitled “Amount to be Distributed”) of Exhibit 2 to the Recommendation Report and Petition. As a result of the Partial Distribution authorized by this Order, all Class III early access distributions already made to the Guaranty Associations’ up to 32% of their Allowed

Class III Claims shall no longer be subject to recall or other adjustment by the Receiver to the extent needed to repay higher priority claims;

12. The **Class III Uncovered Claims on Exhibit 3A** to the Recommendation Report and Petition are hereby ALLOWED in the amount set forth in Exhibit 3A to the Recommendation Report and Petition in Column 11 (entitled “Receiver’s Recommended Class III Claim Amount”) for each such Claimant and any amount in excess of the Receiver’s Recommended Class III Claim Amount for each such claim is hereby DISALLOWED. The Receiver’s Recommended Class III Claim Amount does not include or affect any amount which such Claimant may have received from the applicable Guaranty Association, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

13. The **Class III Uncovered Claim listed on Exhibit 3B** hereto, which amount is jointly owned by the **Delaware Life and Health Insurance Guaranty Association** (“Delaware GA”) and the **Hotel, Restaurant Institutional Employees and Bartenders Union – Local 26** (“Local 26”) pursuant to an Agreement, Release and Assignment dated November 23, 1999, is hereby ALLOWED in the total amount of \$449,520.26 (“Receiver’s Recommended Local 26 Class III Claim Amount”). Further, as to this claim the Court finds that the Delaware GA is entitled to the first \$119,780.00 of distributions on the claim, the Delaware GA has already received \$29,844.92 in early access distributions to date relating to this claim, and Local 26 is entitled to any distributions in excess of \$119,780.00 on the claim. Any amount in excess of the Receiver’s Recommended Local 26 Class III Claim Amount for such claim is hereby

DISALLOWED. The Receiver's Recommended Class III Claim Amount does not include or affect any amount which Local 26 may have received from the Delaware GA, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

14. The **Uncovered Class III claims listed in Exhibit 4** to the Recommendation Report and Petition (entitled "Class III Claims Valued at Zero") are hereby DISALLOWED IN THEIR ENTIRETY. The Receiver is hereby relieved from any further obligation to those Claimants concerning their Class III claims. This disallowance does not include or affect any amount which such Claimant may have received from the applicable Guaranty Association, either directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company;

15. The claims listed on **Exhibit 5** to the Recommendation Report and Petition are hereby ASSIGNED to the **Class VI (general creditor)** priority class and each such claim is hereby ASSIGNED the dollar value in Column 11 (entitled "Receiver's Recommended Class VI Claim Amount") on Exhibit 5, except for the claims listed as "TBD," for which the amount of the Claimant's Class VI claim is "to be determined" if and only if funds become available to pay claims in Class VI after all higher priority expenses in Class I and claims in Classes II through V have been satisfied in full;

16. The claims listed in **Exhibit 6** to the Recommendation Report and Petition are hereby ASSIGNED to the **Class VI (general creditor)** priority class and each such

claim is hereby DISALLOWED IN ITS ENTIRETY. The Receiver is hereby relieved of any further obligation to those Claimants concerning their Class VI claim numbers 944 and 1344 (the latter of which is disallowed as a duplicate of claim number 87);

17. Any and all claims of **Consumers United Group, Inc.**, the sole stockholder of CUIC prior to the entry of the receivership orders, which claims are listed on Exhibit 8 to the Recommendation Report and Petition, are hereby ASSIGNED to the Class IX (stockholder) priority class. The Court finds that the value, if any, of such claims cannot be determined until such time as all higher priority expenses in Class I and higher priority claims in Classes II through VIII have been satisfied in full.

18. The Court hereby APPROVES the Receiver's **Plan for Partial Distribution** to the **Guaranty Associations for their Class III Claims**, offsetting such Partial Distribution for amounts already received by each such Guaranty Association pursuant to the Class III Early Access Payments, so that each Guaranty Association shall receive a Supplemental Partial Distribution, if at all, in the amount set forth in Column 5 (entitled "Amount to be Distributed") in Exhibit 2 to the Recommendation Report and Petition, provided, however, that instead of separate payments to each such Guaranty Association, the Receiver shall within the later of thirty (30) days after the Court's entry of this Final Order or August 31, 2010, issue one check in the aggregate amount of \$83,021.09 to the National Organization of Life and Health Insurance Guaranty Associations ("NOLHGA") as the Supplemental Partial Distribution to all of the Guaranty Associations with Class III claims receiving a distribution as set forth in Column 5 of Exhibit 2 hereto, to bring the distribution amount to date for each Class III

