

**IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS  
COUNTY DEPARTMENT, CHANCERY DIVISION**

**IN THE MATTER OF THE LIQUIDATION OF            )**  
**THE ADMINISTRATIVE EMPLOYER GROUP        )**       **NO: 07 CH 23319**  
**INC.    )**

**ORDER APPROVING CLAIM FILING  
PROCEDURES AND DEADLINES**

THIS CAUSE coming to be heard on the petition of Michael T. McRaith, Director of Insurance of the State of Illinois, in his capacity as statutory and court affirmed liquidator (the "Liquidator") of Administrative Employer Group, Inc. ("AEG"), by and through one of his attorneys, for the filing of claims and the setting of claim filing deadlines; the Court having jurisdiction over the parties and the subject matter; the Court having read the Liquidator's petition and having heard from counsel thereon; and the Court being otherwise fully advised in the premises,

**IT IS ORDERED THAT:**

A. The Liquidator is directed, pursuant to Section 208 of the Illinois Insurance Code (the "Code"), 215 ILCS 5/208, to notify all persons, companies and

entities, as hereinafter set forth in Paragraphs B and C, which AEG's books and records reveal have, or may have, claims against AEG, its property or assets, or against an AEG insured or policyholder, that all such claims must be presented to and filed with the Liquidator in the form of a proper proof of claim as hereinafter set forth, on or before May 18, 2009 at 4:30 p.m. (C.S.T.). Said notice by the Liquidator shall specify May 18, 2009 at 4:30 p.m. (C.S.T.) to be the last day by which any such proof of claim may be received by the Liquidator for purposes of participating in any distribution of the estate's assets that may be made on timely-filed claims allowed in these proceedings. For purposes of these claim-filing procedures, a claim shall be treated as filed as of the date it is actually received by the Liquidator. A claim shall also be deemed to have been received as of the United States Postal Service's postmark date, if it is mailed, or the date of delivery to a private mail courier for delivery to the Liquidator as evidenced by a validly issued receipt from that courier.

B. Notice of the claim filing procedures and claim filing deadlines shall be served upon those persons, companies and entities which AEG's books and records reveal have, or may have, claims against AEG, its property or assets, or against a AEG insured or policyholder, by the Liquidator depositing a copy of said notice, together with a proof of claim form, in the United States mail, enclosed in an envelope, with first class postage prepaid, addressed to each such person, company or entity at his, her or its last known address as disclosed by AEG's books and records.

C. Pursuant to Section 208(1) of the Code, 215 ILCS 5/208(1), notice by publication shall also be provided to all persons, companies or entities who have, or may have, claims against AEG, its property or assets, or against its insureds or policyholders, by causing a notice to be published at least once each week for three consecutive weeks in a newspaper of general circulation published in the County of Cook, State of Illinois, and in such other newspaper(s) as he may deem advisable. The notice so published shall: (a) advise all such persons, companies and entities of their right to present their claim or claims against AEG, its property or assets, or against an AEG insured or policyholder, to the Liquidator; (b) advise all such persons, companies and entities of the procedure by which they may present their claims to the Liquidator; (c) advise all such persons, companies and entities of the location of the Liquidator's office where they may present their claims; and (d) specify the last day by which proofs of claim may be received by the Liquidator for purposes of participating in any distribution of estate assets that may be made on timely-filed claims allowed in these proceedings.

D. Pursuant to Section 209(4) of the Code, 215 ILCS 51209(4), any insured under a certificate of insurance issued by AEG shall have the right to present the Liquidator with a proof of claim setting forth a contingent claim, subject to the claim filing deadline set forth in Paragraph A above. The final date by which evidence supporting the liquidation of any such contingent claim may be received by the Liquidator shall be May 18, 2010 at 4:30 p.m. C.S.T.; and no such contingent claim shall be allowed for purposes of participating in any distribution of estate assets that may be made at the fourth priority level, 215 ILCS 5/205(1)(d), unless such claim has been

liquidated and the insured claimant has presented evidence of payment of such claim to the Liquidator on or before May 18, 2010 at 4:30 p.m. C.S.T. Further, any contingent claim for which a proof of claim was received by the claim filing deadline set forth in Paragraph A above, but which is not liquidated by May 18, 2010, may be estimated pursuant to Section 209(4)(b) of the Code, 215 ILCS 5/209(4)(b), for purposes of participating in any distribution of estate assets that may be made at the fifth priority level, 215 ILCS 5/205 (1)(e), unless the Court has issued an order pursuant to 215 ILCS 5/209(12) relieving the Liquidator of his responsibility to review the unliquidated contingent claims based upon the Liquidator's report to the Court that the assets of the estate will not be sufficient to pay claims at the fifth priority level, 215 ILCS 5/205(1)(e).

E. All persons, companies or entities having, or claiming to have, any accounts, debts, claims or demands against AEG, its property or assets, or against an AEG insured or policyholder, shall present their claims to the Liquidator at his office, as designated in the above-described notice, on or before the claim filing deadline set forth in Paragraph A above, by way of a properly completed proof of claim.

F. Pursuant to Section 209(1) of the Code, 215 ILCS 5/209(1): “[a] proof of claim shall consist of a written statement signed under oath setting forth the claim, the consideration for it, whether the claim is secured and, if so, how, what payments have been made on the claim, if any, and that the sum claimed is justly owing from the company. Whenever a claim is based upon a document, the document, unless lost or destroyed, shall be filed with the proof of claim. If the document is lost or destroyed, a

statement of that fact and of the circumstances of the loss or destruction shall be included in the proof of claim.”

G. Pursuant to Section 209(8) of the Code, 215 ILCS 5/209(8), “[n]o judgment against such an insured or an insurer taken after the date of the entry of the liquidation, rehabilitation, or conservation order shall be considered in the proceedings as evidence of liability, or of the amount of damages, and no judgment against an insured or an insurer taken by default, or by collusion prior to the entry of the liquidation order shall be considered as conclusive evidence in the proceeding either of the liability of such insured to such person upon such cause of action or of the amount of damages to which such person is therein entitled.”

H. Subject to the provisions for the late filing of claims contained in Sections 208(2) and 208(3) of the Code, 215 ILCS 5/208(2)-(3), no person having or claiming to have any claim or claims against AEG shall participate in any distribution of AEG’s assets unless such claims are filed or presented within the time limits established by this order.

I. Pursuant to Section 209(12) of the Code, 215 ILCS 5/209(12), and subject to the further order of this Court, the Liquidator is directed to examine and investigate any and all properly filed proofs of claim and to submit his recommendations as to the allowance or disallowance, in whole or in part, of each such claim to the Court, unless it is reported to the Court that the assets of the estate will not be sufficient to pay claims at,

or below, a certain level of priority under Section 205(1) of the Code, 215 ILCS 5/205(1), and the Court enters an order pursuant to Section 209(12) of the Code, 215 ILCS 5/209(12), relieving the Liquidator of any further obligation to evaluate or adjudicate claims at, or below, the designated level of priority.

ENTERED: NOV 17 2008

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Judge Presiding

DATE:

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J. The entry of this order does not impede the right of McClure & Associates and Bruner Administrative, Inc. to attempt to settle claims.

K. The Liquidator agrees to provide Bruner Administrative Inc and McClure & Associates with notice of those clients of McClure & Associates that file proofs of claim; said notice to be given to their counsel, Jeffrey Seidman, Esq. of Connolly Roberts & McGung.

~~Liquidator's staff~~