
In the Matter of the Rehabilitation of:

Case No. 10 CV 1576

Segregated Account of Ambac Assurance Corporation

**ORDER GRANTING THE REHABILITATOR’S MOTION TO CONFIRM AND
DECLARE THE REIMBURSEMENT AMOUNTS DUE WITH RESPECT TO CASH
CLAIM PAYMENTS MADE BY AMBAC AND THE SEGREGATED ACCOUNT
ON POLICY NOS. AB1014BE AND AB1037BE**

This matter came before the Court for hearing on the Rehabilitator’s Motion to Confirm and Declare the Reimbursement Amounts Due With Respect to Cash Claim Payments Made by Ambac and the Segregated Account on Policy Nos. AB1014BE and AB1037BE (the “Motion”). The Motion came before the Court on proper advance written notice for hearing in open court. Appearances were noted on the record. All interested parties were afforded the opportunity to appear and be heard on the Motion. All capitalized defined terms in this Order shall have the meanings ascribed to them in the Motion.

The Court having considered the Rehabilitator’s Motion and the supporting Eleventh Affidavit of Mr. Peterson, the Special Deputy Commissioner for the Rehabilitation, any information provided by interested parties, and the additional information provided during the hearing, and, for good cause shown and for the reasons indicated by the Court at the hearing, it is hereby **ORDERED** that:

1. The Rehabilitator’s Motion is **GRANTED**;
2. Consistent with the relief sought by the Rehabilitator in the Motion, the

Court hereby orders and declares that, consistent with the construction followed historically by the Trustee, Administrator, Ambac, and the Segregated Account, the phrase “reimbursement

amounts owed to the Certificate Insurer” as used in Section 5.01(a)(i)(C) of the PSAs for the HarborView Transactions means an amount of money equal to those amounts Ambac and the Segregated Account pay out under the Policies, regardless of whether those amounts are attributable to principal or interest; and

3. All parties to the PSAs for the 2006-7 and 2006-9 HarborView Transactions, including the Trustee, Administrator, Ambac and the Segregated Account (and any sub-contractors, servicers, agents, third-party paying agents, calculating agents or other service providers used in connection with the HarborView Transactions by either the Trustee or Administrator) shall calculate the reimbursement amounts due with respect to cash claim payments made by Ambac and/or the Segregated Account on Policy Nos. AB1014BE and AB1037BE in accordance with this Order and shall promptly transmit such reimbursements to Ambac and/or the Segregated Account as and when they become due and owing in accordance with past practice and this Order.

Dated this ____ day of July, 2014

BY THE COURT:

Honorable William D. Johnston
Lafayette County Circuit Court Judge
Presiding by Judicial Appointment