

ANNE MILGRAM
ATTORNEY GENERAL OF NEW JERSEY
Attorney for Plaintiff, Commissioner of the Department of Banking
and Insurance of New Jersey
22 South Clinton Avenue
4 Station Plaza -- 2nd Floor
P.O. Box 117
Trenton, New Jersey 08625

By: Eleanor Heck
Deputy Attorney General
(609) 292-7669

SUPERIOR COURT OF NEW JERSEY
CHANCERY DIVISION-MERCER COUNTY
DOCKET NO. MER-C-17-09

I/M/O REHABILITATION OF)	<u>Civil Action</u>
CONSUMER FIRST INSURANCE)	
COMPANY,)	ORDER OF LIQUIDATION
_____)	

This matter having been opened to the court by Anne Milgram, Attorney General of New Jersey, by Eleanor Heck, Deputy Attorney General, as attorney for Steven M. Goldman, the Commissioner of the Department of Banking and Insurance (the "Commissioner") and Rehabilitator of Consumer First Insurance Company ("Consumer First") on application for an Order to be entered: (a) directing the Commissioner to liquidate Consumer First; (b) permanently enjoining all persons and entities from pursuing litigation against Consumer First or from interfering with the Commissioner's efforts to liquidate Consumer First, and the court having considered the Commissioner's application, the court hereby finds that:

1. Consumer First is an insurance company domiciled in the State of New Jersey and governed by the provisions of Title 17 of the Statutes of New Jersey.

2. This court has general jurisdiction, pursuant to N.J.S.A. 17:30C-1 et seq., over this proceeding.

3. The written and published notice of the Petition for Liquidation to interested persons evidenced by the Affidavit and Notice filed with the court constitutes the best notice practicable under the circumstances and meets the requirements of due process concerning such notice.

4. Sufficient grounds exist pursuant to N.J.S.A. 17:30C-7b and N.J.S.A. 17:30C-8 for entry of an Order of Liquidation and Declaration of Insolvency, and such Order of Liquidation should be entered pursuant to N.J.S.A. 17:30A-9.

It is, therefore, on this _____ day of _____ 2009:

ORDERED that pursuant to N.J.S.A. 17:30C-1, et seq., Consumer First Insurance Company is deemed to be insolvent and is in such a condition that its further transaction of business will be hazardous to its policyholders, to its creditors, and to the public; and it is further

ORDERED that the Commissioner is appointed as Liquidator of Consumer First with all the powers and authority expressed or implied by N.J.S.A. 17:30C-1, et seq., including the power to appoint and recompense a Deputy Liquidator, and it is further

ORDERED that the Commissioner is directed to liquidate Consumer First; and it is further

ORDERED that all persons and entities shall be permanently enjoined from pursuing litigation against Consumer First or its insureds or from interfering with the Commissioner's efforts to liquidate Consumer First; and it is further

ORDERED that there shall be no further payment of claims by Consumer First except at the directive of the Commissioner or of this court; and it is further

ORDERED that all claims against Consumer First must be asserted no later than one year from the date of the Order of Liquidation, in the form established by the Commissioner, or such claims will be forever barred; and it is further

ORDERED that the Commissioner as Liquidator shall establish procedures governing the payment of claims by Consumer First; and it is further

ORDERED that all further papers filed in these proceedings shall bear the caption and be entitled:

"I/M/O the Liquidation of Consumer First Insurance Company."

Honorable Maria Marinari Sypek
Presiding Judge Chancery Division