Guaranty Association claimant to at least 32% of their Allowed Class III claim. The issuance of the aggregate payment to NOLHGA by the Receiver shall relieve the CUIC Estate, the Receiver, the Deputy Receiver and their representatives of any and all liability to the Guaranty Associations listed on Exhibit 2 to the Recommendation Report and Petition with respect to the allocation and distribution of those funds, and the Receiver shall be entitled to rely on the allocation of such distributed funds as set forth in Column 5 of Exhibit 2 to the Recommendation Report and Petition with respect to this Partial Distribution and any future distributions from the CUIC Estate. The Receiver may rely upon the allocation set forth in Column 5 of Exhibit 2 to the Recommendation Report and Petition for the purpose of determining the amounts distributed from the CUIC Estate for the Guaranty Association's Class III claims and upon the aggregate payment to NOLHGA as proof of payment to each individual Guaranty Associations listed on Exhibit 2 of their distributive share set forth in Column 5 of that exhibit. The Guaranty Associations listed on Exhibit 2 hereto may agree with NOLHGA and/or among themselves on a different allocation of the funds from this Partial Distribution. NOLHGA may adjust the funds to be distributed to an individual Guaranty Association provided such individual Guaranty Association consents in writing to such adjustment, which adjustment shall not bind the Receiver or have any effect on the CUIC estate's rights or obligations, and shall not be offered in evidence against the Receiver or the CUIC Estate. This Court shall retain jurisdiction to resolve any disputes between or among NOLHGA and the individual Guaranty Associations concerning allocation of the aggregate distribution payment made by the Receiver to NOLHGA, or concerning any

alleged failure of NOLHGA to pay an individual Guaranty Association its share of this aggregate Partial Distribution. The Receiver, the Deputy Receiver and the CUIE Estate shall not be liable to and shall be held harmless by NOLHGA and/or any individual Guaranty Association listed on Exhibit 2 to the Recommendation Report and Petition for any reallocation by NOLHGA and/or the individual Guaranty Associations of the aggregate amount of this Class III Partial Distribution to the Guaranty Associations, for any failure by NOLHGA to pay an individual Guaranty Association its share of the aggregate payment, or otherwise with respect to any dispute between or among NOLHGA and one or more of the Guaranty Associations concerning such distribution or allocation;

19. The Court hereby APPROVES the Receiver's **Plan for Partial Distribution** to the **Allowed Uncovered Class III claims listed on Exhibit 3A** hereto in an amount equal to 35% of each such Uncovered Claimant's Class III Allowed Claim (the "Uncovered Partial Distribution"), which distribution amount for each such Claimant is set forth in Column 12 (entitled "Distribution at 35%") of Exhibit 3A to the Recommendation Report and Petition. The Receiver shall issue each such Claimant's Uncovered Partial Distribution to such Claimant's last known address in the Receiver's records within the later of thirty (30) days after the Court's entry of the Final Order approving this Petition or August 31, 2010. All such checks shall be payable for a period of ninety (90) days, after which a Claimant which has not cashed the check shall be required to return the uncashed check to the Receiver and request reissuance of their Uncovered Partial Distribution by the Receiver. The Receiver is hereby permitted to

deposit with the Court any Uncovered Partial Distributions which remain unclaimed after a reasonable period of time but no later than the closure of the CUIC receivership proceedings;

20. The Court hereby APPROVES the Receiver's **Plan for Partial Distribution** to the **Allowed Uncovered Local 26 Class III Claim listed on Exhibit 3B** hereto in an amount equal to 35% of each such Uncovered Claimant's Class III Allowed Claim less early access payments received to date by the Delaware GA on such claim (the "Uncovered Local 26 Partial Distribution"), which distribution amount shall be allocated as set forth on Exhibit 3B as follows: within the later of thirty (30) days after the Court's entry of this Final Order or August 31, 2010, the Receiver shall distribute the amount of \$89,936.00 to the Delaware GA, and shall distribute the amount of \$37,551.17 to Local 26 at its last known address in the Receiver's records. The checks shall be payable for a period of ninety (90) days, after which a Claimant which has not cashed the check shall be required to return the uncashed check to the Receiver and request reissuance of their Uncovered Partial Distribution by the Receiver. The Receiver is hereby permitted to deposit with the Court any such distribution which remains unclaimed after a reasonable period of time but no later than the closure of the CUIC receivership proceedings;

21. For any claim not already adjudicated by the Court in response to a prior recommendation report of the Receiver and for which claim the Claimant disputes the value and/or priority class recommended by the Receiver in the Recommendation Report and Petition, the Receiver is permitted to reserve the proposed distribution amount until

such time as the value of such claim has been adjudicated by the Court. Such objecting claimant shall not receive any distribution while such objection is pending.

22. Nothing herein is intended to alter the Receiver's recommendation for the Class VII late-filed claim of the **District of Columbia Life and Health Insurance Guaranty Association** ("District of Columbia GA"), which was adopted by the Court in the Order concerning the Receiver's Seventh Recommendation Report and Petition (EFiled No. 25377718). Further, nothing herein shall affect the premium collection offset addressed in that Order.

23. It is hereby ORDERED that each Claimant listed on Exhibits 4 and 6, whose claims have been valued at \$0 and disallowed pursuant to this Order, are hereby deemed to have **RELEASED** the CUIC estate, the Receiver, the Deputy Receiver, their agents and representatives from any and all liability arising out of these receivership proceedings. Such Claimants shall have no further interest in these proceedings. The Receiver and the CUIC estate shall not be required to serve any further notices concerning these proceedings on such Claimants.

