

ATLANTIC SPECIALTY INSURANCE COMPANY

BOND FOR COSTS ON APPEAL

PARALLEL NETWORKS LLC,

Plaintiff,

vs.

JENNER & BLOCK LLP,

Defendant.

Bond No. 800002612

Cause No. DC-13-01146

IN THE DISTRICT COURT,
Of Dallas County, Texas

101st JUDICIAL DISTRICT

FILED
13 MAY 24 PM 3:25
GARY FITZGERALD
DISTRICT CLERK
DALLAS CO., TEXAS
DEPUTY

WHEREAS, in the above numbered and entitled cause, pending in the District Court of Dallas County, Texas, 101st Judicial District, and at a regular term of said Court, to wit: On the 29th day of April A.D. 2013, the said Defendant **JENNER & BLOCK LLP** recovered judgment against the said Plaintiff **PARALLEL NETWORKS LLC** in the sum of *THREE MILLION TWO HUNDRED TWENTY FIVE THOUSAND THREE HUNDRED SIXTY EIGHT and 37/100 (\$ 3,225,368.37)* Dollars in compensatory damages, equal to:

1. The amount of \$3,000,000 in damages, plus
2. Pre-award interest on the damages in the amount of \$162,328.77, consisting of interest at the rate of 5% from December 20, 2011 to January 18, 2013, plus
3. Post-award, prejudgment interest on the amounts set forth above at the rate of 5%, equaling \$63,039.60 from January 18, 2013 until the date of this judgment;

From which judgment the said Plaintiff **PARALLEL NETWORKS LLC** has taken an appeal to our Honorable Court of Civil Appeals for the Fifth District of Dallas of the State of Texas, from the above mentioned judgment, and Plaintiff **PARALLEL NETWORKS LLC** desires to suspend execution of said judgment pending appeal,

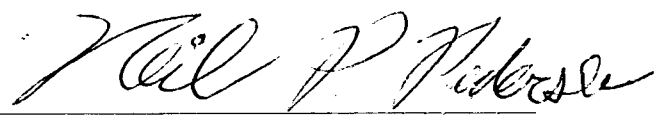
NOW, THEREFORE, We, the said Plaintiff **PARALLEL NETWORKS LLC** as principal(s) and **ATLANTIC SPECIALTY INSURANCE COMPANY**, as Surety, acknowledge ourselves bound to pay to the said Defendant **JENNER & BLOCK LLP** the judgment amount of *THREE MILLION TWO HUNDRED TWENTY FIVE THOUSAND THREE HUNDRED SIXTY EIGHT and 37/100 (\$3,225,368.37)* Dollars up to 5% interest for one year, for a total bond in the sum of *THREE MILLION THREE HUNDRED EIGHTY SIX THOUSAND SIX HUNDRED THIRTY SIX and 79/100 (\$3,386,636.79)* Dollars; however in no event shall the aggregate penal sum of this bond exceed *THREE MILLION THREE HUNDRED EIGHTY SIX THOUSAND SIX HUNDRED THIRTY SIX and 37/100 (\$3,386,636.79)*

CONDITIONED, That the said **PARALLEL NETWORKS LLC** shall prosecute the above mentioned appeal with effect, and shall pay all costs which have accrued in the Court below, or which may accrue in the Court of Civil Appeals, and the Supreme Court.

Signed and dated this 23rd day of May, 2013.



PARALLEL NETWORKS LLC
By: TERRY FOKAS
Managing Partner



ATLANTIC SPECIALTY INSURANCE COMPANY
By: NEIL P. PEDERSEN
Attorney-in-Fact

By CAROLYN GRIFFITH, Deputy.

5-24-13

ATLANTIC SPECIALTY INSURANCE COMPANY

UNIFORM FORM CERTIFICATE OF ACKNOWLEDGEMENT

STATE OF NEW YORK
COUNTY OF NEW YORK

SS:

On this 23rd day of May in the year 2013, before me, a Notary Public in and for said County, personally appeared **NEIL P. PEDERSEN**, personally known to me, who being by me duly sworn, did say that he is the aforesaid Attorney-in-Fact of the **ATLANTIC SPECIALTY INSURANCE COMPANY** of New York, New York, a corporation duly organized and existing under the laws of the State of New York, that the seal affixed to the foregoing instrument is the corporate seal of said corporation, that the said instrument was signed, sealed and executed in behalf of said corporation by authority of its Board of Directors, and further acknowledged that the said instrument and the execution thereof to be voluntary act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed by official seal the day and year last above written.

NOTARY PUBLIC STAMP

Joshua Paul Malone
Notary Public, State of New York
No. 01-MA6270277
Qualified in New York County
Commission Expires October 15, 2016

Joshua Paul Malone

NOTARY PUBLIC

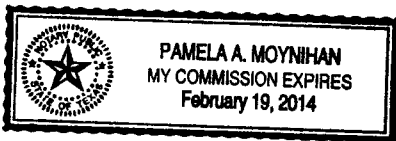
UNIFORM FORM CERTIFICATE OF ACKNOWLEDGEMENT

STATE OF TEXAS
COUNTY OF DALLAS

SS:

On the 23rd day of May in the year 2013, before me, the undersigned personally appeared Terry FOKAS, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he/she executed the same in his/her capacity. And that by his/ her signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC STAMP



