

STATE OF NORTH CAROLINA

**FILED** IN THE GENERAL COURT OF JUSTICE  
SUPERIOR COURT DIVISION

WAKE COUNTY

2019 JUN 27 P 1:48 FILE NO.

19 CV 008664

MIKE CAUSEY,  
COMMISSIONER OF INSURANCE  
OF NORTH CAROLINA,

Petitioner,

v.

SOUTHLAND NATIONAL  
INSURANCE CORPORATION,  
SOUTHLAND NATIONAL  
REINSURANCE CORPORATION,  
BANKERS LIFE INSURANCE  
COMPANY, COLORADO BANKERS  
LIFE INSURANCE COMPANY,  
North Carolina Domiciled  
Insurance Companies,

Respondents.

ORDER GRANTING MOTION  
FOR MORATORIUM ON  
POLICY SURRENDERS AND  
OTHER RELIEF

THIS MATTER is before the undersigned on the Motion of Mike Causey, Commissioner of Insurance of the State of North Carolina (“Petitioner”), as Rehabilitator of Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), (collectively the “Companies” and hereinafter “Respondents”), acting through his Special Deputy, Jackie Obusek, to make orders to, pursuant to N.C. Gen. Stat. § 58-30-85(b) and (c) and other applicable provisions of law, to impose a moratorium on loans, annuitizations and cash surrender rights under policies of Respondents and to adopt a policy to deal with hardships.

The undersigned finds that: it would be in the best interests of the policyholders and creditors of Respondents Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), to impose a moratorium on cash surrenders, new annuitizations and policy loans as a necessary step to allow the Rehabilitator the time within which to conserve and collect the assets of the Companies and to evaluate the prospects for the rehabilitation of the Companies. The undersigned further finds that it is in the best interests of the policyholders of Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), for there to be adopted a hardship policy to handle cases of legitimate hardship.

Now therefore, pursuant to N.C. Gen. Stat. § 58-30-85(b) and (c) and other applicable provisions of law, it is ORDERED as follows:

1. That the Rehabilitator impose a moratorium, effective as of the date this Order filed, on cash surrenders, annuitizations, and policy loans against Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), policies until such time as the Court approves the lifting of the moratorium; and

2. That the Rehabilitator adopt and implement a policy to provide substitute benefits in lieu of the contractual obligations of Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), for annuity benefits and

cash withdrawals for Southland National Insurance Corporation (“SNIC”), Southland National Reinsurance Corporation (“SNRC”), Bankers Life Insurance Company (“BLIC”), and Colorado Bankers Life Insurance Company (“CBL”), policyholders who petition for payment under claims of legitimate hardship.

This the 27 day of June, 2019.



HONORABLE PAUL RIDGEWAY  
Senior Resident Judge, Wake County Superior Court

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on this date I served the foregoing Order on Respondents by mailing copies thereof by first class U.S. Mail, addressed as follows:

Tamre Edwards  
Corporate Secretary  
Global Bankers Insurance Group  
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*Corporate Secretary for Southland National Insurance Corporation, Southland National Reinsurance Corporation, Bankers Life Insurance Company and Colorado Bankers Life Insurance Company*

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This the 27 day of June, 2019.

A handwritten signature in blue ink, reading "Heather H. Freeman", is written over a horizontal line.

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