NOTICE OF BAR DATE FOR CLAIMS AGAINST FRONTIER INSURANCE COMPANY AND TERMINATION OF FUTURE LIABILITY ON BONDS ("NOTICE")

On October 10, 2001, the Supreme Court of the State of New York, County of New York, placed Frontier Insurance Company ("Frontier") into rehabilitation and appointed as rehabilitator of Frontier ("Rehabilitator") the then-Superintendent of Insurance of the State of New York, Gregory V. Serio (and his successors in office) ("Rehabilitation Order"). Pursuant to the New York Insurance Law ("Insurance Law") and the Rehabilitation Order, the Rehabilitator was given the responsibility of, among other things, marshalling Frontier's assets and adjudicating claims consistent with Article 74 of the Insurance Law.

PLEASE TAKE NOTICE that the Supreme Court of the State of New York, County of Albany, has issued an order, dated October 29, 2009, establishing March 12, 2010 ("Bond Bar Date") as the last date on which a notice ("Bond Notice") regarding any bond issued by Frontier, including any surety bond or other bond or guaranty identified in New York Insurance Law Sections 1113(16) or 6801 ("Bond"), may be filed with the Rehabilitator so as to preserve any obligation of Frontier pursuant to such Bond.

The Order further provides as follows:

1. The Bond Notice shall identify (a) the Bond pursuant to which it is alleged that Frontier has an obligation, (b) the default, event, accident, or occurrence allegedly giving rise to a claim pursuant to such Bond ("Triggering Event"), (c) the date of the Triggering Event, (d) the alleged injury, loss or damage caused by the Triggering Event, (e) the dollar amount of the claim alleged as a result of the Triggering Event, and (f) the obligee or principal under such Bond who, by submitting a Bond Notice, seeks to preserve such person's rights under the Bond ("Submitting Bond Interest Holder");

2. Any claim against Frontier pursuant to any Bond shall be barred unless a timely Bond Notice has been submitted that accurately and sufficiently identifies the Bond, the claim alleged pursuant to such Bond, and all other information required in Paragraph 1 of this Notice;

3. Any claim under any Bond in which the Triggering Event occurs after January 11, 2010 ("Bond Cutoff Date") shall be barred;

4. All persons will be barred from asserting claims against Frontier pursuant to any Bond other than Submitting Bond Interest Holders who submit a timely, accurate and sufficient Bond Notice in connection with such Bond by the Bond Bar Date; and

5. All Bond Notices must be made in writing and sent to the Rehabilitator by first class mail, postage paid and postmarked on or before the Bond Bar Date, or by overnight courier, fees paid and written acknowledgement of receipt by such courier on or before the Bond Bar Date, to the following address:

Frontier Insurance Company in Rehabilitation Attn: Legal Department 195 Lake Louise Marie Road Rock Hill, N.Y. 12775-8000

Copies of Bond Notice forms and instructions have been posted on the internet site maintained by the New York Liquidation Bureau at <u>http://www.nylb.org</u> or may be requested by calling 845-807-5045.

JAMES J. WRYNN Superintendent of Insurance of the State of New York as Rehabilitator of Frontier Insurance Company