24. The Receiver is hereby authorized to require, if she deems it necessary, a tax identification number or any other lawfully required information from any Claimant receiving a distribution in order to permit the Receiver to comply with applicable Federal, state or local laws, including but not limited to the Internal Revenue Code, concerning receipt of such distributions.

25. As to any claimants receiving a distribution, if any such claimants can no longer be located, after a reasonable search by the Receiver's staff of readily available information, for the purpose of paying such claimants their distributive share, the Receiver is hereby permitted to deposit such claimants' distributive share with the Court, which deposit shall discharge the Receiver's obligation to make payment to such claimants which could not be located. Effective upon deposit of such funds with the Court, such Claimants shall be deemed to have released the CUIC estate, the Receiver, the Deputy Receiver, their agents and representatives from any and all liability arising out of such Claimants' claims, provided that until the estate is closed and the Receiver is discharged, the Receiver shall continue to assist the Court to the extent practicable in preparing to escheat the funds, if necessary, or otherwise resolve the disposition of such funds.

26. Unless otherwise provided herein, all checks to be issued by the Receiver for the distributions to be made pursuant to this Order shall be made by the Receiver on or before the later of thirty (30) days after entry of this Order or August 31, 2010, to the Claimant's last known address in the Receiver's records.

27. Any claims in excess of the amounts recommended by the Receiver in the Recommendation Report and Petition are hereby **DISALLOWED**.

28. Each claim allowed in whole or in part pursuant to 18 DEL. C. §5918(e) set forth in this Order is subject to the availability of funds for the assigned priority class pursuant to 18 DEL. C. §5918(e).

29. This Order shall have no effect on the uncovered claims of individual policyholders for whom partial coverage has been afforded by a state life and health insurance guaranty association directly or through an assuming insurer, such as the Unity Mutual Life Insurance Company.

30. Within ten (10) calendar days of receipt of this Order, the Receiver's counsel shall serve, by United States first class mail, with proof of mailing by U.S. certified mail, postage prepaid, return receipt requested, or by Form 3606 Certificate of Bulk Mailing, to the claimant's last known address in the Receiver's file, a copy of this Order on the Claimants.

31. There is no just reason for delay, and this Order, pursuant to Chancery Court Rule 54(b), is entered as a final judgment. EACH OF THE CLAIMANTS WHOSE CLAIMS HAVE BEEN ALLOWED, DISALLOWED IN PART, OR DISALLOWED IN THEIR ENTIRETY, OR CLASSIFIED, OR WHO HAVE OBJECTED TO THE RELIEF SOUGHT IN THE RECOMMENDATION REPORT AND PETITION, MAY APPEAL THIS ORDER TO THE SUPREME COURT OF THE STATE OF DELAWARE SUBJECT TO THE RECEIVER'S RIGHT TO SEEK DISMISSAL OF ANY APPEAL FOR WHICH OBJECTIONS WERE NOT TIMELY RAISED IN THIS COURT. SUCH APPEAL MUST BE FILED WITH (RECEIVED BY) THE CLERK OF THE DELAWARE SUPREME COURT WITHIN THIRTY (30) DAYS OF THE DATE OF THIS ORDER. IF YOU FAIL TO FILE A TIMELY APPEAL, THIS DECISION WILL BECOME FINAL. Any stay of this Order pending appeal must be the subject of a separate application to this Court and any such stay by any of the Claimants

whose claims are subject to this Order shall apply only to such Claim and shall not act to stay the applicability or finality of this Order with respect to any other Claim subject to this Order.

32. This Court shall retain jurisdiction over any matters relating to the implementation, interpretation or enforcement of this Order.

Vice-Chancellor

Dated:

IN THE COURT OF CHANCERY OF THE STATE OF DELAWARE

IN THE MATTER OF)
THE LIQUIDATION OF) C.A. No. 12789 - VCL
CONSUMERS UNITED INSURANCE COMPANY)

CERTIFICATE OF SERVICE

I, Diane J. Bartels, Esquire, hereby certify that on May 24, 2010, true and correct copies of the following pleadings:

Receiver's Tenth Claim Recommendation Report and Petition for Approval of Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims, with Exhibits 1 through 9;

Proposed form of Order to Show Cause Concerning Receiver's Tenth Claim Recommendation Report and Petition for Approval of Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims; and

Proposed form of final Order Approving Receiver's Tenth Claim Recommendation Report and Plan for Finalization of Early Access Distributions for Class II Guaranty Association Administrative Claims, and for Partial Distribution to Class III Allowed Policy Level Claims.

were served on the following counsel and/or parties in the following manner:

Electronic Service through
LexisNexis File & Serve
William D. Johnston, Esquire
Young, Conaway, Stargatt & Taylor
The Brandywine Building
1000 West Street, 17th Fl.
Wilmington, DE 19801
Attorney for National Organization of
Life and Health Insurance Guaranty
Associations

By U.S. First Class Mail,
Postage Prepaid
Scott M. Kosnoff, Esquire
Baker & Daniels
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Attorney for National Organization
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Guaranty Associations

By: 
Diane J. Bartels
Del. Bar No. 2530
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(302) 656-7207

Dated: May 24, 2010