EXHIBIT A

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

IN RE:		
CANO PETROLEUM, INC., *et al.*	§	**CASE NO. 12-31549-BJH**
	§	
	§	**(CHAPTER 11)**
DEBTORS.	§	**(Jointly Administered)**
	§	

AGREED ORDER REGARDING REQUEST FOR ADMINISTRATIVE CLAIM
(Relates to Dkt. No. 412)

On August 15, 2012, American Home Assurance Company, Illinois National Insurance Company, New Hampshire Insurance Company and certain other subsidiaries of Chartis, Inc. (collectively, "Chartis") filed a Request and Application of Insurers for Payment of Administrative Expense Claim [Dkt. No. 412] (the "Admin Claim Request"). Pursuant to the Stipulation Between Chartis and the Liquidating Trust (collectively, the "Parties") attached hereto as **Exhibit A** (the "Stipulation")[1], Chartis has agreed to withdraw its Admin Claim

[1] Dkt. No. 419.

Request subject to certain reservation of rights.[2] Accordingly, based on the Parties' Stipulation, it is hereby

ORDERED that the Admin Claim Request is withdrawn, and it is further

ORDERED that Chartis' withdrawal of the Admin Claim Request is without prejudice to Chartis to assert its rights, claims and causes of action, if any, under the Insurance Policy (as defined in the Admin Claim Request) against the Reorganized Debtors.

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[2] Capitalized terms not otherwise defined herein shall have the meaning ascribed to them in the Debtors' Second Amended Joint Plan of Reorganization dated May 31, 2012 [Dkt. No. 283].

ACCEPTED AND AGREED TO BY:

THE CANO LIQUIDATING TRUST

By: */s/ Robert E. Ogle*
Robert E. Ogle
1221 McKinney Street, Suite 2850
Houston, Texas 77010
Telephone: (281) 652-5435
Facsimile: (713) 236-0033

CANO LIQUIDATING TRUSTEE

- AND -

AMERICAN HOME ASSURANCE COMPANY, ILLINOIS NATIONAL INSURANCE COMPANY, NEW HAMPSHIRE INSURANCE COMPANY AND CERTAIN OTHER SUBSIDIARIES OF CHARTIS, INC.

By: */s/ Ryan G. Foley*
Ryan G. Foley
Ryan.Foley@chartisinsurance.com
175 Water Street, 18th Floor
New York, New York 10038
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STIPULATION BETWEEN (I) CANO LIQUIDATING TRUST AND (II) AMERICAN HOME ASSURANCE COMPANY, ILLINOIS NATIONAL INSURANCE COMPANY, NEW HAMPSHIRE INSURANCE COMPANY AND CERTAIN OTHER SUBSIDIARIES OF CHARTIS, INC.
(Relates to Claim Nos. 117-125 and Dkt. No. 412)

On March 7-8, 2012 (March 7, 2012 being the "Petition Date"), the above-captioned debtors (the "Debtors") each filed a voluntary petition for relief under Chapter 11 of the United States Code in the bankruptcy court for the Northern District of Texas, Dallas Division (the "Court").

On July 16, 2012, the Court entered an order [Dkt. No. 363] (the "Confirmation Order") confirming the Debtors' Second Amended Joint Plan of Reorganization dated May 31, 2012 [Dkt. No. 283] (the "Plan").[1]

The Plan became effective on August 2, 2012. Pursuant to the Plan and the Cano Liquidating Trust Agreement approved therewith, the Liquidating Trust has authority to compromise Claims or settle interests without supervision by the Court, subject to the notice and consent provisions therein.

On or about April 30, 2012, the claims agent for the Debtors received Claim Nos. 117-125 (the "Proofs of Claim") filed by American Home Assurance Company, Illinois National Insurance Company, New Hampshire Insurance Company and certain other subsidiaries of Chartis, Inc. (collectively, "Chartis") against the Debtors.

[1] Capitalized terms not otherwise defined herein shall have the meaning ascribed to them in the Plan.

On August 15, 2012, Chartis filed a Request and Application of Insurers for Payment of Administrative Expense Claim [Dkt. No. 412] (the "Admin Claim Request").

In order to avoid litigation between the Liquidating Trust and Chartis (collectively, the "Parties") concerning the Proofs of Claim and the Admin Claim Request, the Parties do hereby STIPULATE AND AGREE as follows:

Chartis hereby withdraws the Proofs of Claim and the Admin Claim Request filed against the Debtors. Notwithstanding the foregoing, Chartis reserves all of its rights, claims and causes of action, if any, under the Insurance Policy (as defined in the Admin Claim Request) against the Reorganized Debtors.

Dated: August 31, 2012

ACCEPTED AND AGREED TO BY:

THE CANO LIQUIDATING TRUST

By: /s/ *Robert E. Ogle*
Robert E. Ogle
1221 McKinney Street, Suite 2850
Houston, Texas 77010
Telephone: (281) 652-5435
Facsimile: (713) 236-0033

CANO LIQUIDATING TRUSTEE

- AND -

AMERICAN HOME ASSURANCE COMPANY, ILLINOIS NATIONAL INSURANCE COMPANY, NEW HAMPSHIRE INSURANCE COMPANY AND CERTAIN OTHER SUBSIDIARIES OF CHARTIS, INC.

By: */s/* Ryan G. Foley
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