

THE STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

SUPERIOR COURT

Docket No. 03-E-0106

**In the Matter of the Liquidation of
The Home Insurance Company**


**ORDER APPROVING
ASSUMPTION REINSURANCE AGREEMENT**

On consideration of the Liquidator's Motion for Approval of an Assumption Reinsurance Agreement by Roger A. Sevigny, Insurance Commissioner of the State of New Hampshire, as Liquidator ("Liquidator") of The Home Insurance Company ("The Home"), for approval of the Assumption Reinsurance Agreement between Lombard General Insurance Company of Canada, Fairfax Financial Holdings Limited, Deloitte & Touche Inc., in its capacity as Canadian Liquidator of the insurance business in Canada of The Home, and the Liquidator concerning The Home's Canadian insurance business, dated October 24, 2003 (the "Assumption Agreement"), and the supporting affidavit of Peter A. Bengelsdorf, Special Deputy Liquidator, the Court finds and orders as follows:

1. The Assumption Agreement, is reasonable, prudent, and is in full accordance with law;
2. The Assumption Agreement is in the best interests of the liquidation of The Home Insurance Company;
3. The Assumption Agreement is entered into in good faith;
4. The Liquidator's Motion for Approval of an Assumption Reinsurance Agreement is granted, and the Assumption Agreement is approved.

SO ORDERED

Dated: 12/19/03


Residing Justice