

**IN THE MATTER OF THE LIQUIDATION OF
HORIZON INSURANCE COMPANY
Supreme Court County of New York
Index No.: 42103/84**

NOTICE

Pursuant to an order of the Supreme Court of the State of New York, County of New York (the "Court"), entered November 29, 1984 ("Liquidation Order"), the then-Superintendent of Insurance of the State of New York and his successors in office were appointed as liquidator ("Liquidator") of Horizon Insurance Company ("Horizon") and, as such, has been directed to take possession of Horizon's property, liquidate its business and affairs, and dissolve its corporate charter pursuant to Article 74 of the New York Insurance Law ("Insurance Law"). The Superintendent of Financial Services of the State of New York has now succeeded the Superintendent of Insurance as Liquidator of Horizon. The Liquidator has, pursuant to Insurance Law Article 74, appointed Jonathan L. Bing, Special Deputy Superintendent ("Special Deputy"), as his agent to liquidate the business of Horizon. The Special Deputy carries out his duties through the New York Liquidation Bureau, 110 William Street, New York, New York 10038. The Liquidator has submitted to the Court a verified petition ("Verified Petition") seeking an order: (i) approving the Liquidator's report ("Report") on the status of the Horizon liquidation proceeding ("Liquidation Proceeding") and the financial transactions delineated therein; (ii) approving the Liquidator's recommendation to allow the claim of the Commissioner of Banking, Insurance, Securities and Health Care Administration of the State of Vermont as receiver of Ambassador Insurance Company, Inc.; (iii) authorizing the continued payment of administrative costs and expenses; (iv) authorizing the Liquidator to distribute Horizon's assets, consistent with this Court's orders and the priorities of Insurance Law Section 7434, to those creditors of Horizon with allowed claims, to the extent that, in the Liquidator's discretion, sufficient funds are available; (v) terminating and closing the Liquidation Proceeding; (vi) authorizing the Liquidator to continue to receive and disburse assets to those creditors of Horizon with allowed claims who are eligible to share in a distribution after the termination of the Liquidation Proceeding, without further application to this Court, and to continue to pay all administrative costs and expenses in connection with any such distributions; (vii) releasing and discharging the Liquidator, his predecessors and successors in office, and their agents, attorneys and employees, from any and all liability arising from their acts and omissions in connection with this Liquidation Proceeding; (viii) authorizing and directing the Liquidator, in his discretion, to destroy or otherwise dispose of any and all of the books, files, records and other property of Horizon without further order of this Court; and (ix) providing for such other and further relief as this Court may deem just and proper.

A hearing is scheduled on the Verified Petition on the 11th day of June, 2012, at 9:30 a.m., before the Court at the Courthouse, IAS Part 44, 60 Centre Street, in the County, City and State of New York. If you wish to object to the Verified Petition, you must serve a written statement setting forth your objections and all supporting documentation upon the Liquidator and Clerk of the

Court, at least twenty (20) business days prior to the hearing. Service on the Liquidator shall be made by first class mail at the following address:

Superintendent of Financial Services of the State of New York as
Liquidator of Horizon Insurance Company
110 William Street
New York, New York 10038
Attention: John Pearson Kelly, Esq.
General Counsel

The Verified Petition and Report are available for inspection at the above address. In the event of any discrepancy between this notice and the documents submitted to Court, the documents control.

Requests for further information should be directed to the New York Liquidation Bureau, Creditor and Ancillary Operations Division at (212) 341-6809.

Dated: May 8, 2012

Benjamin M. Lawsky
Superintendent of Financial Services of the
State of New York as Liquidator of
Horizon Insurance Company