

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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In re :  
 :  
Highlands Insurance Company (U.K.) : In a Case Under Chapter 15  
Limited, : of the Bankruptcy Code  
 :  
 : Case No. 07-13970 (MG)  
Debtor in a Foreign Proceeding :  
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**ORDER SCHEDULING HEARING AND SPECIFYING THE  
FORM AND MANNER OF SERVICE OF NOTICE**

Upon the application (the “Application”) of Dan Yoram Schwarzmann and Mark Charles Batten of PricewaterhouseCoopers LLP, in their capacity as the court-appointed joint administrators (the “Petitioners”) of Highlands Insurance Company (U.K.) Limited (the “Company”) for an order pursuant to Rules 1010, 9007 and 9008 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”) (i) scheduling a hearing on the relief sought in the Petition Under Chapter 15 for Recognition of a Foreign Main Proceeding and Motion for Related Relief Pursuant to 11 U.S.C. §§ 1504, 1517, 1520, 1521 dated December 18, 2007 (the “Verified Petition and Motion”) and (ii) specifying the form and manner of service of notice thereof; it is hereby

**ORDERED**, that a hearing to consider the relief requested in the Verified Petition and Motion shall be held before this Court in **Room 601** of the United States Bankruptcy Court for the Southern District of New York, One Bowling Green, New York, New York, on **January 22, 2008 at 2:00 p.m.**; and it is further

**ORDERED**, that the form of notice of hearing annexed to the Application as Exhibit B (the “Notice”) is hereby approved; and it is further

**ORDERED**, that the notice requirements set forth in section 1514(c) of the Bankruptcy Code are inapplicable in the context of this Chapter 15 case or are hereby waived; and it is further

**ORDERED**, that copies of the: (i) Notice; (ii) Official Form of Chapter 15 Petition; (iii) Verified Petition and Motion (with Exhibit C thereto); and (iv) Schwarzmans Declaration, shall be served by United States mail, first-class postage prepaid, on or before December 19, 2007, upon all known brokers, potential creditors and other parties-in-interest against whom relief is sought (or their counsel) in accordance with Bankruptcy Rules 1010 and 7004(a) and (b) at their last known address; and it is further

**ORDERED**, that service of the Notice shall be effected, in accordance with Bankruptcy Rules 1010, 9007 and 9008, by publication in *Insurance Day*, the worldwide edition of *Financial Times*, and in the national edition of *The Wall Street Journal* on or before December 27, 2007; and it is further

**ORDERED**, that to the extent that the Petitioners become aware of the names and addresses of additional potential creditors or parties against whom relief is sought after the date hereof, the Petitioners shall serve upon such entity copies of the: (i) Notice; (ii) Official Form of Chapter 15 Petition; (iii) Verified Petition and Motion (with Exhibit C thereto); and (iv) Schwarzmans Declaration by United States mail, first-class postage prepaid; and it is further

**ORDERED**, that responses or objections, if any, in response to the Verified Petition and Motion shall be made in writing and setting forth the basis therefor, and such response or objection must be filed electronically with (i) the Court by registered users of the Court's electronic case filing system in accordance with General Order M-242, (a copy of which may be viewed on the Court's website at [www.nysb.uscourts.gov](http://www.nysb.uscourts.gov)) and by all other parties-in-interest, on a 3.5 inch disc, preferably in Portable Document Format (PDF), Word Perfect or any other Windows-based word processing format, which disc shall be sent to the Office of the Clerk of the Court, Room 606, One Bowling Green, New York, New York 10004-1408, and a hard copy of such response or objection to be sent to the Chambers of the Honorable Martin Glenn, United States Bankruptcy Judge, and (ii) served upon Clifford Chance US LLP, 31 West 52nd Street, New York, New York 10019 (Attention: Sara M. Tapinekis), United States counsel to the Petitioner, so as to be received on or before 4:00 p.m. before **January 16, 2008** at 4:00 p.m., New York time; and it is further

**ORDERED**, that service pursuant to this Order shall be good and sufficient service and adequate notice of the hearing to consider the relief requested in the Petition and Motion.

Dated: New York, New York  
**December 18, 2007**

/s/Martin Glenn  
United States Bankruptcy Judge