P. L. Moynihan

NOTARY PUBLIC

KNOW ALL MEN BY THESE PRESENTS, that ATLANTIC SPECIALTY INSURANCE COMPANY, a New York corporation with its principal office in Minnetonka, Minnesota, does hereby constitute and appoint: **William J. Pedersen, Neil P. Pedersen**, each individually if there be more than one named, its true and lawful Attorney-in-Fact, to make, execute, seal and deliver, for and on its behalf as surety, any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof; provided that no bond or undertaking executed under this authority shall exceed in amount the sum of: **twenty-five million dollars(\$25,000,000)** and the execution of such bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof in pursuance of these presents, shall be as binding upon said Company as if they had been fully signed by an authorized officer of the Company and sealed with the Company seal. This Power of Attorney is made and executed by authority of the following resolutions adopted by the Board of Directors of ATLANTIC SPECIALTY INSURANCE COMPANY on the twenty-fifth day of September, 2012:

Resolved: That the President, any Senior Vice President or Vice-President (each an "Authorized Officer"), may execute for and in behalf of the Company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and affix the seal of the Company thereto; and that the Authorized Officer may appoint and authorize an Attorney-in-Fact to execute on behalf of the Company any and all such instruments and to affix the Company seal thereto; and that the Authorized Officer may at any time remove any such Attorney-in-Fact and revoke all power and authority given to any such Attorney-in-Fact.

Resolved: That the Attorney-in-Fact may be given full power and authority to execute for and in the name and on behalf of the Company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and any such instrument executed by any such Attorney-in-Fact shall be as binding upon the Company as if signed and sealed by an Authorized Officer and, further, the Attorney-in-Fact is hereby authorized to verify any affidavit required to be attached to bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof.

This power of attorney is signed and sealed by facsimile under the authority of the following Resolution adopted by the Board of Directors of ATLANTIC SPECIALTY INSURANCE COMPANY on the twenty-fifth day of September, 2012:

Resolved: That the signature of an Authorized Officer and the Company seal may be affixed by facsimile to any power of attorney or to any certificate relating thereto appointing an Attorney-in-Fact for purposes only of executing and sealing any bond, undertaking, recognizance or other written obligation in the nature thereof, and any such signature and seal where so used, being hereby adopted by the Company as the original signature of such officer and the original seal of the Company, to be valid and binding upon the Company with the same force and effect as though manually affixed.

IN WITNESS WHEREOF, ATLANTIC SPECIALTY INSURANCE COMPANY has caused these presents to be signed by an Authorized Officer and the seal of the Company to be affixed this ninth day of October, 2012.



By Paul H. McDonough
Paul H. McDonough, Senior Vice President

STATE OF MINNESOTA
HENNIPEN COUNTY

On this ninth day of October, 2012, before me personally came Paul H. McDonough, Senior Vice President of ATLANTIC SPECIALTY INSURANCE COMPANY, to me personally known to be the individual and officer described in and who executed the preceding instrument, and he acknowledged the execution of the same, and being by me duly sworn, that he is the said officer of the Company aforesaid, and that the seal affixed to the preceding instrument is the seal of said Company and that the said seal and the signature as such officer was duly affixed and subscribed to the said instrument by the authority and at the direction of the Company.



Tara Janelle Stafford
Notary Public

I, the undersigned, Secretary of ATLANTIC SPECIALTY INSURANCE COMPANY, a New York Corporation, do hereby certify that the foregoing power of attorney is in full force and has not been revoked, and the resolutions set forth above are now in force.

Signed and sealed. Dated 23rd day of May, 2013.

This Power of Attorney expires
October 1, 2014



W. H. Staffor
Secretary



Atlantic Specialty Insurance Company
Period Ended 12/31/2012

Dollars displayed in thousands

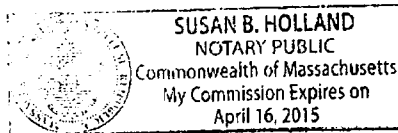
Admitted Assets		Liabilities and Surplus	
Investments:		Liabilities	
Bonds	\$ 1,178,784	Loss Reserves	\$ 769,680
Preferred Stocks	84,573	Loss Adjustment Expense Reserves	122,424
Common Stocks	311,346	Total Loss & LAE Reserves	892,104
Mortgage Loans	-		
Real Estate	47,577	Unearned Premium Reserve	562,369
Contract Loans	-	Total Reinsurance Liabilities	11,927
Derivatives	-	Commissions, Other Expenses, and Taxes due	57,836
Cash, Cash Equivalents & Short Term Investments	91,071	Derivatives	-
Other Investments	125,544	Payable to Parent, Subs or Affiliates	-
Total Cash & Investments	1,838,895	All Other Liabilities	7,392
		Total Liabilities	1,531,628
Premiums and Considerations Due	227,473	Capital and Surplus	
Reinsurance Recoverable	3,736	Common Capital Stock	9,000
Receivable from Parent, Subsidiary or Affiliates	104,678	Preferred Capital Stock	-
All Other Admitted Assets	73,584	Surplus Notes	-
Total Admitted Assets	2,248,366	Unassigned Surplus	(13,256)
		Other Including Gross Contributed	720,994
		Capital & Surplus	716,738
		Total Liabilities and C&S	2,248,366

State of Massachusetts
County of Norfolk SS

I, Virginia McCarthy, Corporate Secretary of Atlantic Specialty Insurance Company do hereby certify that the foregoing statement is a correct exhibit of the assets and liabilities of the said OneBeacon Insurance Company, on the 31st day of December, 2012, according to the best of my information, knowledge and belief.

Corporate Secretary

Subscribed and sworn to, before me, a Notary Public of the State of Massachusetts on this 15th day of March 2013.



Notary Public