

06-0927-AR10

September 27, 2006

**APPROVE SETTLEMENT AGREEMENT
WITH FIDELITY & GUARANTY INSURANCE CO.**

THE GENERAL COUNSEL REPORTS THE FOLLOWING DECISION:

THE BOARD OF DIRECTORS HAS APPROVED THE SETTLEMENT AGREEMENT WITH FIDELITY & GUARANTY

Insurance Co. which provides for a \$04,554,24 payment to the Board. At issue in the settlement