

**IN THE MATTER OF THE CONSERVATION OF THE TRUST FUNDS OF
LEGION INDEMNITY COMPANY**

Supreme Court of the State of New York County of New York

Index No.: 402667/03

NOTICE

Pursuant to an order of the Supreme Court of the State of New York, County of New York (“Court”), entered October 3, 2003 (“Conservation Order”), the then-Superintendent of Insurance of the State of New York and his successors in office were appointed as conservator (“Conservator”) of a certain trust fund (“Trust Fund”) of Legion Indemnity Company (“Legion Indemnity”) and, as such, has been directed to conserve funds in the Trust Fund 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 Conservator of Legion Indemnity. The Conservator has, pursuant to Insurance Law Article 74, appointed Michael J. Casey, Acting Special Deputy Superintendent (“Acting Special Deputy”), as his agent to carry out the responsibilities of the Conservator, through the New York Liquidation Bureau (“Bureau”), 110 William Street, New York, New York 10038. The Conservator has submitted to the Court a motion (“Motion”) seeking an order: (a) approving the conservation agreement (“Conservation Agreement”) dated December 4, 2008, between Michael T. McRaith, the then Director of Insurance of the State of Illinois as liquidator of Legion Indemnity (“Liquidator”) and the Conservator; (b) authorizing the Conservator to distribute the Trust Fund to the Liquidator in accordance with the terms of the Conservation Agreement; (c) terminating this conservation proceeding upon distribution of the Trust Fund to the Liquidator without further order of this Court (d) upon distribution of the assets in accordance with the terms of the Conservation Agreement, the Conservator, his predecessors and successors in office, his agents, attorneys and employees will be discharged and released from any and all further liability arising out of this proceeding; (e) authorizing and directing the Conservator, in his discretion, to destroy or otherwise dispose of any and all of the books, files, records and other property of Legion Indemnity in his possession without further order of this Court; and (f) providing for such other and further relief as this Court deems just and proper.

A hearing is scheduled on the Motion on the 18th day of December 2013, at 2:30 p.m., before the Honorable Doris Ling-Cohan, JSC, New York Supreme Court at the Courthouse, IAS Part 36, Room 428, 60 Centre Street, New York, New York 10007. If you wish to object to the Motion, you must serve a written statement setting forth your objections and all supporting documentation (“Answering Papers”) upon the Conservator and the Court, at least 7 days prior to the hearing. Service on the Conservator shall be made by first class mail at the following address:

Superintendent of Financial Services of the State of New York as
Conservator of Legion Indemnity Company
110 William Street
New York, New York 10038
Attention: John Pearson Kelly
General Counsel

Copies of the Answering Papers to the Court will be submitted in an envelope with a copy of the first page of the Order to Show Cause attached to the envelope and sent to the following address:

Hon. Doris Ling-Cohan
Supreme Court: New York County
60 Centre Street-Room 428
New York, New York 10007
Attention: Monica Cheng
Assistant Law Clerk

By filing the Motion, the Conservator is seeking approval, from the Court, of the Conservation Agreement and termination of the conservation proceeding upon distribution of the Trust Fund to the Liquidator. The Motion and supporting papers 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 Bureau's Creditor & Ancillary Operations Division at (212) 341-6665.

Benjamin M. Lawsky
Superintendent of Financial Services
of the State of New York as Conservator of
Legion Indemnity Company