

**IN THE MATTER OF THE LIQUIDATION OF
MAGNAHEALTH OF NEW YORK, INC.
Supreme Court County of New York
Index No.: 402576/05**

NOTICE

On August 24, 2005, MagnaHealth of New York, Inc. (“MagnaHealth”) was placed into liquidation (the “Liquidation Proceeding”) and the then-Superintendent of Insurance of the State of New York (and his successors in office) was appointed liquidator (“Liquidator”) of MagnaHealth (“Liquidation Order”). Pursuant to the New York Insurance Law (“Insurance Law”) and the Liquidation Order, the Liquidator was given the responsibility of, among other things, marshalling MagnaHealth’s assets and adjudicating claims consistent with Insurance Law Article 74. The Liquidator has submitted to the Court supervising MagnaHealth’s Liquidation Proceeding a verified petition (“Verified Petition”) seeking an order: (i) approving the final report on the status of the Liquidation Proceeding (the “Final Report”) and the financial transactions delineated therein; (ii) authorizing the Liquidator to receive and disburse to MagnaHealth’s shareholders, in accordance with their shareholder agreement and without further application to this Court, any funds that are received after the termination and closure of the Liquidation Proceeding; (iii) 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 MagnaHealth without further order of this Court; (iv) releasing and discharging the Liquidator, his predecessors and successors in office, and their agents, attorneys, clerks, assistants and employees from any and all liability arising from or relating to their acts or omissions in connection with the Liquidation Proceeding and (v) terminating and closing the Liquidation Proceeding;

A hearing is scheduled on the Verified Petition on the 28th day of July, 2010, at 9:30 a.m., before the Court at the Courthouse, IAS Part 12, Courtroom 212, 60 Centre Street, New York, New York. If you wish to object to the Verified Petition, you must serve a written statement, setting forth your objections and attaching all supporting documentation, upon the Liquidator and Clerk of the Court, at least seven business days prior to the hearing. Service on the Liquidator shall be made by first class mail at the following address:

Superintendent of Insurance of the State of New York as
Liquidator of MagnaHealth of New York, Inc.
123 William Street
New York, New York 10038-3889
Attention: John Pearson Kelly, General Counsel

By filing the Verified Petition, the Liquidator is seeking permission from the Court to terminate this Liquidation Proceeding. For this reason, all MagnaHealth shareholders and all those interested in MagnaHealth’s affairs are advised to review all available information and to protect their rights accordingly.

The Verified Petition and Final Report are available for inspection at the above stated 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, Estates Management Division at (212) 341 - 6220.

JAMES J. WRYNN
Superintendent of Insurance
of the State of New York as
Liquidator of MagnaHealth of
New York, Inc.